

QUARTERLY ACTIVITIES REPORT FOR QUARTER ENDED 31 DECEMBER 2025

HIGHLIGHTS

Crown Prince Gold Mine

- Mining focused on Crown Prince stage 1 pit underpinning a strong production ramp up. Stage 1 and stage 2 pits are being progressively integrated during the first half of 2026.
- The strong gold price provided the opportunity to blend low grade material with high grade ore mined resulting in a mined to ROM grade of 4.0g/t.
- A total of 187,384 tonnes of ore was sold for the three-month period, more than the maximum quantity contemplated under the OPA for the period (being 150,000t).

Exploration

- Exploration focus shifted to assessing underground potential at Crown Prince and advancing near-term open pit development projects including Crown Prince East, Lydia and Abbotts.
- In-pit drilling at Crown Prince was also undertaken during the Quarter to support future Mineral Resource estimation work.
- Subsequent to quarter end, high-grade drilling results at the Lydia Gold Prospect highlighted its potential as a near-term addition to the Crown Prince production pipeline.

Corporate

- NMG remains unhedged, has no debt and finished the December quarter with \$92 million cash.
- NMG sells gold bearing ore to Westgold and therefore does not sell gold bullion. For the purposes of providing industry standard information, the attributable gold bullion price received was A\$6,315/ounce against an attributable ASIC of A\$2,149/ounce.
- Post-quarter, the Company announced a change to the financial year end from 30 September to 30 June to align the Company's reporting with ASX gold producer peers.

Registered Address

New Murchison Gold Limited
ACN 085 782 994

Level 2, 5 Ord Street
West Perth WA 6005

Directors & Management

Alex Passmore – Chief Executive Officer
Rick Crabb – Non-Executive Chairman
Malcolm Randall – Non Executive Director
Joanne Palmer – Non Executive Director

E: info@newmurchgold.com.au
P: +61 (08) 9389 6927
W: newmurchgold.com.au

Projects

Garden Gully Gold Project

Corporate

Shares on Issue	10,842m
Share Price	\$0.073
Market Cap	\$791m
ASX Code	NMG

New Murchison Gold Limited (**ASX:NMG**) (“**NMG**” or the “**Company**”) is pleased to provide shareholders and investors with an operations and exploration overview to accompany the Appendix 5B for the quarter ending 31 December 2025 (“**Quarter**” or the “**Reporting Period**”).

Commenting on key outcomes for the Quarter, NMG CEO, Alex Passmore said:

“We are very pleased to report on our first full quarter of production and to deliver a strong operational performance. The December Quarter saw an extremely smooth ramp up of the Crown Prince mining operation and resulted in the generation of \$72.3 million cash providing a great foundation for NMG’s development pipeline and exploration program over its highly prospective Murchison gold fields tenement package.”

