Westar Resources Limited

ABN 66 635 895 082

Annual Report - 30 June 2022

Westar Resources Limited
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Dear Shareholders,

Welcome to Westar Resources Limited's ("Westar" or the "Company") Annual Report for the year ended 30 June 2022. Since listing on the ASX in December 2020, Westar has pursued an aggressive, technical and cost-efficient exploration strategy across the portfolio of gold and base-metal projects seeing numerous exploration activities completed. The Westar team have completed all of this during the challenges of a global pandemic, COVID restrictions, numerous weather events and unprecedented constraints on supply chain and labour within our industry.

Westar continues to implement its systematic approach to lean and efficient resource exploration and progress our current projects. In addition to the Company's "succeed swift or fail fast" mantra, the Company continues to evaluate a range of new prospects and opportunities that complement or enhance our current project portfolio.

The next 12-month period is shaping up to be an exciting period for Westar. Forward looking exploration activities are focused on our large tenure package in the Gum Creek Greenstone Belt on our Gidgee North Project. Over 1.5MOz of gold has been produced from the GCGB, with peers in the belt now holding over 2mOz of gold in resources (Horizon and Gateway). We also look forward to our Farm-In JV partner Ramelius Resources Limited follow up drilling program at the Mt Finnerty project where we have already seen exceptional early-stage results. In September 20222, we advanced the prospectivity of the Opaline Well Project with heli-assisted reconnaissance and rock chip sampling, leading to the identification of an anomalous base and precious metals trend. The large EM conductor here remains to be tested and will be a company focus for the coming year.

I would like to take this opportunity to acknowledge and thank all our stakeholders, including the Traditional Owners of the land on which we operate. I would also like to extend my gratitude to the entire Westar team and our fellow shareholders for your continued support.

Regards

Simon Eley
Non-Executive Chairman

Directors	Simon Eley - Non-Executive Chairman Karl Jupp - Managing Director and Chief Executive Officer Nathan Cammerman - Non-Executive Director
Company secretary	Ben Donovan
Registered office	Level 1, 19 Ord Street West Perth WA 6005
Principal place of business	Level 1, 19 Ord Street West Perth WA 6005
Share register	Automic Level 5/191 St George's Terrace Perth WA 6000 T: 1300 288 664 W: www.automicgroup.com.au
Auditor	Nexia Brisbane Audit Pty Ltd Level 28, 10 Eagle Street Brisbane QLD 4000
Solicitors	Colin Biggers & Paisley Lawyers Level 35, 1 Eagle Street Brisbane QLD 4000
Stock exchange listing	Westar Resources Limited shares are listed on the Australian Securities Exchange (ASX code: WSR)
Website	www.westar.net.au
Contact details	PO Box 814 West Perth WA 6872 T: +61 08 6556 6000 E: admin@westar.net.au

The Directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'Group') consisting of Westar Resources Limited (referred to hereafter as the 'Company' or 'parent entity') and the entities it controlled at the end of, or during, the year ended 30 June 2022.

Directors
The following persons were Directors of Westar Resources Limited during the whole of the financial year and up to the date of this report, unless otherwise stated:

Simon Eley - Non-Executive Chairman (appointed 15 October 2020)
Karl Jupp - Managing Director (appointed 15 October 2020)
Nathan Cammerman - Non-Executive Director (appointed 30 August 2019)

Principal activities
The principal activity of the Company during the period was to explore mineral tenements in Western Australia. The Company is currently focused on gold and base metal exploration across seven projects located in Western Australia. The Company continues to pursue aggressive exploration programs across its projects to determine the potential for economic projects. During the period, the Company also acquired the Geoff Well project with drill ready targets highly prospective for VMS style mineralisation.

Dividends
There were no dividends paid, recommended or declared during the current or previous financial year.

Review of operations
The total loss for the year for the Group after providing for income tax amounted to $2,336,720 (30 June 2021: $783,515).

As at reporting date the Group has total assets of $6,562,287 (including exploration and evaluation assets of $3,880,492 and bank balance of $2,303,901).

At 30 June 2022, the Company has 79,017,398 shares on issue, 16,317,538 options on issue and 2,500,000 performance rights on issue. Capital raised during the year, totalled $2,847,275 (before costs) by way of issue of 28,113,252 shares. A further 500,000 shares were issued as part consideration for a tenement acquisition.

The Company also issued 2,500,000 performance rights and 11,317,538 options.

The Group holds 100% ownership over seven projects in Western Australia at 30 June 2022, being:

- The Sandstone Projects - Gidgee South and Gidgee North
- The Mt Magnet Projects - Winjangoo and Coolaloo
- The Pilbara Project - Opaline Well
- The Southern Cross Projects - being Mt Finnerty and Parker Dome, which are held under a farm-in/JV agreement with Ramelius Resources Ltd having the right to earn a 75% interest

The Group has successfully progressed all planned exploration activities across the Project suite during a continued challenging period in the competition for resources, supply chain constraints and the extended pandemic implications for deploying and working remotely. All Projects have been strengthened by greater geological understanding and commercial potential.

Sandstone Projects - Gidgee North & Gidgee South

The Group's Sandstone Projects are comprised of two separate projects - Gidgee South (E57/1055, M57/352 and tenements P57/1363 and P57/1368 now amalgamated into E57/1055) and Gidgee North (E53/1920,E51/2044-and Farm-in/JV E53/1832, along with E53/2227 and E51/2090 under application), covering circa 315 km^2 and located approximately 640 km northeast of Perth and 700 km north-northwest of Kalgoorlie. The Projects lie within the Gum Creek Greenstone Belt of the Youami Terrane, which forms a lensed, broadly sinusoidal belt measuring some 100km in length and 24km in width.

Gidgee North

During the year the Group concluded extensive soil sampling and geological mapping of the Gidgee North Project in preparation for advanced exploration.

Phase 1 of the Maiden RC drill program at the Gidgee North Project was completed during the year, with 18 RC Drill holes at 9 targets for 3,675 meters. The drilling successfully achieved a proof-of-concept program in testing the VMS mineralisation over multiple coincident geochemical and geophysical anomalies and identified potential analogies to the nearby "Altair" Cu-Zn prospect. Down Hole Electro Magnetic Surveys (DHEM) were concurrently completed and external geophysical consultants Newexco, have indicated the multiple on and off-hole conductors were detected. The geochemical and geophysical data is being further evaluated with consideration for a proposed phase 2 program.

The Group completed a detailed gold prospectivity and target generation analysis at Gidgee North using Westar's extensive geochemical, geophysical, spectral and mapping datasets. Multiple targets were defined and prioritised through interrogation of regolith normalised surface geochemistry and detailed structural analysis utilising reprocessed airborne magnetic and gravity geophysical data. An extensive aircore drilling program is currently being designed and scheduled as a first pass test of the gold targets.

Gidgee South

The Group's initial RC Drilling campaign of 56 holes for 4,258 metres, included several drill holes designed to test geological units and structural features that are along strike and potentially down plunge of historical workings at the Birrigrin Mining Centre (BMC). The results from this maiden RC drilling campaign were announced on the 7th October 2021. Geological logging of holes indicated frequent quartz bearing structures with minor chlorite alteration as well as noting frequent limonite-hematite alteration along the contact margins of basalts and granite/aplite dyke sThe complimenting DGPR program provided advanced results definition. A Phase 2 RC drilling program is included in the future exploration plan and will focus on the identified mineralisation at the "Tassies Prospect" and workings at the historical Birrigrin Mining Centre.

Mt Magnet Projects – Winjangoo & Coolaloo

The Mount Magnet Projects are comprised of several granted exploration licences; the Winjangoo Project (E58/536) and the Coolaloo Project (E59/2329 & E59/2509), situated in the Murchison Mineral Field and proximal to the historical mining centre of Mount Magnet which has historically produced over six million ounces of gold since the initial discovery in 1891. The Mount Magnet Projects cover approximately 302 km^2.

Winjangoo

During the year the Group successfully executed the maiden RC drilling program at their 100% owned Winjangoo Gold Project, where 38 RC drill holes were completed for 2,980 metres of drill advance across multiple high-priority targets. Drilling targets at Winjangoo are based on coincident auger geochemical anomalies, airborne magnetic and radiometric interpretations of a structurally deformed and sheared -greenstone belt and outcropping quartz veins adjacent to lithological units containing oxidised sulphides (pyrite box-works).

The Group is confident the targeting models have been validated with key indicators for a mineralised system present at the prospect scale, including gold anomalism, host-rock alteration, veining, shearing and sulphides. On a project scale, the lithologies and structures interpreted from geophysics and mapping are conducive to gold mineralisation conduits and dilatational "traps" seen in other orogenic gold systems and on-going target refinement is in progress.

Coolaloo

In line with Westar's exploration philosophy of rigorous deployment of capital, Westar completed a high-level project review with independent technical experts to qualify the prospectivity of the Coolaloo project, validate untested targets and identify any additional high potential targets. It was established that the previous exploration programs completed by Westar were methodical and effective in both target generation and testing, results to date indicate reduced perspectivity of the project and further drilling of untested targets is not justified within the Company's overall project portfolio. The Coolaloo Project and tenure was therefore surrendered in full subsequent to year end.

Pilbara Project - Opaline Well

The Opaline Well project (E 45/4997) is located in the Pilbara, approximately 190km southeast of Port Hedland and 35km west of Nullagine.

Litho-structural interpretation at the Group's Pilbara Project, Opaline Well, was completed with prospective geology identified for hosting both gold and base metals (VHMS) with the initial field reconnaissance completed during the year, with rock chip samples confirming gold anomalism at Triberton Creek and gold/base-metal potential near Opaline Well Rock chip samples include OWR019 at 508 ppm Cu, 1,080ppm Zn and 343ppm Pb.

A comprehensive airborne EM (AEM) geophysical survey was completed during the year, with approximately 370-line km flown, using NRG's Excite airborne electromagnetic system. The survey covered the entire project tenure, an area of approximately 70km2 on 200m line spacing. Data collected identified four highly prospective conductors, with Anomaly 101 regarded as the highest priority for follow-up exploration work. Group geologists are planning to mobilise to the Opaline Well project in Q3CY23 to complete a detailed a field reconnaissance, mapping and rock-chip sampling program.

