Westar Resources Limited

ABN 66 635 895 082

Annual Report - 30 June 2023

Dear Shareholders,

I am very pleased to present an overview of your Company's activities for the year ended 30 June 2023.

The past year has been a very active period for the Company with numerous, methodical exploration programs completed at our projects, including 11,423 drill metres completed and 8,552 samples submitted and analysed; a great effort by the team. Westar acquired two exciting lithium-gold projects, and in maintaining the 'succeed swift of fail fast' mantra. The Board has elected to divest projects that have not demonstrated sufficient exploration upside.

In November 2022, we entered into an option agreement over the Mindoolah project, a prospective gold and lithium project located adjacent to Weld Range, approximately 70km north-west of Cue, Western Australia. Similarly, in April 2023, we executed an option agreement over the Olga Rocks project, approximately 60km south-east of Southern Cross, Western Australia, comprising four granted mining leases, one prospecting licence pending mining lease conversion, two prospecting licences pending application and one exploration licence, for approximately 35km2 of tenure. Both Olga Rocks and Mindoolah are proximal to significant lithium deposits and work continues on both projects with early signs of lithium being discovered.

The Company also further strengthened its board when in March 2023, Mr Lindsay Franker was appointed an Executive Director to replace Mr Karl Jupp who stepped down from Managing Director to remain a non-executive director.

Mr Franker is a mining professional with over 25 years' experience in resource projects and mining related finance, having previously held positions with several mining companies including Newcrest, Newmont, Normandy and AMC. Mr Franker has also worked for several investment banks including Deutsche Bank and Nedbank Capital, facilitating numerous transactions.

During the year, the Company completed a capital raising via a placement and entitlement offering, raising approximately $3m to fund ongoing exploration at the Company's projects, including Olga Rocks, Mindoolah and Gidgee North.

Despite the current challenges in the market, the year ahead promises to be an exciting one for Westar with many initiatives either well advanced or in the planning stages. The focus will be determining the lithium/gold prospectivity at Mindoolah and Olga Rocks followed by progressing various exploration activities across Gidgee North, Winjangoo and Opaline Well, monitoring the Mt Finnerty joint venture with Ramelius and evaluating other potential acquisition opportunities that are value accretive for Westar.

I sincerely thank all shareholders and staff for their ongoing support and look forward to 2023/24 as the Company continues to develop its asset portfolio.

Yours faithfully,

S. Eley

Simon Eley

Non-Executive Chairman

Directors	Simon Eley - Non-Executive Chairman Lindsay Franker - Executive Director Karl Jupp - 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	William Buck Audit (WA) Pty Ltd Level 3, 15 Labouchere Road South Perth WA 6151
Solicitors	Hamilton Locke Pty Ltd Level 48, 152-158 St Georges Terrace Perth WA 6000
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 2023.

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
Lindsay Franker - Executive Director (appointed 22 March 2023)
Karl Jupp - Non-Executive Director (appointed 22 March 2023) - Managing Director (resigned 22 March 2023)
Nathan Cammerman - Non-Executive Director (resigned 22 March 2023)

Principal activities
The principal activity of the Group during the period was to explore mineral tenements in Western Australia. The Group is currently focused on gold and base metal exploration across seven projects located in Western Australia. The Group continues to pursue aggressive exploration programs across its projects to determine the potential for economic projects.

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 $3,492,385 (30 June 2022: $2,336,720).

As at 30 June 2023 the Group has total assets of $5,677,961 (including exploration and evaluation assets of $2,466,773 and bank balance of $2,773,446).

At 30 June 2023, the Company has 185,357,516 shares on issue, 62,115,857 options on issue and 2,800,000 performance rights on issue. Capital raised during the year, totalled $3,112,054 (before costs) by way of issue of 103,735,118 shares and 780,000 options were converted to ordinary shares raising $35,100. A further 1,125,000 shares were issued as part consideration for tenement acquisitions, 700,000 performance rights were converted into ordinary shares.

During the year the Company cancelled 1,800,000 performance rights, 375,000 were forfeited and 3,175,000 were granted

46,578,319 free attaching options were issued as part of the capital raising during year at an exercise price of $0.045 on or before 5 May 2025.