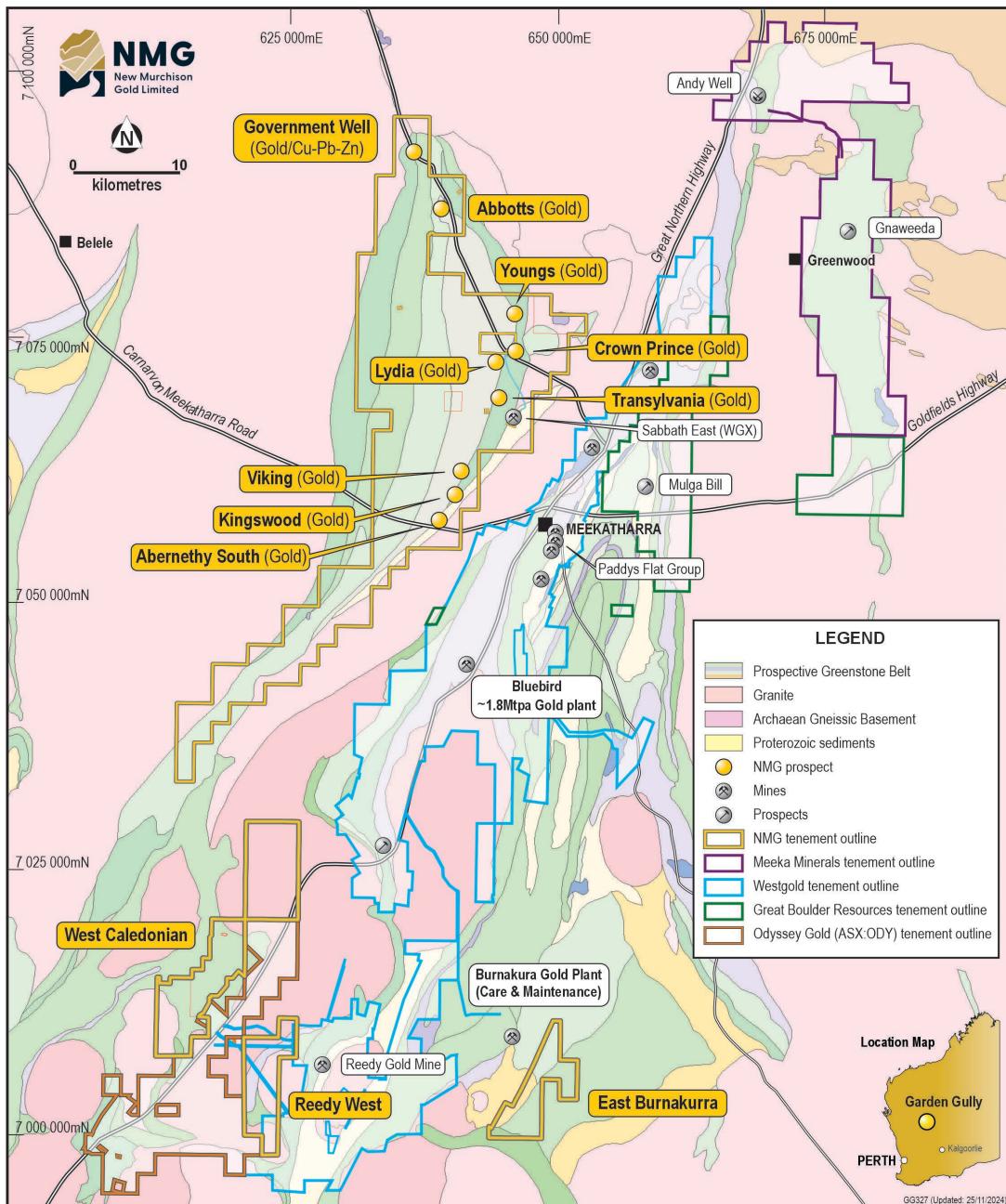


Figure 1: NMG Regional Tenements - Crown Prince located 36km north of Bluebird Mill

CROWN PRINCE GOLD MINE ACTIVITIES

Mining

Mining activities during the Quarter focused on the stage 1 pit at the Crown Prince Gold Mine. Ore mining exceeded the base case model (see NMG's ASX release 3rd February 2025).

Following a successful establishment and ramp up of mining in September, the December Quarter was a stable period of production with ore mining proceeding in line with the Company's plan.

Stage 1 and stage 2 pit plans are being integrated in the coming half. As illustrated in Figure 2 below stage 1 has allowed the Company to access high-grade ore early in the mine schedule as planned. Ancillary works including flood bund construction are also now complete.



Figure 2: Crown Prince Gold Mine

A total of 1,338,718 bcm of material was mined during the December Quarter, including 163,562 tonnes at 4.2 g/t of ore for crushing, and a further 36,153 tonnes at 0.6g/t of low-grade material (LG) that was stockpiled separately for future consideration.