Southern Cross Projects (Ramelius Resources (ASX:RMS) Farm-in/JV)

The Mt Finnerty Project, which forms part of the Southern Cross Assets (E 16/505) is located approximately 430km east-northeast of Perth and 100km northeast of Southern Cross. Located in the Archean Mara-Diemals greenstone belt, previous exploration activity has been extensive.

The Parker Dome Project (E 77/2424) is located approximately 400km east of Perth and 60km south-southeast of Southern Cross. Situated on the western margin of the north-westerly elongated Parker Dome granitoid, the project hosts several broad previously identified gold-in soil anomalies from historic auger drilling with results up to 192ppb Au. Historical RAB drilling has reported results up to 0.52 g/tAu in transported overburden and 0.38 g/t Au in ultramafics.

At Mt Finnerty, RMS successfully completed a total of 3,027m of RC drilling in 16 drill holes that targeted a 3km strike extent of the granite-greenstone contact at the Flinders and Tasman Prospects. A total of 2,442m of regional first pass aircore in 42 drill holes has tested a further 2km strike extent to the south of the Tasman Prospect.

Numerous significant intercepts were reported, demonstrating the high-grade potential of deeper, primary hosted mineralisation. The significant intercepts at the Tasman Prospect, approximately 3km south and along strike from Flinders, substantially increases the zone of significant mineralisation.

At the Parker Dome JV Project, a total of 2,320m of regional aircore drilling has been completed in 36 drill holes. Drilling tested a soil auger anomaly coincident with a northwest aeromagnetic lineament within a granitoid.

Subsequent to year end, Ramelius Resources exited the Parker Dome Project and remain committed to the Farm-in JV under existing terms, with the focus of all exploration activities now on the Mt Finnerty Project. Westar will conduct a review of the exploration potential of the Parker Dome project prior to establishing next steps for exploration.

Geoff Well Project

On 18 October 2021, it was announced that the Company had executed a Binding Agreement to earn up to 75% interest in the Geoff Well Project ("Geoff Well") from Shumwari Pty Ltd, Alan Archibald Pellegrini and Glen Alexander Brown (together the "Vendors").

Geoff Well has identified Cu-Zn mineralisation in historical drilling, along with several untested gossan targets.

Significant changes in the state of affairs

Other than for the issues of shares and rights during the financial year, there were no significant changes in the state of affairs of the Group during the financial year.

There were no other significant changes in the state of affairs of the Group during the financial year.

Matters subsequent to the end of the financial year

On 11 August 2022 375,000 Performance Rights were issued to employees.

No other matter or circumstance has arisen since 30 June 2022 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

Likely developments and expected results of operations

The Group will continue is exploration programs in accordance with business strategy. Otherwise likely developments in the operations of the Group and the expected results of operations have not been included in this report because the Directors believe it would be likely to result in unreasonable prejudice to the Group.

Environmental regulation

The Group's operations are subject to environmental regulation under the laws of the Commonwealth and Western Australia including those set by the Department of Mines, Industry Regulation and Safety.

The Director's monitor the Group's compliance with environmental regulation under law, in relation to its exploration activities. The Directors are not aware of any compliance breach arising during the period and up to the date of this report.

Information on Directors

Name:	**Simon Eley**
Title:	Non-Executive Chairman - appointed 15 October 2020
Qualifications:	B.Laws (LLB), B.Arts
Experience and expertise:	Simon has extensive experience in the identification and commercialisation of mineral resource projects and was the founding director of Egan Street Resources Ltd, having led the acquisition of the Rothsay Gold Project in 2011. Egan Street was taken over by Silver Lake Resources in early 2020 for an implied value of approximately A$79m. Simon was an Executive Director of Aragon Resources Limited (Aragon) and led the team that secured the Central Murchison Gold Project which became Aragon's core asset and eventually let to a $76m takeover by Westgold Resources Limited in 2011. Simon was also Chairman of Tierra Grande Resources Inc. (OTCBB:TGRI) until the company entered a merger with VNUE Inc. (OTCQB: VNUE).
Other current directorships:	Phosco Ltd (ASX:PHO) - appointed 11 December 2018 M3 Mining Limited (ASX:M3M)- appointed 22 September 2020
Former directorships (last 3 years):	Egan Street Resources Ltd (ASX:EGA) - resigned 22 November 2019
Interests in shares:	915,440 fully paid ordinary shares
Interests in options:	1,000,000 unlisted options exercisable at $0.25 on or before 17 December 2023 with vesting conditions 105,263 unlisted options exercisable at $0.14 on or before 26 May 2025

Name:	**Karl Jupp**
Title:	Managing Director & CEO - appointed 15 October 2020
Qualifications:	BappSc (Hons), GradDip(Bus), MAIG, MAusIMM
Experience and expertise:	A Geologist with over 20 years' technical and leadership experience in the Australian and international mineral resources sector. Karl commenced his career in mineral exploration in Western Australia working for Normandy, Great Central Mines, and Barrick, later moving into mining and leadership roles and eventually consulting. He has co-authored several technical papers and is experienced in Feasibility Studies, JORC Mineral Resource delineation and management of Ore Reserve conversion.
Other current directorships:	None
Former directorships (last 3 years):	None
Interests in shares:	3,966,452 fully paid ordinary shares
Interests in options:	3,000,000 unlisted options exercisable at $0.25 on or before 17 December 2023 with vesting conditions 35,087 unlisted options exercisable at $0.14 on or before 26 May 2025
Performance rights:	1,500,000 with vesting conditions

Name:	**Nathan Cammerman**
Title:	Non-Executive Director - appointed 30 August 2019
Qualifications:	BSC (HONS) GEOLOGY, MIWM, MBus (Intl)
Experience and expertise:	Geologist by initial training, Nathan's senior executive and board experience includes project generation, evaluation and acquisition, JV negotiation, financing, permitting and approvals, feasibility study management, offtake and government relations. Strong track record in shareholder wealth creation. Co-founded several private exploration companies which have progressed from green fields concepts to near term production propositions.
Other current directorships:	None
Former directorships (last 3 years):	None
Interests in shares:	4,610,526 fully paid ordinary shares
Interests in options:	1,000,000 unlisted options exercisable at $0.25 on or before 17 December 2023 with vesting conditions 70,175 unlisted options exercisable at $0.14 on or before 26 May 2025

'Other current directorships' quoted above are current directorships for listed entities only and excludes directorships of all other types of entities, unless otherwise stated.

'Former directorships (last 3 years)' quoted above are directorships held in the last 3 years for listed entities only and excludes directorships of all other types of entities, unless otherwise stated.

Company secretary

Ben Donovan (appointed 1 March 2021)

Mr Donovan is a member of the Governance Institute of Australia and is the principal of Argus Corporate Partners Pty Ltd which provides corporate advisory, IPO and consultancy services. Mr Donovan is currently the company secretary of several ASX listed and public unlisted companies with experience across the resources, agritech, biotech, media and technology industries.

He has extensive experience in listing rules compliance and corporate governance, having served as a Senior Adviser at the ASX in Perth for almost three years, where he managed the listing process of close to 100 companies to the ASX.

In addition, Mr Donovan has experience in the capital markets having raised capital and assisted numerous companies on achieving an initial listing on the ASX.

Meetings of Directors

The number of meetings of the Company's Board of Directors ('the Board') held during the year ended 30 June 2022, and the number of meetings attended by each Director were:

	Full Board		Audit and Risk Committee	
	Attended	Held	Attended	Held
Simon Eley	6	6	2	2
Karl Jupp	6	6	2	2
Nathan Cammerman	6	6	2	2

Held: represents the number of meetings held during the time the Director held office excluding circular resolutions.

Remuneration report (audited)

The remuneration report details the key management personnel remuneration arrangements for the Group, in accordance with the requirements of the Corporations Act 2001 and its Regulations.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including all Directors.

The remuneration report is set out under the following main headings:
- Principles used to determine the nature and amount of remuneration
- Details of remuneration
- Service agreements
- Share-based compensation
- Additional information
- Additional disclosures relating to key management personnel

Principles used to determine the nature and amount of remuneration
The objective of the Group's executive reward framework is to ensure reward for performance is competitive and appropriate for the results delivered. The framework aligns executive reward with the achievement of strategic objectives and the creation of value for shareholders, and it is considered to conform to the market best practice for the delivery of reward. The Board of Directors ('the Board') ensures that executive reward satisfies the following key criteria for good reward governance practices:
- competitiveness and reasonableness
- acceptability to shareholders
- performance linkage / alignment of executive compensation
- transparency

The reward framework is designed to align executive reward to shareholders' interests. The Board have considered that it should seek to enhance shareholders' interests by:
- having economic profit as a core component of plan design
- focusing on sustained growth in shareholder wealth, consisting of dividends and growth in share price, and delivering constant or increasing return on assets as well as focusing the executive on key non-financial drivers of value
- attracting and retaining high calibre executives

Additionally, the reward framework should seek to enhance executives' interests by:
- rewarding capability and experience
- reflecting competitive reward for contribution to growth in shareholder wealth
- providing a clear structure for earning rewards

In accordance with best practice corporate governance, the structure of non-executive Director and executive Director remuneration is separate.

Non-executive Directors remuneration
Fees and payments to non-executive Directors reflect the demands and responsibilities of their role. Non-executive Directors' fees and payments are reviewed annually by the Board. The Board may, from time to time, receive advice from independent remuneration consultants to ensure non-executive Directors' fees and payments are appropriate and in line with the market. The chairman's fees are determined independently to the fees of other non-executive Directors based on comparative roles in the external market. The chairman is not present at any discussions relating to the determination of his own remuneration.

ASX listing rules require the aggregate non-executive Directors' remuneration be determined periodically by a general meeting. The most recent determination was upon adoption of the Company's constitution (clause 14.8), where a maximum annual aggregate remuneration of $400,000 is approved.

Executive remuneration
The Group aims to reward executives based on their position and responsibility, with a level and mix of remuneration which has both fixed and variable components.

The executive remuneration and reward framework has four components:
- base pay and non-monetary benefits
- short-term performance incentives
- share-based payments
- other remuneration such as superannuation and long service leave

The combination of these comprises the executive's total remuneration.

Fixed remuneration, consisting of base salary, superannuation and non-monetary benefits, are reviewed annually by the Board based on individual and business unit performance, the overall performance of the Group and comparable market remunerations.

Executives may receive their fixed remuneration in the form of cash or other fringe benefits (for example motor vehicle benefits) where it does not create any additional costs to the Group and provides additional value to the executive.