The Group holds 100% ownership over projects in Western Australia at 30 June 2023, being:

- The Murchison Projects - Gidgee North, Gidgee South, Winjangoo & Mindoolah
- The Pilbara Project - Opaline Well
- Yilgarn Project - Mt. Finnerty and Olga Rock

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.

Murchison Projects – Gidgee North, Gidgee South, Winjangoo & Mindoolah

The Gidgee South (E57/1055 and M57/352) and Gidgee North (E53/1920, E51/2044, E53/2227, E51/2090, E53/2032 and Farm-in/JV E53/1832) projects cover circa 428 km^2 and are located approximately 640 km northeast of Perth and 700 km north-northwest of Kalgoorlie. The Projects lies 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.

The Winjangoo and Mindoolah tenements are comprised of several granted exploration and prospecting licences; Winjangoo (E58/536) and Mindoolah (E20/985, P20/2444 and P20/2445) are situated in the Murchison Mineral Field and proximal to the historical mining towns of Mount Magnet and Cue. The projects cover approximately 180 km^2. During the year, Westar completed due diligence of the Mindoolah tenure before entering a 24-month option agreement.

Gidgee North

Tenure was granted over applications at Romeo's Reward (E 53/2227) and Juliet's Bore (E 51/2090).

Assays were received for the proof-of-concept program, consisting of 18 RC drill holes at 9 targets for 3,675 metres, testing the potential for VMS mineralisation. The depth of the sulphide-hosting lithology at the Vela and Geo prospects remains open at both prospects. Follow-up aircore drilling found comparable copper-zinc behaviour to that described in neighbouring Horizon Gold Limited's Altair Zn-Cu deposit's transition and oxide zones. The largest zinc assays, recovered from towards the base of the aircore holes, expands the known lateral extent of the potential base metal-hosting geological system to be explored.

The aircore drilling program was for gold and base-metal targets, consisting of 134 drill holes for 5,064 metres with an average depth of 38m. Drilling successfully intercepted favourable lithologies and structures which are known to host both gold and base metal mineralisation in the region. Drill holes with elevated gold assays occurred in spatial clusters and require follow-up exploration.

Other activities completed include reconnaissance rock-chip sampling, geochemical soil surveys and data compilation of historical drilling at the acquired Fairy Well tenement (E51/2032).

Gidgee South

The Group completed a transaction of the Gidgee South project with ASX listed Aurumin Ltd (ASX:AUN). The asset sale will enable Westar to focus exploration activities and resources on recent acquisitions, whilst maintaining exposure to the continued exploration and potential development of this asset as part of the larger Aurumin Sandstone Project.

Winjangoo

Rehabilitation of previous exploration activities was finalised.

The Group completed ultra-fine soil sampling orientation and infill programs. The programs extended into an area of alluvial cover where previous sampling methods were deemed ineffective and is interpreted, from reprocessed geophysics, to contain a major structural corridor. Ultra-fine sample results show the method is effective and further exploration over this specific alluvial area is unnecessary.

Mindoolah

Reconnaissance mapping and geochemical sampling as part of due diligence confirmed historically mapped pegmatites and lithium mineral pathfinder geochemistry. This work indicates that potential fractionation trends in pegmatite extend over approximately four kilometres of strike.

A further 46 soil samples and 31 rock chip samples were collected over an area of highly weathered pegmatite. Samples have been submitted to a laboratory for a select lithium suite using peroxide fusion while a proof-of-grade maiden drill program is being planned.

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.

Westar geologists completed a heli-assisted reconnaissance and rock-chip sampling program over several priority targets, including the AEM conductors previously identified, with two rocks chips returning anomalous base metal assays.

Yilgarn Project – Mt. Finnerty and Olga Rocks

The Mt Finnerty tenement (E 16/505) is located approximately 430km east-northeast of Perth and 100km northeast of Southern Cross, in the Archean Mara-Diemals greenstone belt, where previous exploration activity has been extensive. Ramelius Resources satisfied the Mt. Finnerty earn-in requirement with the Mt Finnerty JV formed.

Negotiations were completed to acquire 100% of the "Olga Rocks Project", to explore for lithium and gold, commencing with a 12-month Option Agreement. Olga Rocks is located approximately 400km east of Perth and 60km south-southeast of Southern Cross.