Table 1: Summary of mining movement

Description	Unit	Dec Qtr	YTD 2026
Ore mined to ROM	t	163,562	163,562
Mined ore grade	g/t	4.2	4.2
Contained gold mined	oz	21,851	21,851
LG mined to stockpile	t	36,153	36,153
Mined LG grade	g/t	0.6	0.6
Contained gold mined	oz	653	653
Waste mined	bcm	1,240,828	1,240,828
Total material mined	bcm	1,338,718	1,338,718

Crushing and Ore Sales

187,384 tonnes of ore was sold for the three-month period, being more than the 150,000t maximum quantity contemplated under the Ore Purchase Agreement (OPA) for the period. NMG and Westgold Resources Limited (Westgold or WGX) mutually agreed to exceed the OPA maximum tonnage for the period to utilise operational capacity that was available. This additional capacity was available due to the introduction of softer Crown Prince oxide ore into the Bluebird mill (see WGX ASX release dated 21st January 2026)



Figure 3: Crown Prince Gold Mine ROM, Crusher and Crushed Ore product stockpile area

A total of 172,999 tonnes of ore was crushed to the product stockpile during the December Quarter. A total of 15 complete parcels were certified (and sold) during the Quarter.

Table 2: Summary of crushing and ore sales

Description	Unit	Dec Qtr	YTD 2026
Ore crushed	t	172,999	172,999
Crushed grade	g/t	4.0	4.0
Contained gold	oz	22,393	22,393
Crushed ore sold ¹	t	184,746	184,746
Sold ore grade	g/t	4.0	4.0
Gold recovery	%	95.9	95.9
Gold sold (in ore)	oz	22,766	22,766

¹ - In addition to crushed ore sold there was a small parcel of historical surface stocks sold under the OPA during the quarter.

EXPLORATION ACTIVITIES

Crown Prince & Near Mine

During the Quarter, NMG continued to progress its exploration strategy across the Garden Gully Gold Project, supported by the successful ramp-up and stabilisation of mining operations at the Crown Prince Gold Mine.

With Crown Prince now operating at steady-state production levels, the Company has refocused exploration efforts toward future growth opportunities, while maintaining a strong operational focus on mining performance.

As outlined in the annual Mineral Resources and Ore Reserves Statement released during the Quarter, the Company is turning its exploration focus towards establishing the underground potential at Crown Prince, in parallel with advancing prospective near-mine targets, particularly the Lydia and Abbotts deposits. The Company also noted that exploration drilling at Crown Prince and nearby areas has increased since November 2025, with results and geological information to be incorporated into ongoing mineralisation assessment and resource evaluation work.

Subsequent to the Quarter end, the Company announced high-grade results from recent drilling at the Lydia Gold Prospect, located on granted mining lease M51/889 and within close proximity to the Crown Prince Gold Mine. The drilling program delineated additional mineralisation within the Lydia shear zone and extended the known strike and depth of mineralisation. The program consisted of 33 reverse circulation holes totalling 2,920 metres, together with three diamond holes testing gold mineralisation and structural setting along the shear zone for 281.5 metres and five geochemical holes drilled into planned pit walls of a proposed pit design.

The results support the potential for Lydia to represent a future addition to the Crown Prince production pipeline, leveraging existing infrastructure and approvals. The drilling results and associated technical work will be incorporated into ongoing mineralisation assessment and future resource evaluation studies.

Best intersections reported from this drilling program include:

- **3m at 32.9g/t Au** from 46m incl. **1m at 62.4g/t Au** from 47m in NGGRC1094
- **9.10m at 10.3g/t Au** from 89m incl. **1m at 24.6g/t Au** from 94m in NGGDD1144
- **8m at 9.1g/t Au** from 20m incl. **4m at 16.7g/t Au** from 24m in NGGRC1309
- **21m at 3.4g/t Au** from 117m incl. **1m at 8.4g/t Au** from 135m in NGGRC1109
- **12m at 5.5g/t Au** from 48m incl. **4m at 14.6g/t Au** from 52m in NGGRC1307
- **7m at 8.5g/t Au** from 90m incl. **1m at 16.1g/t Au** from 91m in NGGRC1112

Drilling programs are ongoing, and the Company intends to provide a Mineral Resource update in the first quarter of CY2026, subject to drilling progress, assaying and interpretations.