The short-term incentives ('STI') program is designed to align the targets of the business units with the performance hurdles of executives. STI payments are granted to executives based on specific annual targets and key performance indicators ('KPI's') being achieved. KPI's include profit contribution, customer satisfaction, leadership contribution and product management.

The long-term incentives ('LTI') include long service leave and share-based payments. Shares are awarded to executives over a period of three years based on long-term incentive measures. These include increase in shareholders value relative to the entire market and the increase compared to the Group's direct competitors.

Details of remuneration

Amounts of remuneration
Details of the remuneration of key management personnel of the Group are set out in the following tables.

The key management personnel of the Group consisted of the following Directors of Westar Resources Limited:
- Simon Eley - appointed 15 October 2020
- Nathan Cammerman - appointed 15 October 2020
- Karl Jupp - appointed 30 August 2019

	Short-term benefits		Post-employment benefits	Share-based payments		
2022	Cash salary and fees $	Cash bonus $	Super-annuation $	Options issued $	Performance rights $	Total $
Non-Executive Directors:						
Simon Eley	50,000	-	5,021	19,600	-	74,621
Nathan Cammerman	35,000	-	3,515	19,600	-	58,115
Executive Directors:						
Karl Jupp *	241,747	-	22,594	58,800	57,512	380,653
	326,747	-	31,130	98,000	57,512	513,389

* Includes annual leave accrual of $16,747

	Short-term benefits		Post-employment benefits	Share-based payments	
2021	Cash salary and fees $	Cash bonus $	Super-annuation $	Options issued $	Total $
Non-Executive Directors:					
Simon Eley	25,000	-	2,375	69,421	96,796
Nathan Cammerman	17,500	-	1,662	69,421	88,583
Executive Directors:					
Karl Jupp *	201,923	-	17,812	208,264	427,999
	244,423	-	21,849	347,106	613,378

* Includes annual leave accrual of $14,423

The proportion of remuneration linked to performance and the fixed proportion are as follows:

	Fixed remuneration		Performance related	
Name	2022	2021	2022	2021
Non-Executive Directors:				
Simon Eley	74%	28%	26%	72%
Nathan Cammerman	66%	22%	34%	78%
Executive Directors:				
Karl Jupp	68%	51%	32%	49%

Service agreements
Remuneration and other terms of employment for key management personnel are formalised in service agreements. Details of these agreements are as follows:

Name:	Karl Jupp
Title:	Chief Executive Officer & Managing Director
Agreement commenced:	1 September 2020
Term of agreement:	3 years then either party may terminate with 6 months notice.
Details:	Karl has entered into an Executive Services Agreement with the Company and will be paid $225,000 per annum plus statutory superannuation and other statutory leave entitlements.

Name:	Simon Eley
Title:	Non-Executive Chairman
Details:	Simon has entered into a Letter of Engagement with the Company and will be paid a Director's fee of $50,000 per annum plus statutory superannuation.

Name:	Nathan Cammerman
Title:	Non-Executive Director
Details:	Nathan has entered into a Letter of Engagement with the Company and will be paid a Director's fee of $35,000 per annum plus statutory superannuation.

Key management personnel have no entitlement to termination payments in the event of removal for misconduct.

Share-based compensation

Issue of shares
There were no shares issued to Directors and other key management personnel as part of compensation during the year ended 30 June 2022.

Options
The Company has adopted a Director's and Employee's Equity Incentive Plan (DEEIP). The Board is responsible for administering the DEEIP in accordance with the DEEIP Rules. The DEEIP is open to certain contractors and employees (including Directors), the Board may invite Participants to apply for Shares, Performance Rights and/or Options under the DEEIP in its absolute discretion.

On successful listing on the ASX the Directors were issued with 5,000,000 options exercisable at $0.25 expiring 17 December 2023. The options were issued in two tranches (equal numbers of Tranche A and Tranche B) to each of the Directors, pursuant to the Company's DEEIP. The vesting conditions for:

(a) The Tranche A Director Options, is the Company listing on the ASX; and
(b) The Tranche B Directors Options, is the Company's Share price on the ASX trading at a 20-trading day VWAP of at least 40 cents,

during the exercise period.

The terms and conditions of each grant of options over ordinary shares affecting remuneration of Directors in this financial year or future reporting years are as follows:

Name	Number of options granted	Grant date	Vesting date	Expiry date	Exercise price	Fair value per option at grant date
Simon Eley	500,000	17 Dec 2020	*	17 Dec 2023	$0.2500	$0.1176
Nathan Cammerman	500,000	17 Dec 2020	*	17 Dec 2023	$0.2500	$0.1176
Karl Jupp	1,500,000	17 Dec 2020	*	17 Dec 2023	$0.2500	$0.1176

* Vesting date is based on the Company's VWAP

Options granted carry no dividend or voting rights.

The number of options over ordinary shares granted to and vested by Directors and other key management personnel as part of compensation during the year ended 30 June 2022 are set out below:

Name	Number of options granted during the year 2022	Number of options granted during the year 2021	Number of options vested during the year 2022	Number of options vested during the year 2021
Simon Eley	-	1,000,000	-	500,000
Nathan Cammerman	-	1,000,000	-	500,000
Karl Jupp	-	3,000,000	-	1,500,000

Performance rights

The terms and conditions of each grant of performance rights over ordinary shares affecting remuneration of Directors and other key management personnel in this financial year or future reporting years are as follows:

Name	Number of rights granted	Valuation date	Vesting Condition	Fair value per right at grant date
Karl Jupp	500,000	25/10/2021	The Company entering into a formal join venture agreement in respect of a project owned by the Company and where the joint venture partner, as a minimum, has spent $2m to earn an interest in such Company project.	$0.1650
Karl Jupp	500,000	25/10/2021	Discovery of a JORC compliant of a minimum 250,000 ounces of Au (or Au equivalent) on any of the Company's projects or the addition of 250,000 ounces of Au (or Au equivalent) on any project that the Company acquires that is acquired with a JORC compliant resource.	$0.1650
Karl Jupp	166,666	25/10/2021	10% share price appreciation per annum (year on year for FY 2022 and FY 2023).	$0.0986
Karl Jupp	166,666	25/10/2021	10% to 20% share price appreciation per annum (year on year for FY 2022 and FY 2023).	$0.0986
Karl Jupp	166,666	25/10/2021	>20% share price appreciation per annum (year on year for FY 2022 and FY 2023).	$0.0986

Performance rights granted carry no dividend or voting rights.

The number of performance rights over ordinary shares granted to and vested by Directors and other key management personnel as part of compensation during the year ended 30 June 2022 are set out below:

Name	Number of rights granted during the year 2022	Number of rights granted during the year 2021	Number of rights vested during the year 2022	Number of rights vested during the year 2021
Karl Jupp	1,500,000	-	-	-

Additional information

It is not possible at this time to evaluate the Company's financial performance using generally accepted measures such as profitability and total shareholder return as the Company is an exploration company with no signification revenue stream. This assessment will be developed if and when the Company moves from explorer to producer.

The earnings of the Group for the three years to 30 June 2022 are summarised below:

	2022 $	2021 $	2020 $
Total loss for the year after income tax	(2,336,720)	(783,515)	(237,561)

The factors that are considered to affect total shareholders return ('TSR') are summarised below:

	2022	2021	2020
Share price at financial year end ($)	0.06	0.19	-
Basic earnings per share (cents per share)	(4.03)	(2.08)	(1.97)

Additional disclosures relating to key management personnel

Shareholding
The number of shares in the Company held during the financial year by each Director and other members of key management personnel of the Group, including their personally related parties, is set out below:

	Balance at the start of the year	Received as part of remuneration	Additions	Disposals/ Other	Balance at the end of the year
Ordinary shares					
Simon Eley	599,651	-	315,789	-	915,440
Karl Jupp	3,861,189	-	105,263	-	3,966,452
Nathan Cammerman	3,898,602	-	711,924	-	4,610,526
	8,359,442	-	1,132,976	-	9,492,418

Option holding
The number of options over ordinary shares in the Company held during the financial year by each Director and other members of key management personnel of the Group, including their personally related parties, is set out below:

	Balance at the start of the year	Additions*	Exercised	Expired/ forfeited/ other	Balance at the end of the year
Options over ordinary shares					
Simon Eley	1,000,000	105,263	-	-	1,105,263
Karl Jupp	3,000,000	35,087	-	-	3,035,087
Nathan Cammerman	1,000,000	70,175	-	-	1,070,175
	5,000,000	210,525	-	-	5,210,525

* Free attaching options from the capital raising on the basis of 1 option for every 3 shares.

	Vested and exercisable	Unvested and unexercisable	Balance at the end of the year
Options over ordinary shares			
Simon Eley	605,263	500,000	1,105,263
Karl Jupp	1,535,087	1,500,000	3,035,087
Nathan Cammerman	570,175	500,000	1,070,175
	2,710,525	2,500,000	5,210,525

Performance rights holding
The number of performance rights over ordinary shares in the Company held during the financial year by each Director and other members of key management personnel of the Group, including their personally related parties, is set out below:

	Balance at the start of the year	Granted	Vested	Expired/ forfeited/ other	Balance at the end of the year
Performance rights over ordinary shares					
Simon Eley	-	-	-	-	-
Karl Jupp	-	1,500,000	-	-	1,500,000
Nathan Cammerman	-	-	-	-	-
	-	1,500,000	-	-	1,500,000

This concludes the remuneration report, which has been audited.

Shares under option
Unissued ordinary shares of Westar Resources Limited under option at the date of this report are as follows:

Issue/Grant date	Expiry date	Exercise price	Number under option
17 December 2020	17 December 2023	$0.2500	5,000,000
26 May 2022	26 May 2025	$0.1400	11,317,538
			16,317,538

No person entitled to exercise the options had or has any right by virtue of the option to participate in any share issue of the Company or of any other body corporate.

Shares under performance rights
Unissued ordinary shares of Westar Resources Limited under performance rights at the date of this report are as follows:

Grant date	Number under rights
06/12/2021	1,500,000
04/02/2022	1,000,000
11/08/2022	375,000
	2,875,000

No person entitled to exercise the performance rights had or has any right by virtue of the performance right to participate in any share issue of the Company or of any other body corporate.

Shares issued on the exercise of options
There were no ordinary shares of Westar Resources Limited issued on the exercise of options during the year ended 30 June 2022 and up to the date of this report.