The Westar-owned Parker Dome tenement (E 77/2424), adjacent to Olga Rocks, is situated on the western margin of the north-westerly elongated Parker Dome granitoid. The tenement hosts several broad, previously identified gold-in soil anomalies from historic auger drilling and has the potential to host LCT pegmatites on its western side.

Ramelius Resources exited from the Parker Dome JV while remaining committed to the Farm-in JV under existing terms, with the focus of all exploration activities now on the Mt Finnerty tenement.

Mt. Finnerty (Ramelius Resources (ASX:RMS) Farm-in/JV

Ramelius satisfied the earn-in requirement under the Mt Finnerty Farm-in Agreement to earn a 75% interest in the Mt Finnerty project in Western Australia. Westar now holds a free carried 25% interest until a decision to mine is made, at which point Westar can either contribute to ongoing expenditure or dilute its interest in the project.

A total of 3,074m in 21 RC drill holes were completed by RMS. Difficult ground conditions terminated holes early so seven RC/DD (diamond tails) for 1,571m of core were completed, with one DD hole cored from surface.

Drilling assays produced significant gold assay intercepts at Mt. Finnerty's Flinders and Tasman prospects. High grade mineralisation identified to date (although likely narrow in true width) may remain open in multiple directions.

Olga Rocks

Exploration activities included extensive data compilation, reconnaissance mapping and sampling, soil sampling and recently a proof-of-concept RC drilling program, primarily targeting lithium in pegmatites and secondly targeting gold in sheared mafic lithologies. The drilling program consisted of 14 RC drillholes for a total of 1,460m.

Anomalous lithium and caesium were identified in numerous drill holes, confirming Lithium Caesium Tantalum (LCT)-Style pegmatite.

The most successful drill hole, OLRC005, is highly weathered down to 45m with assay results of up to 0.25% Li_2O in the transition between weathered and fresh rock at 46-48m. Interpretation using drill hole lithology and airborne magnetic imagery indicates a lithological and stratigraphic trend from this hole running NNW-SSE with a potential strike length of 800m within the Westar tenement lease and has been defined as a high priority follow up to test for the pegmatite's continuity and grade of lithium via drilling.

Westar also successfully intersected high-grade gold with drill hole OLRC013 reporting 3m @ 7.5g/t Au, including 1m @ 21.7g/t Au. This hole verified the historical drilling. Other high-grade intercepts were:

- OLRC014 - 12m @ 3.5g/t Au (including 4m @ 9.9g/t Au) from 88m
- OLRC008 - 4m @ 3.7g/t Au from 112m

A proof-of-grade RC and aircore drill program is being planned to follow-up on these maiden gold and lithium drill results.

Significant changes in the state of affairs

Lithos Energy Pty Ltd a wholly owned subsidiary was incorporated on 20 October 2022.

A new Employee Securities Incentive Plan was approved by shareholders at the Company's AGM on 30 November 2022.

It was also approved as part of the new plan that 1,000,000 Performance Rights issued to Karl Jupp will be cancelled and he was issued with 2,000,000 Performance Rights with new vesting conditions. 800,000 Performance Rights issued to employees were also cancelled and 800,000 Performance Rights issued under the new plan.

Under the new plan Tranche B and C were cancelled and replaced with new vesting conditions. Performance Rights now have the following vesting conditions:

Tranche	Vesting Condition	Expiry Date
Existing Tranche 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 A$2m to earn an interest in such Company project.	5 years from the date of issue.
New Tranche B	The company having a 10-day VWAP of >50% share price appreciation.	5 years from the date of issue.
New Tranche C	The company having a 10-day VWAP of >100% share price appreciation.	5 years from the date of issue.
New Tranche D	The company having a 10-day VWAP of >150% share price appreciation.	5 years from the date of issue.

Vesting conditions of the Performance Rights will become incapable of satisfaction due to the cessation of employment of the holder with the Company (or any of its subsidiary entities) subject to the exercise of the Board's discretion.

Other than for the issues of shares and rights in period, there were no other significant changes in the state of affairs of the Group during the financial year, except for the acquisition of E51/2032 (Fairy Well) via the issue of 625,000 fully paid ordinary shares at an issue price of $0.048.