Regional Exploration

The Garden Gully Gold Project comprises a substantial 677km² tenure package covering the Abbotts Greenstone Belt and other key regional structures within the Murchison goldfield of Western Australia. The project hosts multiple known gold occurrences and deposits, with Crown Prince representing the most advanced operation to date.

Regional exploration activities are focused on identifying additional near-mine opportunities capable of supporting future production scenarios and long-term growth. Outcomes from ongoing drilling and evaluation programs will be used to refine exploration priorities and inform future technical studies.



CORPORATE & FINANCE

New Murchison generated \$72.3 million during the quarter, remains unhedged with no debt and at 31 December 2025 held \$92 million in cash.

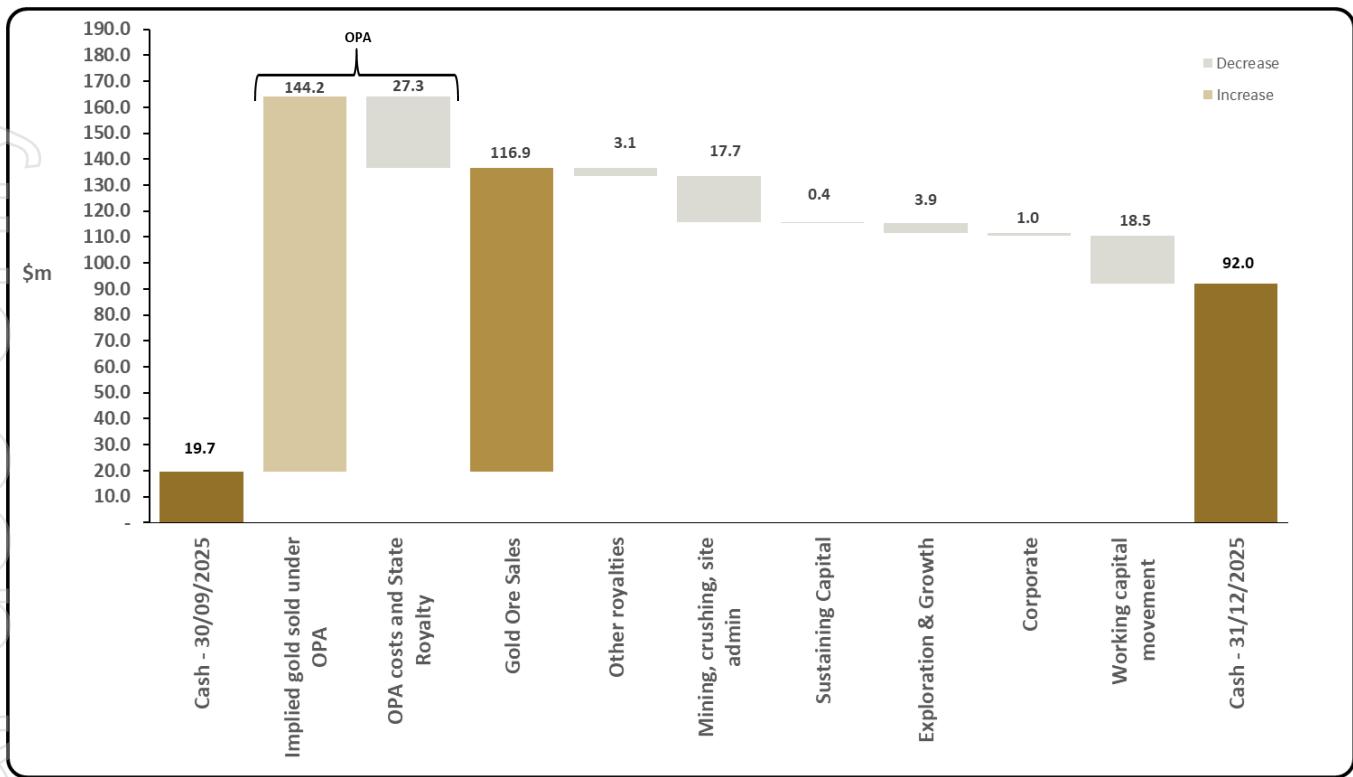
Gold ore sold under the Ore Purchase Agreement amounted to 187,384 tonnes at 4.0 g/t at an agreed recovery of 95.8% for 22,838 ounces, which included a small parcel of historical surface stocks.