Shares issued on the exercise of performance rights
There were no ordinary shares of Westar Resources Limited issued on the exercise of performance rights during the year ended 30 June 2022 and up to the date of this report.

Indemnity and insurance of officers
The Company has indemnified the Directors and executives of the Company for costs incurred, in their capacity as a Director or executive, for which they may be held personally liable, except where there is a lack of good faith.

During the financial year, the Company paid a premium in respect of a contract to insure the Directors and executives of the Company against a liability to the extent permitted by the Corporations Act 2001. The contract of insurance prohibits disclosure of the nature of the liability and the amount of the premium.

Indemnity and insurance of auditor
The Company has not, during or since the end of the financial year, indemnified or agreed to indemnify the auditor of the Company or any related entity against a liability incurred by the auditor.

During the financial year, the Company has not paid a premium in respect of a contract to insure the auditor of the Company or any related entity.

Proceedings on behalf of the Company
No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the Company, or to intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or part of those proceedings.

The Company was not a party to any such proceedings during year.

Non-audit services
There were no non-audit services provided during the financial year by the auditor.

Details of the amounts paid or payable to the auditor for services provided during the financial year by the auditor are outlined in note 19 to the financial statements.

Auditor's independence declaration
A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this Directors' report.

Auditor
Nexia Brisbane Audit Pty Ltd continues in office in accordance with section 327 of the Corporations Act 2001.

This report is made in accordance with a resolution of Directors, pursuant to section 298(2)(a) of the Corporations Act 2001.

On behalf of the Directors

Karl Jupp
Managing Director

30 September 2022

Auditor's Independence Declaration under section 307C of the *Corporations Act 2001*

To the Directors of Westar Resources Limited

As lead auditor for the audit of the financial statements of Westar Resources Limited for the financial year ended 30 June 2022, I declare that to the best of my knowledge and belief, there have been no contraventions of:

(i) the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and

(ii) any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Westar Resources Limited and the entities it controlled during the year.

Nexia Brisbane Audit Pty Ltd

Nexia Brisbane Audit Pty Ltd

Nigel Bamford

Nigel Bamford
Director

Date: 30 September 2022

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Westar Resources Limited
Consolidated statement of profit or loss and other comprehensive income
For the year ended 30 June 2022

	Note	2022 $	2021 $
Revenue			
Other income	5	336	2
Expenses			
Employee benefits expenses		(485,152)	(288,743)
Depreciation		(22,012)	(4,584)
Exploration expenditure		(435,077)	(73,602)
Share-based payments	28	(266,443)	(52,356)
Impairment exploration and evaluation		(586,083)	-
Consulting and professional services		(236,914)	(152,337)
Statutory and compliance		(53,848)	(49,851)
Corporate and administration		(249,557)	(161,035)
Finance expenses		(1,970)	(1,009)
Total loss for the year before income tax expense		(2,336,720)	(783,515)
Income tax expense	6	-	-
Total loss for the year after income tax expense for the year		(2,336,720)	(783,515)
Other comprehensive income for the year, net of income tax		-	-
Total comprehensive loss for the year		(2,336,720)	(783,515)
		Cents	**Cents**
Earnings per share for loss			
Basic loss per share	27	(4.03)	(2.08)
Diluted loss per share	27	(4.03)	(2.08)

The above consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Westar Resources Limited
Consolidated statement of financial position
As at 30 June 2022

	Note	2022 $	2021 $
Assets			
Current assets			
Cash and cash equivalents	7	2,303,901	3,078,591
Other receivables	8	98,792	93,668
Other assets	9	48,850	60,112
Total current assets		2,451,543	3,232,371
Non-current assets			
Plant and equipment	10	230,252	57,871
Exploration and evaluation	11	3,294,409	2,221,069
Total non-current assets		3,524,661	2,278,940
Total assets		5,976,204	5,511,311
Liabilities			
Current liabilities			
Trade and other payables	12	190,460	412,788
Provisions	13	58,819	27,377
Total current liabilities		249,279	440,165
Total liabilities		249,279	440,165
Net assets		5,726,925	5,071,146
Equity			
Issued capital	14	8,406,572	5,745,116
Reserves	15	678,149	347,106
Accumulated losses		(3,357,796)	(1,021,076)
Total equity		5,726,925	5,071,146

The above consolidated statement of financial position should be read in conjunction with the accompanying notes

Westar Resources Limited
Consolidated statement of changes in equity
For the year ended 30 June 2022

	Issued capital $	Reserves $	Accumulated losses $	Total equity $
Balance at 1 July 2020	808,535	-	(237,561)	570,974
Total loss for the year after income tax expense for the year	-	-	(783,515)	(783,515)
Other comprehensive income for the year, net of income tax	-	-	-	-
Total comprehensive loss for the year	-	-	(783,515)	(783,515)
Transactions with owners in their capacity as owners:				
Share-based payments (note 28)	-	347,106	-	347,106
Contributions of equity (note 14)	5,750,300	-	-	5,750,300
Capital raising costs (note 14)	(813,719)	-	-	(813,719)
Balance at 30 June 2021	5,745,116	347,106	(1,021,076)	5,071,146

	Issued capital $	Reserves $	Accumulated losses $	Total equity $
Balance at 1 July 2021	5,745,116	347,106	(1,021,076)	5,071,146
Total loss for the year after income tax expense for the year	-	-	(2,336,720)	(2,336,720)
Other comprehensive income for the year, net of income tax	-	-	-	-
Total comprehensive loss for the year	-	-	(2,336,720)	(2,336,720)
Transactions with owners in their capacity as owners:				
Share-based payments (note 28)	90,000	331,043	-	421,043
Contributions of equity (note 14)	2,847,275	-	-	2,847,275
Capital raising costs (note 14)	(275,819)	-	-	(275,819)
Balance at 30 June 2022	8,406,572	678,149	(3,357,796)	5,726,925

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes

Westar Resources Limited
Consolidated statement of cash flows
For the year ended 30 June 2022

	Note	2022 $	2021 $
Cash flows from operating activities			
Payments to suppliers and employees		(1,554,960)	(423,293)
Interest paid		(1,970)	(1,009)
Net cash used in operating activities	26	(1,556,930)	(424,302)
Cash flows from investing activities			
Purchase of plant and equipment	10	(194,393)	(62,455)
Payments for exploration and evaluation	11	(1,659,423)	(1,668,186)
Net cash used in investing activities		(1,853,816)	(1,730,641)
Cash flows from financing activities			
Proceeds from issue of shares	14	2,847,275	5,750,300
Share issue transaction costs		(211,219)	(518,969)
Repayment of shareholder loans	22	-	(15,000)
Net cash from financing activities		2,636,056	5,216,331
Net (decrease)/increase in cash and cash equivalents		(774,690)	3,061,388
Cash and cash equivalents at beginning of year		3,078,591	17,203
Cash and cash equivalents at end of year	7	2,303,901	3,078,591

The above consolidated statement of cash flows should be read in conjunction with the accompanying notes

Note 1. General information

The financial statements cover Westar Resources Limted and its controlled entities ('the Group'). Westar Resources Limted is a for-profit Company limited by shares, incorporated and domiciled in Australia.

The financial statements are presented in Australian dollars, which is Westar Resources Limited's functional and presentation currency.

Each of the entities within the Group prepare their financial statements based on the currency of the primary economic environment in which the entity operates (functional currency). The consolidated financial statements are presented in Australian dollars which is the parent entity's functional and presentation currency.

Westar Resources Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Level 1, 19 Ord Street
West Perth WA 6005

A description of the nature of the Group's operations and its principal activities are included in the Directors' report, which is not part of the financial statements.

Parent entity information
In accordance with the Corporations Act 2001, these financial statements present the results of the Group only. Supplementary information about the parent entity is disclosed in note 23.

The financial statements were authorised for issue, in accordance with a resolution of Directors, on 30 September 2022. The Directors have the power to amend and reissue the financial statements.

Note 2. Significant accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted
The Group has adopted all standards which became effective for the first time at 30 June 2022, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Group.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Going concern
The financial statements have been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the normal course of business.

As disclosed in the financial statements, the Group achieved a net loss of $2,336,720 (2021: net loss $783,515) and net operating cash outflows of $1,556,930 (2021: outflow $424,302). As at 30 June 2022, the Group had a cash and cash equivalents balance, of $2,303,901 (2021: $3,078,591).

The ability of the Group to maintain continuity of normal business activities and to pay its debts as and when they fall due is dependent on its ability to successfully raise additional capital and/or successful exploration and subsequent exploitation of areas of interest through sale or development. These circumstances give rise to the existence of a material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern.

The directors believe that the going concern basis of preparation is appropriate due to the following reasons:
- there is sufficient cash available at balance date for the Group to continue operating; and
- the Group do not consider there are any valid reasons as to why future capital funding will not be available and remain confident that sufficient funding will be obtained when required.

Note 2. Significant accounting policies (continued)

Should the Group be unable to continue as a going concern, it may be required to realise its assets and extinguish its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial report. This financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or the amounts or classification of liabilities and appropriate disclosures that may be necessary should the Group be unable to continue as a going concern.

Basis of preparation
These general purpose consolidated financial statements have been prepared in accordance with the Corporations Act 2001, Australian Accounting Standards and Interpretations of the Australian Accounting Standards Board and in compliance with International Financial Reporting Standards as issued by the International Accounting Standards Board. The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

Historical cost convention
The financial statements have been prepared under the historical cost convention, except for, where applicable, the revaluation of financial assets and liabilities at fair value through profit or loss, financial assets at fair value through other comprehensive income, investment properties, certain classes of property, plant and equipment and derivative financial instruments.

Critical accounting estimates
The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 3.

Principles of consolidation
The consolidated financial statements include the financial position and performance of controlled entities from the date on which control is obtained until the date that control is lost.

Intragroup assets, liabilities, equity, income, expenses and cashflows relating to transactions between entities in the consolidated entity have been eliminated in full for the purpose of these financial statements.

Appropriate adjustments have been made to a controlled entity’s financial position, performance and cash flows where the accounting policies used by that entity were different from those adopted by the consolidated entity. All controlled entities have a June financial year end.

A list of controlled entities is contained in note 24 to the financial statements.

Subsidiaries

Subsidiaries are all entities (including structured entities) over which the parent has control. Control is established when the parent is exposed to, or has rights to variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity.