Matters subsequent to the end of the financial year

No matter or circumstance has arisen since 30 June 2023 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.

Business Risk

The Group is engaged in mineral exploration activities which, by their very nature, are speculative. Due to the high-risk nature of the Group’s business and the present stage of the various projects, an investment in the Company should be considered a highly speculative investment that involves significant financial risks. Some of the key risks which the Company is subject to is summarised below.

No profit to date

Since the Group intends to invest in exploration of the Projects, the Directors anticipate that the Group will continue to make losses in the foreseeable future.

Exploration and development risks

Mineral exploration and development is a speculative and high-risk undertaking that may be impeded by circumstances and factors beyond the control of the Group. As the Group is an exploration company, there can be no assurance that exploration on the Projects, or any other exploration tenure that may be acquired in the future, will result in the discovery of an economic mineral resource. Even if an apparently viable mineral resource is identified, there is no guarantee that it can be economically exploited.

Resource estimates and results of studies

The Group, at this time, does not have any identified mineral resources and previous exploration over the areas covered by the Projects is limited. There is no assurance that exploration of the Projects will result in the discovery of an economic ore deposit.

In the event that the Group successfully delineates a resource on any of the Tenements, that resource estimate will be an expression of judgment based on knowledge, experience and industry practice. By their very nature, resource estimates are imprecise and depend to some extent on interpretations, which may prove to be inaccurate. If the Group undertakes scoping, pre-feasibility, definitive feasibility and bankable feasibility studies that confirm the economic viability of a Project, there is still no guarantee that the Project will be successfully brought into production as assumed or within the estimated parameters in the study (e.g. operational costs and commodity prices) once production commences.

Land access and compensation

There is a substantial level of regulation and restriction on the ability of exploration and mining companies to gain access to land in Australia. Negotiations with both Native Title parties and land owners/occupiers are generally required before the Group can access land for exploration or mining activities. Any delay in obtaining agreement in respect of compensation due to landholders whose land comprises the Tenements may adversely impact or delay the Group's ability to carry out exploration or mining activities on its Tenements.

Native Title and Aboriginal Heritage

Where Native Title does or may exist over any of the Group's Tenements, the ability of the Group to convert such Tenement or part thereof into a valid mining lease (for example in the event of the Group making a discovery) will be subject to the Group reaching a commercial agreement with the holders of or applicants for Native Title or on the Group obtaining a determination from the National Native Title Tribunal that the mining lease be granted in the absence of such an agreement. The negotiation of such a commercial agreement or proceedings in the courts could materially delay the grant of such a mining lease and substantially add to the Group's costs; failure to reach such an agreement could result in the Group being unable to obtain a mining lease.

Irrespective of whether Native Title exists on the relevant areas, in order to conduct exploration activities on the Tenements, the Group will usually need to undertake clearance activities in conjunction with the appropriate Aboriginal parties, anthropologists and archaeologists to ascertain whether any sites of significance to Aboriginal parties exist in the relevant areas. Undertaking and completing such site clearance procedures can cause delays to the implementation of exploration activities. Delays in completing such clearance activities can impede or prevent the Group from satisfying the minimum expenditure conditions on the relevant Tenements, with the result that the Group may in some instances need to seek whole or partial exemptions from expenditure under the relevant Mining Act in order to keep the relevant Tenements in good standing. There is no certainty that such exemptions will be granted in all instances.

Where such significant sites do exist, the Group's ability to conduct exploration on those areas may be subject to obtaining relevant consents under the Aboriginal Heritage laws.

Crown land and other restrictions

There may be restrictions imposed on the Tenements that makes access to parts of them unavailable to the Group, regardless of their potential economic value to the Group. It is not possible, without further exploration of the Tenements, to determine the potential impact of these restrictions on the value of the Tenements.

Title and tenure

Interests in tenements in Western Australia are governed by legislation and are evidenced by the granting of leases and licences by the State. The Group is subject to the Mining Act 1978 (WA) (Mining Act) and the Company has an obligation to meet conditions that apply to the Tenements, including the payment of rent and prescribed annual expenditure commitments.

The Group's Projects only currently permit exploration on the Tenements. If the Group successfully delineates an economic resource on any of these exploration licences, it will need to apply for a mining permit to undertake development and mining. There is no guarantee that the Company will be granted a mining permit if one is applied for, as such grants are discretionary.