NMG sells gold bearing ore to Westgold and therefore does not sell gold bullion. For the purposes of providing industry standard information the attributable gold bullion price received was A\$6,315/ounce against an attributable ASIC of A\$2,149/ounce. The cash build and AISC benefitted from the lower OPA margin during the 3 month establishment period.

A summary of the key cash costs, AISC and other statistics for the quarter (on an accrual basis) are set out in the table below:

Key Cost Statistics	\$m	\$/t sold	\$/oz sold
Mining	11.3	60.4	496.1
Crushing and sampling	2.2	11.7	95.8
Site Administration	4.2	22.4	183.7
Inventory movement	(0.4)	(2.1)	(17.3)
OPA haulage and processing costs (excl. State royalties paid by WGX)	8.7	46.5	381.7
OPA margin	15.0	79.9	655.4
Cash cost¹	41.0	218.8	1,795.4
Royalties (incl. State royalties)	6.7	36.0	295.0
Sustaining capital	0.4	2.0	16.0
Corporate	1.0	5.2	42.9
AISC²	49.1	262.0	2,149.3
Development capital ³	0.7		
Exploration and growth	3.2		

1. Cash cost represents the cost of mining, crushing & sampling, site administration and OPA costs related to haulage and processing of the ore at Westgold's Bluebird mill. It excludes royalties, capital costs, growth expenditure, and non-cash movements
2. All in sustaining cost (AISC) is the industry measure of costs against gold bullion revenue and is made up of the Cash Cost plus royalties, corporate expenditure and sustaining capital. NMG sells gold ore under the OPA
3. Development capital comprises costs related to Crown Prince establishment and costs in relation to future planned projects
4. Dollars per tonne and per ounce sold are based on total sales and include the small parcel of historical surface stocks sold under the OPA during the quarter



Subsequent to the Quarter end, the Company announced the outcomes of a Board review undertaken as part of the Company's evolution from explorer to producer and its growing market presence.

The outcomes include a change to the financial year end from 30 September to 30 June to align the Company's reporting with ASX gold producer peers. The change results in a nine-month Transitional Financial Year, commencing on 1 October 2025 and ending on 30 June 2026, after which it will move to a standard twelve-month financial year ending 30 June. The change was made in accordance with section 323D(2A) of the Corporations Act 2001 (Cth).

The review outcomes include a Board resolution, subject to shareholder approval, to appoint BDO Audit Pty Ltd as the Company's auditor. In addition, the Board committed to conduct future Annual General Meetings in hybrid format to facilitate greater connectivity with interstate and overseas shareholders. The announcement noted that the Annual General Meeting to be held on 27 February 2026 was advanced prior to completion of the review and will therefore not be conducted in hybrid format.

ASX Listing Rule 5 Disclosures

NMG's exploration and evaluation expenditure during the quarter totalled \$2.542 million.

During the quarter, related party payments totalled \$53,000 (Item 6.1 in Appendix 5B) reflecting payments to Directors, including Directors' fees, and superannuation costs for the reporting period.