Revenue recognition
The Group recognises revenue as follows:

Interest
Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Note 2. Significant accounting policies (continued)

Other revenue
Other revenue is recognised when it is received or when the right to receive payment is established.

Income tax
The income tax expense for the year comprises current income tax expense and deferred tax expense. Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at reporting date. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses.

Current and deferred income tax expense (income) is charged or credited directly to equity instead of the profit or loss when the tax relates to items that are credited or charged directly to equity.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates enacted or substantively enacted at reporting date. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

The Company and its wholly owned Australian subsidiaries have formed an income tax consolidated group under the tax consolidation legislation. Each entity in the group recognises its own current and deferred tax assets and liabilities. Current tax liabilities (assets) and deferred tax assets arising from unused tax losses and tax credits in the subsidiaries are immediately transferred to the head entity. The tax consolidated group has entered into a tax funding arrangement whereby each company in the group contributes to the income tax payable by the group in proportion to their contribution to the group's taxable income.

Current and non-current classification
Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the Group's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the Group's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Deferred tax assets and liabilities are always classified as non-current.

Cash and cash equivalents
Cash and cash equivalents include cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Trade and other receivables
Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

Note 2. Significant accounting policies (continued)

Plant and equipment
Plant and equipment are stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Motor Vehicles	3-5 years
Plant and equipment	3-7 years

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of plant and equipment is derecognised upon disposal or when there is no future economic benefit to the Group. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

Exploration and evaluation assets
Exploration, evaluation and development expenditure incurred is accumulated in respect of each identifiable area of interest. These costs are only carried forward to the extent that they are expected to be recouped through successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves. As the asset is not available for use it is not depreciated or amortised.

Accumulated costs in relation to an abandoned area are written off in full against profit or loss in the period in which the decision to abandon that area is made.

When production commences, the accumulated costs for the relevant area of interest are amortised over the life of the area according to the rate of depletion of the economically recoverable reserves.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

Impairment of non-financial assets
Non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

Trade and other payables
These amounts represent liabilities for goods and services provided to the Group prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Employee benefits

Provision is made for the Group's liability for employee benefits, those benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Share-based payments
Equity-settled and cash-settled share-based compensation benefits are provided to employees.

Note 2. Significant accounting policies (continued)

Equity-settled transactions are awards of shares, or options over shares, that are provided to employees in exchange for the rendering of services. Cash-settled transactions are awards of cash for the exchange of services, where the amount of cash is determined by reference to the share price.

The cost of equity-settled transactions are measured at fair value on grant date. Fair value is independently determined using either the Binomial or Black-Scholes option pricing model that takes into account the exercise price, the term of the option, the impact of dilution, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk free interest rate for the term of the option, together with non-vesting conditions that do not determine whether the Group receives the services that entitle the employees to receive payment. No account is taken of any other vesting conditions.

The cost of equity-settled transactions are recognised as an expense with a corresponding increase in equity over the vesting period.
The cumulative charge to profit or loss is calculated based on the grant date fair value of the award, the best estimate of the number of awards that are likely to vest and the expired portion of the vesting period. The amount recognised in profit or loss for the period is the cumulative amount calculated at each reporting date less amounts already recognised in previous periods.

The cost of cash-settled transactions is initially, and at each reporting date until vested, determined by applying either the Binomial or Black-Scholes option pricing model, taking into consideration the terms and conditions on which the award was granted. The cumulative charge to profit or loss until settlement of the liability is calculated as follows:
- during the vesting period, the liability at each reporting date is the fair value of the award at that date multiplied by the expired portion of the vesting period.
- from the end of the vesting period until settlement of the award, the liability is the full fair value of the liability at the reporting date.

All changes in the liability are recognised in profit or loss. The ultimate cost of cash-settled transactions is the cash paid to settle the liability.

Market conditions are taken into consideration in determining fair value. Therefore, any awards subject to market conditions are considered to vest irrespective of whether or not that market condition has been met, provided all other conditions are satisfied.

If equity-settled awards are modified, as a minimum an expense is recognised as if the modification has not been made. An additional expense is recognised, over the remaining vesting period, for any modification that increases the total fair value of the share-based compensation benefit as at the date of modification.

If the non-vesting condition is within the control of the Group or employee, the failure to satisfy the condition is treated as a cancellation. If the condition is not within the control of the Group or employee and is not satisfied during the vesting period, any remaining expense for the award is recognised over the remaining vesting period, unless the award is forfeited.

If equity-settled awards are cancelled, it is treated as if it has vested on the date of cancellation, and any remaining expense is recognised immediately. If a new replacement award is substituted for the cancelled award, the cancelled and new award is treated as if they were a modification.

Fair value measurement
When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market.

Note 2. Significant accounting policies (continued)

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

Issued capital
Ordinary shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

Earnings per share

Basic earnings per share
Basic earnings per share is calculated by dividing the profit attributable to the owners of Westar Resources Limited, excluding any costs of servicing equity other than ordinary shares, by the weighted average number of ordinary shares outstanding during the financial year, adjusted for bonus elements in ordinary shares issued during the financial year.

Diluted earnings per share
Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential ordinary shares.

Goods and Services Tax ('GST') and other similar taxes
Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

Note 3. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Note 3. Critical accounting judgements, estimates and assumptions (continued)

Share-based payment transactions
The Group measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by using either the Binomial or Black-Scholes model taking into account the terms and conditions upon which the instruments were granted. The accounting estimates and assumptions relating to equity-settled share-based payments would have no impact on the carrying amounts of assets and liabilities within the next annual reporting period but may impact profit or loss and equity.

Exploration and evaluation costs
Exploration and evaluation costs have been capitalised on the basis that the Group will continue the exploration work. Key judgements are applied in considering costs to be capitalised which includes determining expenditures directly related to these activities and allocating overheads between those that are expensed and capitalised. In addition, costs are only capitalised that are expected to be recovered either through successful development or sale of the relevant mining interest. Factors that could impact the future commercial production include the level of reserves and resources, future technology changes, which could impact the cost of mining, future legal changes and changes in commodity prices. To the extent that capitalised costs are determined not to be recoverable in the future, they will be written off in the period in which this determination is made.

Note 4. Operating segments

Identification of reportable operating segments
The Group operates in 1 operating segment: mineral exploration activities in Western Australia. These operating segments are based on the internal reports that are reviewed and used by the Board of Directors (who are identified as the Chief Operating Decision Makers ('CODM')) in assessing performance and in determining the allocation of resources).

Note 5. Other income

	2022 $	2021 $
Interest income	336	2

Note 6. Income tax

	2022 $	2021 $
Numerical reconciliation of income tax expense and tax at the statutory rate		
Total loss for the year before income tax expense	(2,336,720)	(783,515)
Tax at the statutory tax rate of 30% (2021: 26%)	(701,016)	(203,714)
Tax effect amounts which are not deductible/(taxable) in calculating taxable income:		
Amounts not allowable for tax	-	14,440
	(701,016)	(189,274)
Tax losses and temporary differences not brought to account	701,016	189,274
Income tax expense	-	-

Note 6. Income tax (continued)

	2022 $	2021 $
Deferred tax assets not recognised		
Deferred tax assets not recognised comprises temporary differences attributable to:		
Tax losses	1,961,322	247,315
Total deferred tax assets not recognised	1,961,322	247,315

The above potential tax benefit, has not been recognised in the statement of financial position as the recovery of this benefit is uncertain.

The Group has unconfirmed carry forward losses of approximately $1.1 million. The availability of losses to be utilised in the future is dependent on compliance with tax legislation.

Note 7. Cash and cash equivalents

	2022 $	2021 $
Current		
Cash at bank	2,303,901	3,078,591

Reconciliation to cash and cash equivalents at the end of the financial year

The above figures are reconciled to cash and cash equivalents at the end of the financial year as shown in the statement of cash flows as follows:		
Balances as above	2,303,901	3,078,591
Balance as per statement of cash flows	2,303,901	3,078,591

Note 8. Other receivables

	2022 $	2021 $
Current		
GST receivables	98,792	93,668

The carrying value of other receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

Note 9. Other assets

	2022 $	2021 $
Current		
Prepayments	8,850	112
Security deposits	30,000	50,000
Other deposits	10,000	10,000
	48,850	60,112

Note 10. Plant and equipment

	2022 $	2021 $
Non-current		
Plant and equipment - at cost	208,314	13,921
Less: Accumulated depreciation	(13,911)	(1,605)
Total plant and equipment	194,403	12,316
Motor vehicles - at cost	48,534	48,534
Less: Accumulated depreciation	(12,685)	(2,979)
Total motor vehicles	35,849	45,555
Total plant and equipment	230,252	57,871

Reconciliations
Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

	Plant and equipment $	Motor Vehicles $	Total $
Balance at 1 July 2020	-	-	-
Additions	13,921	48,534	62,455
Depreciation expense	(1,605)	(2,979)	(4,584)
Balance at 30 June 2021	12,316	45,555	57,871
Additions	194,393	-	194,393
Depreciation expense	(12,306)	(9,706)	(22,012)
Balance at 30 June 2022	194,403	35,849	230,252

Note 11. Exploration and evaluation

	2022 $	2021 $
Non-current		
Exploration and evaluation assets (exploration phase)	3,294,409	2,221,069

Note 11. Exploration and evaluation (continued)

Reconciliations
Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

	$
Balance at 1 July 2020	552,883
Tenements acquired	90,190
Expenditure during the year	1,577,996
Balance at 30 June 2021	2,221,069
Expenditure during the year	1,659,423
Impairment of exploration (i)	(586,083)
Balance at 30 June 2022	3,294,409

The recoverability of the carrying amount of exploration and evaluation assets is dependent on the successful exploration and development of project, or alternatively, through the sale of the areas of interest.

(i) E59/2509 (Murrawalla) was surrendered on 1 February 2022 and an amount of $23,714 capitalised was impaired, tenement E59/2329 (Coolaloo) was surrendered on 5 September 2022 and an amount of $562,369 capitalised was impaired.

All tenements are 100% owned by the Group. Included in the carrying amount of exploration and evaluation assets is $268,724 (2021: $267,693) relating to tenements subject to farm-out arrangements, whereby the Group will retain a 25% interest in the tenements.

Commitments in respect of tenements are set out in note 21.