Exploration licences are subject to annual review and periodic renewal. The renewal of the term of a granted exploration licence is also subject to the discretion of the relevant Minister. Renewal conditions may include increased expenditure and work commitments or compulsory relinquishment of areas of the licences comprising the Group's Projects. While it is the Group's intention to satisfy the conditions that apply to the Tenements, there can be no guarantees that, in the future, the Tenements that are subject to renewal will be renewed or that minimum expenditure and other conditions that apply to the Tenements will be satisfied.

If a tenement holder fails to comply with the terms and conditions of a tenement, the Warden or Minister (as applicable) may impose a fine or order that the tenement be forfeited. In most cases, an order for forfeiture can only be made where the breach is of sufficient gravity to justify forfeiture of the tenement. In certain cases, a third party can institute administrative proceedings under the Mining Act before the Warden seeks forfeiture of the tenement.

Environmental risks

The operations and proposed activities of the Group are subject to State and Federal laws and regulation concerning the environment. As with most exploration projects and mining operations, the Group's activities are expected to have an impact on the environment, particularly if advanced exploration or mine development proceeds.

Although it is the Group's intention to conduct its activities to the highest standard of environmental obligation, including in compliance in all material respects with relevant environmental laws, if such laws are nonetheless breached, the Group may be required to cease its operations and/or incur significant liabilities.

The Department of Mines, Industry Regulation and Safety in Western Australia from time to time reviews the environmental bonds that are placed on tenements. The Directors are not in a position to state whether a review is imminent or whether the outcome of such a review would be detrimental to the funding needs of the Group.

In relation to the Group's proposed operations, issues could arise from time to time with respect to abandonment costs, consequential clean-up costs, environmental concerns and other liabilities. In these instances, the Group may become subject to liability if, for example, there is environmental pollution or damage from the Group's exploration activities and there are consequential clean-up costs at a later point in time.

Failure to satisfy expenditure commitments

Each exploration licence carries with it annual expenditure and reporting commitments, as well as other conditions requiring compliance. Consequently, the Group could lose title to or its interest in a Tenement if the licence conditions are not met or if insufficient funds are available to meet expenditure commitments.

Operating risks

The operations of the Group may be affected by various factors, including failure to locate or identify mineral deposits, failure to achieve predicted grades in exploration and mining, operational and technical difficulties encountered in exploration or mining, difficulties in commissioning and operating plant and equipment, mechanical failure or plant breakdown, unanticipated metallurgical problems which may affect extraction costs, adverse weather conditions, industrial and environmental accidents, industrial disputes and unexpected shortages or increases in the costs of consumables, spare parts and plant and equipment.

Reliance on key personnel

The responsibility of overseeing the day-to-day operations and the strategic management of the Group depends substantially on its senior management and its key personnel. There can be no assurance that there will be no detrimental effect on the Group if one or more of these key employees cease their employment or other roles in the Group.

Changes in Government Policy

Adverse changes in Federal, Western Australian government policies or legislation may affect ownership of mineral interests, taxation, royalties, land access, labour relations, and mining and exploration activities of the Group. It is possible that the current system of exploration and mine permitting in Western Australia may change, resulting in impairment of rights and possibly, expropriation of the Group's properties without adequate compensation.

New projects and acquisitions

The Group intends to actively pursue and assess new business opportunities in the resources sector. These new business opportunities may take the form of direct project acquisitions, joint ventures, farm-ins, acquisition of tenements/permits, and/or direct equity participation.

The acquisition of projects (whether completed or not) may require the payment of monies (as a deposit and/or exclusivity fee) after only limited due diligence or prior to the completion of comprehensive due diligence.

There can be no guarantee that any proposed acquisition will be completed or be successful. If the proposed acquisition is not completed, monies advanced may not be recoverable, which may have a material adverse effect on the Group. Notwithstanding that an acquisition may proceed upon the completion of due diligence, the usual risks associated with the new project/business activities will remain.

Contractual risk

The ability of the Group to achieve its stated objectives will depend, to some extent, on the performance by Ramelius under the Ramelius JV Agreement. If Ramelius or any counterparty defaults in the performance of its obligations, it may be necessary for the Group to approach a court to seek a legal remedy, which can be costly and will cause delay.