Schedule of Tenements

Project	Tenement	Interest at Start of Quarter	Interest at End of Quarter	Acquired During the Quarter	Disposed During the Quarter	Joint Venture Partner/Farm-in Party
Western Australia						
Keller Creek	E80/4834	20% FCI	-		6/1/2026	Panoramic (PAN)
Red Bore	M52/597	100%	100%			
Garden Gully Project						
Abbotts	E51/1609	100%	100%			
Young/Ascuns	E51/1661	100%	100%			
Abbotts	E51/1708	100%	100%			
Young	E51/1737	100%	100%			
Abernethy	E51/1790	100%	100%			
Abernethy	E51/1791	100%	100%			
Abbotts	M51/390	100%	100%			
Crescent	M51/567	100%	100%			
Crown Prince	M51/886	100%	100%			
Lydia	M51/889	100%	100%			
Rinichi	E51/2150	100%	100%			
Kyara	E51/2259	100%	100%			
Kyarra	L51/0138	100%	100%			
Kyarra	L51/0139	100%	100%			
Crown Prince	P51/3009	100%	100%			Converted to M
Crown Prince	M51/0926	-	100%	100%		
East Burnakurra	E51/2002	100%	100%			
Abernethy South	E51/2012	100%	100%			
Lake Annean	E51/2013	100%	100%			
West Caledonian	E51/2103	100%	100%			
Abernethy	E51/2014	100%	100%			
Abernethy	E51/2015	100%	100%			
Western Flank	E51/1932	100%	100%			
Western Flank	E51/1972	100%	100%			
Western Flank	E51/1973	100%	100%			
Garden Gully Project Farm In Tenements						
Lake Annean	E51/1709	Beneficial interest via JV (51%)	Beneficial interest via JV (51%)			
Abernethy South	E51/1888	Beneficial interest via JV (90%)	Beneficial interest via JV (90%)			
Abernethy South	E51/1924	Beneficial interest via JV (90%)	Beneficial interest via JV (90%)			
East Burnakurra	E51/1936	Beneficial interest via JV (51%)	Beneficial interest via JV (51%)			
Abernethy South	E51/1963	Beneficial interest via JV (90%)	Beneficial interest via JV (90%)			
East Burnakurra	E51/1989	Beneficial interest via JV (51%)	Beneficial interest via JV (51%)			

Authorised for release to ASX by the Board of New Murchison Gold Limited.

For further information please contact:

Alex Passmore

Chief Executive Officer

E: info@newmurchgold.com.au
newmurchgold.com.au

Jane Morgan

Investor and Media Relations

E: jm@janemorganmanagement.com.au

Forward-Looking Statements

This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning NMG's planned exploration program and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "expect," "intend," "may," "potential," "should," and similar expressions are forward-looking statements. Although NMG believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that further exploration will result in the estimation of a Mineral Resource.

Competent Person Statement

Exploration Results

The details contained in this report that pertain to Exploration Results are based upon, and fairly represent, information and supporting documentation compiled by Mr Costica Vieru, a Member of the Australian Institute of Geoscientists and a full-time employee of the Company. Mr Vieru has sufficient experience which is relevant to the style(s) of mineralisation and type(s) of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (JORC Code). Mr Vieru consents to the inclusion in this report of the matters based upon the information in the form and context in which it appears.

Mineral Resources

The information contained in this report that relates to Mineral Resources is based upon, and fairly represents, information and supporting documentation compiled by Mr Craig Stokes MAusIMM. Mr Stokes is a Principal Geologist with Stokes Geoscience with over 18 years in the mining industry and a Member of the Australasian Institute of Mining and Metallurgy. The Competent Person has sufficient experience relevant to the style(s) of mineralisation and type(s) of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Stokes consents to the inclusion of information relating to the Mineral Resource Estimate as it appears.