Note 12. Trade and other payables

	2022 **$**	**2021** **$**
Current		
Trade payables	10,236	313,256
Other payables	180,224	99,532
	190,460	412,788

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balance.

Note 13. Provisions

	2022 **$**	**2021** **$**
Current		
Provision of annual leave	58,819	27,377

Note 14. Issued capital

	2022 Shares	2021 Shares	2022 $	2021 $
Ordinary shares - fully paid	79,017,398	50,404,146	8,406,572	5,745,116

Movements in ordinary share capital

Details	Date	Shares		$
Balance	1 July 2020	54,655,714		808,535
Seed Capital Offer	19 September 2020	15,000,000	$0.0500	750,000
Shares issued pursuant to advisory agreement	19 September 2020	3,000,000	$0.0001	300
Share consolidation on 1:2.86 basis	23 October 2020	(47,251,568)	$0.0000	-
Shares issued at IPO	12 December 2020	25,000,000	$0.2000	5,000,000
Less: Transactions costs arising on share issues		-	$0.0000	(813,719)
Balance	30 June 2021	50,404,146		5,745,116
Capital raising	18 November 2021	7,060,621	$0.1200	847,275
Shares issued for exploration acquisition	17 November 2021	500,000	$0.1800	90,000
Capital raising	6 April 2022	5,665,416	$0.0950	538,215
Capital raising	26 May 2022	15,387,215	$0.0950	1,461,785
Less: Transactions costs arising on share issues		-	$0.0000	(275,819)
Balance	30 June 2022	79,017,398		8,406,572

Ordinary shares
Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the Company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the Company does not have a limited amount of authorised capital.

On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

Capital risk management
The Group's objectives when managing capital is to safeguard its ability to continue as a going concern, so that it can provide returns for shareholders and benefits for other stakeholders and to maintain an optimum capital structure to reduce the cost of capital.

Capital is regarded as total equity, as recognised in the statement of financial position, plus net debt. Net debt is calculated as total borrowings less cash and cash equivalents.

In the current year the Company has raised capital and listed on ASX. There are no externally imposed capital requirements on the Company.

Note 15. Reserves

	2022 **$**	**2021** **$**
Share-based payments reserve	678,149	347,106

The reserve is used to recognise the value of equity benefits provided to employees and Directors as part of their remuneration, and other parties as part of their compensation for services.

Movements in reserves
Movements in each class of reserve during the current and previous financial year are set out below:

	Share-based payments reserve $
Balance at 1 July 2020	-
Options issued - capital raising costs	294,750
Options issued - share-based payments	52,356
Balance at 30 June 2021	347,106
Options issued - capital raising costs	64,600
Options issued - share-based payments	172,290
Performance rights - share-based payments	94,153
Balance at 30 June 2022	678,149

Note 16. Dividends

There were no dividends paid, recommended or declared during the current or previous financial year.

Note 17. Financial risk management

Financial risk management objectives
The Group is exposed to a variety of financial risks through its use of financial instruments.

The Group's overall risk management plan seeks to minimise potential adverse effects due to the unpredictability of financial markets.

The most significant financial risks to which the Group is exposed to are described below:

- Liquidity risk
- Credit risk
- Market risk - interest rate risk

Financial instruments used

The principal categories of financial instrument used by the Group are:

- Other receivables
- Cash at bank
- Trade and other payables

Note 17. Financial risk management (continued)

	2022 $	2021 $
Financial assets		
Held at amortised cost:		
Cash and cash equivalents	2,303,901	3,078,591
Other receivables	98,792	93,668
Total financial assets	2,402,693	3,172,259
Financial liabilities		
Financial liabilities measured at amortised cost:		
Trade and other payables	190,460	412,788
Total financial liabilities	190,460	412,788

Objectives, policies and processes

The Board of Directors have overall responsibility for the establishment of the Group's financial risk management framework. This includes the development of policies covering specific areas such as interest rate risk, liquidity risk and credit risk.

Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities.

Risk management is carried out by senior management under policies approved by the Board of Directors ('the Board'). These policies include identification and analysis of the risk exposure of the Group and appropriate procedures, controls and risk limits. Management identifies, evaluates and manages financial risks and reports to the Board on a monthly basis.

Market risk

Interest rate risk
The Group's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates, arises in relation to the Group's bank balances.

	2022		2021	
	Weighted average interest rate %	Balance $	Weighted average interest rate %	Balance $
Cash and cash equivalents	-	2,303,901	-	3,078,591
Net exposure to cash flow interest rate risk		2,303,901		3,078,591

Credit risk
The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets, is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the balance sheet and notes to the financial statements. Credit risk arises from exposures to deposits and receivables.

Credit risk is minimal as all deposits are with reputable entities, and amounts receivable have been collected.

Liquidity risk
Liquidity risk arises from the Group's management of working capital and the finance charges and principal repayments on its debt instruments. It is the risk that the Group will encounter difficulty in meeting its financial obligations as they fall due.

Note 17. Financial risk management (continued)

The Group manages liquidity risk by maintaining adequate cash reserves and by continuously monitoring actual and forecast cash flows and matching the maturity profiles of financial assets and liabilities.

At the reporting date, these reports indicate that the Group expected to have sufficient liquid resources to meet its obligations under all reasonably expected circumstances and will not need to draw down any of the financing facilities.

Remaining contractual maturities
The table below reflects the undiscounted contractual maturity analysis for financial liabilities. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the financial liabilities are required to be paid. The tables include both interest and principal cash flows disclosed as remaining contractual maturities and therefore these totals may differ from their carrying amount in the statement of financial position.

2022	Weighted average interest rate %	Within 1 year $	Between 1 and 5 years $	Over 5 years $	Remaining contractual maturities $
Non-derivatives					
Non-interest bearing					
Trade payables	-	10,236	-	-	10,236
Other payables	-	180,224	-	-	180,224
Total non-derivatives		190,460	-	-	190,460

2021	Weighted average interest rate %	Within 1 year $	Between 1 and 5 years $	Over 5 years $	Remaining contractual maturities $
Non-derivatives					
Non-interest bearing					
Trade payables	-	313,256	-	-	313,256
Other payables	-	99,532	-	-	99,532
Total non-derivatives		412,788	-	-	412,788

The cash flows in the maturity analysis above are not expected to occur significantly earlier than contractually disclosed above. The cash outflows are covered by cash balances at 30 June 2022 of $2,303,901 (30 June 2021: $3,078,591).

Fair value of financial instruments
Unless otherwise stated, the carrying amounts of financial instruments reflect their fair value.

Note 18. Key management personnel remuneration

Key management personnel of the Group are its directors.

Directors
The following persons were Directors of Westar Resources Limited during the financial year:

Simon Eley - Non-Executive Chairman
Nathan Cammerman - Non-Executive Director
Karl Jupp - Managing Director

Note 18. Key management personnel remuneration (continued)

Compensation
The aggregate compensation made to Directors and other members of key management personnel of the Group is set out below:

	2022 $	2021 $
Short-term employee benefits	326,747	244,423
Post-employment benefits	31,130	21,849
Share-based payments	155,512	347,106
	513,389	613,378

Note 19. Auditors' remuneration

During the financial year the following fees were paid or payable for services provided by Nexia Brisbane Audit Pty Ltd, the auditor of the Company:

	2022 $	2021 $
Audit services - Nexia Brisbane Audit Pty Ltd		
Auditing or reviewing of the financial statements	23,500	28,350
Other services - Nexia Brisbane Audit Pty Ltd		
Investigating Accountants Report	-	27,500
	23,500	55,850

Note 20. Contingencies

In the opinion of the Directors, the Group did not have any contingencies at 30 June 2022 (2021: Nil).

Note 21. Contracted commitments

	2022 $	2021 $
Capital commitments		
Committed at the reporting date but not recognised as liabilities, payable:		
Exploration and evaluation	598,400	642,800
Committed at the reporting date but not recognised as liabilities, payable:		
Within one year	351,400	311,400
One to five years	235,600	308,600
More than five years	11,400	22,800
	598,400	642,800

The Group must meet minimum expenditure commitments in relation to granted exploration tenements to maintain those tenements in good standing. If the relevant mineral tenement is relinquished the expenditure commitment also ceases.

As set out in note 11, certain tenements are subject to farm-out arrangements under which commitment expenditure (included above) is the responsibility of the counter-party.

Note 22. Related party transactions

The Group's main related parties are as follows:

Parent entity
Westar Resources Limited is the parent entity.

Subsidiaries
Interests in subsidiaries are set out in note 24.

Key management personnel
Disclosures relating to key management personnel are set out in note 18 and the remuneration report included in the Directors' report.

Other related parties
Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

Transactions with related parties
The following transactions occurred with related parties:

	2022 $	2021 $
Payment for goods and services:		
Payment for vehicle hire from Georesphere (director-related entity of Karl Jupp)	3,232	3,299

Loans to/from related parties
There were no loans to or from related parties at the current and previous reporting date.

	2022 $	2021 $
Opening balance	-	15,000
Loans repaid in the period	-	(15,000)
Closing balance	-	-

Terms and conditions
All related party transactions were made on normal commercial terms and conditions and at market rates.

Note 23. Parent entity information

The following information has been extracted from the books and records of the parent, Westar Resources Limited and has been prepared in accordance with Accounting Standards.

Set out below is the supplementary information about the parent entity.

Statement of profit or loss and other comprehensive income

	2022 $	2021 $
Total loss for the year after income tax	(3,409,888)	(783,515)
Total comprehensive loss	(3,409,888)	(783,515)

Note 23. Parent entity information (continued)

Statement of financial position

	2022 **$**	**2021** **$**
Total current assets	2,451,543	3,232,198
Total non-current assets	2,451,493	2,279,113
Total assets	4,903,036	5,511,311
Total current liabilities	249,279	440,165
Total liabilities	249,279	440,165
Net assets	4,653,757	5,071,146
Equity		
Issued capital	8,406,572	5,745,116
Share-based payments reserve	678,149	347,106
Accumulated losses	(4,430,964)	(1,021,076)
Total equity	4,653,757	5,071,146

Guarantees entered into by the parent entity in relation to the debts of its subsidiaries
The parent entity had no guarantees in relation to the debts of its subsidiaries as at 30 June 2022 (30 June 2021: Nil)

Contingent liabilities
The parent entity had no contingent liabilities as at 30 June 2022 (30 June 2021: Nil).

Investments in subsidiaries
Investments in subsidiaries are accounted for at cost in the financial statements of the parent entity.

Tax consolidation legislation
Westar Resources Limited and its wholly owned Australian subsidiaries have formed an income tax consolidated group.

Each entity in the tax consolidated group accounts for their own current and deferred tax amounts. These tax amounts are measured using the 'stand-alone taxpayer' approach to allocation.

Current tax liabilities (assets) and deferred tax assets arising from unused tax losses and tax credits in the subsidiaries are immediately transferred to the parent entity.

The tax consolidated group has entered into a tax funding agreement whereby each entity within the group contributes to the income tax payable by the Group in proportion to their contribution to the Group's taxable income. Differences between the amounts of net tax assets and liabilities derecognised and the net amounts recognised pursuant to the funding agreement are recognised as either a contribution by, or distribution to the head entity.

Significant accounting policies
The accounting policies of the parent entity are consistent with those of the Group, as disclosed in note 2, except for the following:

- Investments in subsidiaries are accounted for at cost, less any impairment, in the parent entity.

Note 24. Interests in subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note 2:

		Ownership interest	
Name	**Principal place of business / Country of incorporation**	**2022 %**	**2021 %**
Rouge Resources Pty Ltd	Australia	100%	100%
Imperator Resources Pty Ltd	Australia	100%	100%

There are no significant restrictions over the Group's ability to use assets and settle liabilities of the Group.

Loans to subsidiaries

	2022 $	2021 $
Imperator Resources Pty Ltd		
Opening balance	1,082,751	2,335
Loans advanced	1,587,254	1,080,416
Closing balance	2,670,005	1,082,751
Rouge Resources Pty Ltd		
Opening balance	1,289,016	157,495
Loans advanced	592,810	1,131,521
Closing balance	1,881,826	1,289,016
	4,551,831	2,371,767

Loans to subsidiaries are advanced on an unsecured interest free basis and are repayable on demand.

Note 25. Events after the reporting period

On 11 August 2022 375,000 Performance Rights were issued to employees.

No other matter or circumstance has arisen since 30 June 2022 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

Note 26. Cash flow information

Reconciliation of total loss for the year after income tax to net cash used in operating activities

	2022 $	2021 $
Total loss for the year after income tax expense for the year	(2,336,720)	(783,515)
Adjustments for:		
Depreciation and amortisation	22,012	4,584
Impairment of exploration	586,083	-
Share-based payments	356,443	52,356
Changes in working capital		
Increase in other receivables	(5,124)	(70,021)
Decrease/(increase) in other assets	11,262	(58,042)
(Decrease)/increase in trade and other payables	(222,328)	402,959
Increase in provisions	31,442	27,377
Net cash used in operating activities	(1,556,930)	(424,302)

Note 27. Earnings per share

	2022 $	2021 $
Total loss for the year after income tax	(2,336,720)	(783,515)

	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share	57,918,681	37,706,040
Weighted average number of ordinary shares used in calculating diluted earnings per share	57,918,681	37,706,040

	Cents	Cents
Basic loss per share	(4.03)	(2.08)
Diluted loss per share	(4.03)	(2.08)

Note 28. Share-based payments

Ordinary shares

On 18 October 2021, the Company announced that is had executed a Binding Agreement to earn up to 75% interest in the Geoff Well Project ("Geoff Well"). 500,000 fully paid ordinary shares were issued to the Vendors as part consideration. The shares were valued at $0.18 being the value at the issue date 15 October 2021, an amount of $90,000 was recognised and expensed to exploration and evaluation expenditure.

Options and Performance Rights

The Company has adopted a Director's and Employee's Equity Incentive Plan (DEEIP). The Board is responsible for administering the DEEIP in accordance with the DEEIP Rules. The DEEIP is open to certain contractors and employees (including Directors), the Board may invite Participants to apply for Shares, Performance Rights and/or Options under the DEEIP in its absolute discretion.

Note 28. Share-based payments (continued)

Set out below are summaries of options granted under the plan:

	Number of options 2022	Weighted average exercise price 2022	Number of options 2021	Weighted average exercise price 2021
Outstanding at the beginning of the financial year	5,000,000	$0.2500	-	$0.0000
Granted	4,300,000	$0.1400	8,000,000	$0.2500
Forfeited	-	$0.0000	(3,000,000)	$0.2500
Exercised	-	$0.0000	-	$0.0000
Expired	-	$0.0000	-	$0.0000
Outstanding at the end of the financial year	9,300,000	$0.1991	5,000,000	$0.2500
Exercisable at the end of the financial year	6,800,000	$0.1804	2,500,000	$0.2500

2022

Grant date	Expiry date	Exercise price	Balance at the start of the year	Granted	Exercised	Expired/ forfeited/ other	Balance at the end of the year
17/12/2020	17/12/2023	$0.2500	5,000,000	-	-	-	5,000,000
26/05/2022	26/05/2025	$0.1400	-	4,300,000	-	-	4,300,000
			5,000,000	4,300,000	-	-	9,300,000
Weighted average exercise price			$0.2500	$0.1400	$0.0000	$0.0000	$0.1991

Director Options

On successful listing on the ASX the Directors were issued with 5,000,000 options exercisable at $0.25 expiring 17 December 2023. The options were issued in two tranches (equal numbers of Tranche A and Tranche B) to each of the Directors, pursuant to the Company's DEEIP. The vesting conditions for:

(a) The Tranche A Director Options, is the Company listing on the ASX, and have fully vested; and
(b) The Tranche B Directors Options, is the Company's Share price on the ASX trading at a 20-trading day VWAP of at least 40 cents,

during the exercise period.

The options were issued to the directors as follows:

	Tranche A	Tranche B	Total
Simon Eley	500,000	500,000	1,000,000
Nathan Cammerman	500,000	500,000	1,000,000
Karl Jupp	1,500,000	1,500,000	3,000,000
	2,500,000	2,500,000	5,000,000

The Tranche B options were valued using a binomial model calculation and have been accounted for over the vesting period $98,000 (2021: $52,356) was expensed to share based payments during the period.

Note 28. Share-based payments (continued)

Advisor Options

The Company granted 4,300,000 unlisted options exercisable at $0.14 exercisable on or before 26 May 2025, after shareholder approval was received on 18 May 2022 as follows:

	Number issued
Fosters Stockbroking Pty Ltd acted as Lead Manager for the capital raising	2,000,000
Discovery Capital Partners Pty Ltd for provision of corporate and investor relations advice	2,000,000
Company Secretary as an incentive for work carried out in the Company	300,000
	4,300,000

The options were valued using a black scholes model calculation and the following has been recognised:

- $64,600 has been accounted for as capital raising costs in relation to the 2,000,000 options issued to Fosters Stockbroking Pty Ltd for the capital raising.
- $64,600 has been expensed for the 2,000,000 options issued to Discovery Capital Partners Pty Ltd.
- $9,690 has been expensed for the 300,000 options issued to the Company Secretary.

For the options granted during the current financial year, the valuation model inputs used to determine the fair value at the grant date, are as follows:

	Number issued	Volatility %	Exercise price	Expiration period	Share price at grant	Value per option
Advisor options	4,300,000	80.95%	$0.14	3 years	$0.08	$0.0323

Performance Rights

Set out below are summaries of performance rights granted under the plan:

Grant date	Balance at the start of the year	Granted	Exercised	Expired/ forfeited/ other	Balance at the end of the year
06/12/2021	-	1,500,000	-	-	1,500,000
04/02/2022	-	1,000,000	-	-	1,000,000
	-	2,500,000	-	-	2,500,000

1,500,000 Performance Rights were approved by shareholders on 30 November 2021 and issued to Director Karl Jupp and 1,000,000 Performance Rights were issued to employees on 22 January 2022. The Performance Rights were issued in the following tranches with vesting conditions:

Note 28. Share-based payments (continued)

Tranche	**Vesting Milestone**
A	The Company entering into a formal joint venture agreement in respect of a project owned by the Company and where the joint venture partner, as a minimum, has spent $2,000,000 to earn an interest in such a Company project.
B	Discovery of a JORC compliant [Inferred Resource / Indicated Resource] of a minimum 250,000 ounces of gold ("Au") (or Au equivalent) on any of the Company's projects or the addition of 250,000 ounces of Au (or Au equivalent) on any project that the Company acquires that is acquired with a JORC compliant resource.
C	Absolute total shareholder return per annum (year on year) in respect of the 2 consecutive financial years ended 30 June 2022 and 30 June 2023: (a) 10% share price appreciation per annum, entitled to receive 33% of the Tranche 3 Performance Rights; (b) 10% to 20% share price appreciation per annum, entitled to receive between 33% to 100% pro-rated (straight-line) of the Tranche 3 Performance Rights; (c) >20% share price appreciation per annum, entitled to receive 100% of the Tranche 3 Performance Rights.

These performance rights were valued, using a valuation methodology based on the guidelines set out in AASB 2 *Share based payment*.

Valuation assumptions:

Karl Jupp	*Tranche A*	*Tranche B*	*Tranche C*
Number	500,000	500,000	500,000
Valuation date	25 October 2021	25 October 2021	25 October 2021
Share price at valuation date	$0.165	$0.165	$0.165
Risk free rate	0.647%	0.647%	0.647%
Volatitlity	90%	90%	90%
Fair value per security	$0.1650	$0.165	$0.0986
Total Value	$82,500	$82,500	$49,319

Employees	*Tranche A*	*Tranche B*	*Tranche C*
Number	200,000	200,000	600,000
Valuation date	22 January 2022	22 January 2022	22 January 2022
Share price at valuation date	$0.120	$0.120	$0.120
Volatility	100%	100%	100%
Fair value per security	$0.12	$0.12	$0.12
Total Value	$24,000	$24,000	$24,000

The value of the Performance Rights are being expensed over the deemed life of the Rights. During the year $94,153 (2021: $Nil), was recognised as an expense in relation to the rights

Share-based payments expense during the year:

Note 28. Share-based payments (continued)

	2022 $	2021 $
Options issued to Directors	98,000	52,356
Performance rights issued	94,153	-
Options issued to advisors	74,290	-
Share based payments expense	266,443	52,356
Shares issued for exploration acquisition	90,000	-
Options issued to advisors for capital raising	64,600	-
	421,043	52,356

Westar Resources Limited
Directors' declaration
30 June 2022

The Directors of the Company declare that:

- the attached financial statements and notes comply with the Corporations Act 2001, the Australian Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements;

- the attached financial statements and notes comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as described in note 2 to the financial statements;

- the attached financial statements and notes give a true and fair view of the Group's financial position as at 30 June 2022 and of its performance for the financial year ended on that date; and

- there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

The Directors have been given the declarations required by section 295A of the Corporations Act 2001.