Ore Reserves

The Competent Person for the Ore Reserve estimate is Mr Hemal Patel, a mining engineer with more than 18 years' experience in the mining industry. Mr Hemal is a Member of the AusIMM, a full-time employee of Has Holdings Pty Ltd and has sufficient open pit mining activity experience relevant to the style of mineralisation and type of deposit under consideration to qualify as a Competent Person as defined in the JORC Code. Mr Hemal consents to the inclusion of information relating to the Ore Reserve in the form and context in which it appears.

About New Murchison Gold

New Murchison Gold Limited (ASX:NMG) is a mineral exploration and gold mining company which holds a substantial package of tenements in the prolific Murchison goldfield near Meekatharra, Western Australia.

The Company is focused on the Garden Gully Gold Project which comprises a 677km² tenure package covering the Abbotts Greenstone Belt and other key regional structures. The Company operates the Crown Prince Gold Mine and has multiple gold deposits along the belt.

Gold mineralisation in the belt is controlled by major north trending structures and contact zones between felsic and mafic metamorphosed rocks.

NMG updated its Mineral Resource Estimate and Ore Reserve Estimate in December 2025. As announced 25 June 2025, the Company made a decision to develop the Crown Prince Gold Mine and completed its first blast on 30 June 2025. NMG commenced production in September 2025.

Appendix 5B

Mining exploration entity quarterly cash flow report

Name of entity

NEW MURCHISON GOLD LIMITED

ABN

74 950 465 654

Quarter ended ("current quarter")

31 December 2025

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	111,394	111,394
1.2 Payments for		
(a) exploration & evaluation	-	-
(b) development	-	-
(c) production	(35,314)	(35,314)
(d) staff costs – net of costs allocated to exploration and production costs	(337)	(337)
(e) administration and corporate costs	(321)	(321)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	53	53
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other	8	8
1.9 Net cash from / (used in) operating activities	75,483	75,483

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	(481)	(481)
(d) exploration & evaluation	(2,542)	(2,542)
(e) investments	-	-
(f) other non-current assets (Mine Properties)	(427)	(427)

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
2.2 Proceeds from the disposal of:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) investments	-	-
(e) other non-current assets	-	-
2.3 Cash flows from loans to other entities	-	-
2.4 Dividends received (see note 3)	-	-
2.5 Other	-	-
2.6 Net cash from / (used in) investing activities	(3,450)	(3,450)
3. Cash flows from financing activities		
3.1 Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2 Proceeds from issue of convertible debt securities	-	-
3.3 Proceeds from exercise of options	263	263
3.4 Transaction costs related to issues of equity securities or convertible debt securities	(26)	(26)
3.5 Proceeds from borrowings	-	-
3.6 Repayment of borrowings	-	-
3.7 Transaction costs related to loans and borrowings	-	-
3.8 Dividends paid	-	-
3.9 Other	-	-
3.10 Net cash from / (used in) financing activities	237	237
4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	19,743	19,743
4.2 Net cash from / (used in) operating activities (item 1.9 above)	75,483	75,483
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(3,450)	(3,450)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	237	237

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	92,013	92,013
5. Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts		Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	63,013	19,743
5.2	Call deposits	29,000	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	92,013	19,743
6. Payments to related parties of the entity and their associates		Current quarter \$A'000	
6.1	Aggregate amount of payments to related parties and their associates included in item 1		53
6.2	Aggregate amount of payments to related parties and their associates included in item 2		-
<p><i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i></p>			
7. Financing facilities <i>Note: the term 'facility' includes all forms of financing arrangements available to the entity.</i> <i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other - repayment	-	-
7.4	Total financing facilities	-	-
7.5	Unused financing facilities available at quarter end		-
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		
N/A			

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	75,483
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(2,542)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	72,941
8.4 Cash and cash equivalents at quarter end (item 4.6)	92,013
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	92,013
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	N/A
<p><i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i></p>	
8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
Answer: N/A	
8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
Answer: N/A	
8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?	
Answer: N/A	
<p><i>Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.</i></p>	

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 27 January 2026

Authorised by: The Board
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.