Signed in accordance with a resolution of Directors made pursuant to section 295(5)(a) of the Corporations Act 2001.

On behalf of the Directors

____

Karl Jupp
Managing Director

30 September 2022

Nexia Australia

Independent Auditor's Report to the Members of Westar Resources Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Westar Resources Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 2022, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Group is in accordance with the *Corporations Act 2001*, including:

(i) giving a true and fair view of the Group's financial position as at 30 June 2022 and of its performance for the year then ended; and

(ii) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material Uncertainty Related to Going Concern

We draw attention to Note 2 in the financial report which describes the event and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

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Independent Auditor's Report to the Members of Westar Resources Limited (continued)

Key audit matter	How our audit addressed the key audit matter
Carrying value of exploration and evaluation assets ***Refer to note 11. Exploration and evaluation assets*** As at 30 June 2022, the carrying value of exploration and evaluation assets is $3,294,409. As the carrying value of these exploration and evaluation assets represents a significant asset of the Group, we considered it necessary to assess whether any facts or circumstances exist to suggest that the carrying amount of this asset may exceed its recoverable amount. Judgement is applied in determining the treatment of exploration expenditure in accordance with Australian Accounting Standard AASB 6 *Exploration for and Evaluation of Mineral Resources*. In particular: • Whether the conditions for capitalisation are satisfied; • Which elements of exploration and evaluation expenditures qualify for recognition; and • Whether facts and circumstances indicate that the exploration and expenditure assets should be tested for impairment.	Our procedures included, amongst others: • Obtaining evidence as to whether the rights to tenure of the areas of interest remained current at reporting date as well as confirming that rights to tenure are expected to be renewed for tenements that will expire in the near future; • Obtained evidence of the future intentions for the areas of interest, including making enquiries of management, assessing future budgeted expenditure and related work programs; • Obtained an understanding of the status of ongoing exploration programs, for the areas of interest; • We obtained evidence as to the assumptions made by management in the determination of the recoverable value of the asset; and • Reviewed ASX announcements and directors' minutes to ensure that the Group had not resolved to discontinue activities in applicable areas of interest and to assess whether there are any other facts or circumstances that existed to indicate impairment testing was required.

Other Information

The directors are responsible for the other information. The other information comprises the information in the Group's annual report for the year ended 30 June 2022, but does not include the financial report and the auditor's report thereon.

Our opinion on the financial report does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of the other information we are required to report that fact. We have nothing to report in this regard.

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Independent Auditor's Report to the Members of Westar Resources Limited (continued)

Responsibilities of the Directors' for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the Group financial report. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.

Nexia Australia

Independent Auditor's Report to the Members of Westar Resources Limited (continued)

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included in pages 8 to 15 of the Directors' Report for the year ended 30 June 2022.

In our opinion, the Remuneration Report of Westar Resources Limited for the year ended 30 June 2022 complies with section 300A of the *Corporations Act 2001*.

Responsibilities

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

Nexia Brisbane Audit Pty Ltd

Nexia Brisbane Audit Pty Ltd

Nigel Bamford

Nigel Bamford
Director

Level 23, 10 Eagle Street
Brisbane, QLD, 4000
Date: 30 September 2022

Corporate Governance

The Board of Westar Resources Limited is committed to achieving and demonstrating the highest standards of Corporate Governance. The Board is responsible to its shareholders for the performance of the Company and seeks to communicate extensively with shareholders. The Board believes that sound Corporate Governance practices will assist in the creation of shareholder wealth and provide accountability.

In accordance with ASX Listing Rule 4.10.3, the Company has elected to disclose its Corporate Governance policies and its compliance with them on its website, rather than in the Annual Report.

Accordingly, information about the Company's Corporate Governance practices is set out on the Company's website at https://westar.net.au

Westar Resources Limited
Shareholder information
30 June 2022

The shareholder information set out below was applicable as at 27 September 2022.

Distribution of equitable securities
Analysis of number of equitable security holders by size of holding:

		Ordinary shares	
	Number of holders	% of total shares issued	Number issued
1 to 1,000	10	-	1,414
1,001 to 5,000	52	0.3	199,614
5,001 to 10,000	72	0.8	634,100
10,001 to 100,000	272	15.0	11,874,767
100,001 and over	149	83.9	66,307,503
	555	100.0	79,017,398
Holding less than a marketable parcel	136	1.1	855,955

		Performance rights	
	Number of holders	% of total rights issued	number issued
1 to 1,000	-	-	-
1,001 to 5,000	-	-	-
5,001 to 10,000	-	-	-
10,001 to 100,000	-	-	-
100,001 and over	4	100.0	2,875,000
	4	100.0	2,875,000

	WSRAH : OPTION EXPIRING 17-DEC-2023 EX $0.25 RESTRICTED			WSRAJ : OPTION EXPIRING 26-MAY-2025 EX $0.14		
	Number of holders	% of total options issued	Number issued	Number of holders	% of total options issued	Number issued
1 to 1,000	-	-	-	-	-	-
1,001 to 5,000	-	-	-	-	-	-
5,001 to 10,000	-	-	-	3	0.2	23,770
10,001 to 100,000	-	-	-	50	21.2	2,398,973
100,001 and over	3	100.0	5,000,000	17	78.6	8,894,795
	3	100.0	5,000,000	70	100.0	11,317,538

Equity security holders

Twenty largest quoted equity security holders

The names of the twenty largest security holders of quoted equity securities are listed below:

	Number held	Ordinary shares % of total shares issued
EQUITY TRUSTEES LIMITED (LOWELL RESOURCES FUND A/C)	5,263,158	6.7
RHYD-Y-FELIN PTY LTD	4,383,253	5.5
ROCLINCOURT PTY LTD (THE KUBIRA A/C)	3,916,452	5.0
WRIGHT HOLROYD PTY LTD (THE WRIGHT HOLROYD A/C)	3,911,089	4.9
TASEX GEOLOGICAL SERVICES PTY LTD	3,496,504	4.4
MR KEIRAN JAMES SLEE	1,773,922	2.2
MRS VALERIA MARTINEZ VIADEMONTE	1,280,421	1.6
HORIZON INVESTMENT SERVICES PTY LTD (THE HORIZON INVESTMENT A/C)	1,048,952	1.3
RAFAELLA RESOURCES LIMITED	1,048,952	1.3
MR JOEL WEBB	1,000,000	1.3
WEST TRADE ENTERPRISES PTY LTD (MINDERUP SUPER FUND A/C)	1,000,000	1.3
TWO TOPS PTY LTD	971,228	1.2
HUON PINE PTY LTD (HUON PINE INVESTMENT A/C)	933,334	1.2
FOSTER CAPITAL NZ LIMITED (COLT EMERGING COMP TRAD A/C)	906,058	1.1
MANDOLIN NOMINEES PTY LTD (MANDOLIN S/F A/C)	900,000	1.1
ATKINS SUPERANNUATION FUND PTY LTD (ATKINS SUPER A/C)	800,000	1.0
JETOSEA PTY LTD	760,500	1.0
FAIRBROTHER HOLDINGS PTY LTD	700,000	0.9
MR MARC DUCLER DES RAUCHES & MRS REBECCA DUCLER DES RAUCHES (CANARD SUPER FUND A/C)	603,283	0.8
CTTR GROWTH PTY LTD	600,000	0.8
	35,297,106	44.6

Unquoted equity securities

	Number on issue	Number of holders
WSRAH : OPTION EXPIRING 17-DEC-2023 EX $0.25 RESTRICTED	5,000,000	3
WSRAJ : OPTION EXPIRING 26-MAY-2025 EX $0.14	11,317,538	70
WSRAI : PERFORMANCE RIGHTS	2,875,000	4

The following persons hold 20% or more of unquoted equity securities:

Name	Class	Number held
KARL FRANCIS JUPP	WSREOPT1 - UNL OPT @ $0.25 EXP 17 DEC 2023	3,000,000
NATHAN LAWRENCE CAMMERMANN	WSREOPT1 - UNL OPT @ $0.25 EXP 17 DEC 2023	1,000,000
SIMON PETER ELEY	WSREOPT1 - UNL OPT @ $0.25 EXP 17 DEC 2023	1,000,000
ROCLINCOURT PTY LTD (THE KUBIRA A/C)	WSRPR - PERFORMANCE RIGHTS	1,500,000

Westar Resources Limited
Shareholder information
30 June 2022

Substantial holders
Substantial holders in the Company are set out below:

	Number held	Ordinary shares % of total shares issued
EQUITY TRUSTEES LIMITED (LOWELL RESOURCES FUND A/C)	5,263,158	6.7
RHYD-Y-FELIN PTY LTD / NATHAN CAMEMRMAN / NATHAN LAWRENCE CAMMERMAN & JAMES EDWARD DILLON ATF THE SUPA DOOPER SUPER FUND	4,610,526	5.8

Voting rights
The voting rights attached to ordinary shares are set out below:

Ordinary shares
On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

Restricted securities

Class	Number of shares
WSRAG: ORDINARY FULLY PAID RESTRICTED	16,982,199
WSRAH : OPTION EXPIRING 17-DEC-2023 EX $0.25	5,000,000
	21,982,199

Tenements

Description	Tenement number	Interest owned %
GIDGEE SOUTH	E 57/1055	100.00
GIDGEE SOUTH - BIRRIGRIN	M 57/352	100.00
GIDGEE NORTH - ROME'S REWARD	E 53/2227 - PENDING	-
GIDGEE NORTH	E 53/1920	100.00
GIDGEE NORTH - SE BORE	E 51/2044	100.00
WINJANGOO	E 58/536	100.00
GIDGEE NORTH - GEOFF WELL	E 53/1832-I - GEOFF WALL FARM-IN JV	-
GIDGEE NORTH - JULIET'S BORE	E 51/2090 - PENDING	-
OPALINE WELL	E 45/4997	100.00
MT FINNERTY	E16/505 - RMS FARMIN-IN/JV	100.00
PARKER DOME	E 77/2424 - RMS FARMIN/JV	100.00