Additional requirements for capital

Additional funding may be required if exploration costs exceed the Group's estimates and will be required once those funds are depleted. To effectively implement its business and operations plans in the future, to take advantage of opportunities for acquisitions, joint ventures or other business opportunities and to meet any unanticipated liabilities or expenses which the Company may incur, additional equity or other finance may be required. The Company may seek to raise further funds through equity or debt financing, joint ventures, production sharing arrangements, royalty streaming or other means, in future.

Failure to obtain sufficient financing for the Group's activities may result in delay and indefinite postponement of exploration, development or production on the Group's properties or even loss of a property interest. There can be no assurance that additional finance will be available when needed or, if available, the terms of the financing might not be favourable to the Group and might involve substantial dilution to Shareholders.

Safety

Safety is a fundamental risk for any mineral exploration and production company in regards to personal injury, damage to property and equipment and other losses. The occurrence of any of these risks could result in legal proceedings against the Group and substantial losses to the Group due to injury or loss of life, damage or destruction of property, regulatory investigation, and penalties or suspension of operations. Damage occurring to third parties as a result of such risks may give rise to claims against the Group.

Insurance and uninsured risks

Although the Group maintains insurance to protect against certain risks in such amounts as it considers to be reasonable, its insurance will not cover all the potential risks associated with its operations and insurance coverage may not continue to be available or may not be adequate to cover any resulting liability. It is not always possible to obtain insurance against all such risks and the Group may decide not to insure against certain risks because of high premiums or other reasons.

Forward-looking statements

There can be no guarantee that the assumptions and contingencies on which any forward-looking statements, opinions and estimates contained in materials published by the Group are based will ultimately prove to be valid or accurate. The forward-looking statements, opinions and estimates depend on various factors, including known and unknown risks, many of which are outside the control of the Group. Actual performance of the Group may materially differ from forecast performance.

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):	None
Interests in shares:	1,448,773 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 177,777 listed options exercisable at $0.045 on or before 5 May 2025
Interests in rights:	Nil

Name:	**Lindsay Franker**
Title:	Executive Director - appointed 22 March 2023
Qualifications:	BEng (Mining Engineering) MAusIMM
Experience and expertise:	Lindsay is a mining professional with over 25 years' experience in mining projects as well as mining related finance. Previously Lindsay has held positions with several mining companies including Newcrest, Newmont, Normandy as well as AMC Consultants. He has also worked for several investment banks including Deutsche Bank, Nedbank Capital and Standard Bank facilitating numerous mining transactions globally. Lindsay most recently served as Executive Director of EganStreet Resources Ltd, which focused on the exploration and development of the Rothsay Gold Project in WA's Midwest Region prior to its acquisition by Silver Lake Resources Ltd.
Other current directorships:	None
Former directorships (last 3 years):	None
Interests in shares:	2,252,915 fully paid ordinary shares
Interests in options:	597,707 listed options @ $0.045 on or before 5 May 2025
Interests in rights:	Nil

Name:	**Karl Jupp**
Title:	Non-Executive Director - appointed 22 March 2023 Managing Director & CEO - appointed 15 October 2020 - resigned 22 March 2023
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:	5,466,452 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 333,333 listed options exercisable at $0.045 on or before 5 May 2025
Performance rights:	2,000,000 with vesting conditions

Name:	**Nathan Cammerman**
Title:	Non-Executive Director - appointed 30 August 2019 - resigned 22 March 2023
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:	n/a
Former directorships (last 3 years):	n/a
Interests in shares:	n/a
Interests in options:	n/a
Interests in rights:	n/a

'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.

Qualifications: Bachelor of Commerce (Law and Finance) & Finance (Honours), AGIA ACG

Meetings of Directors
The number of meetings of the Company's Board of Directors ('the Board') held during the year ended 30 June 2023, and the number of meetings attended by each Director were:

	Full Board Attended	Held
Simon Eley	7	7
Lindsay Franker	1	1
Karl Jupp	7	7
Nathan Cammerman	5	5

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

Executive Remuneration
The Group's remuneration policy is designed to promote superior performance and long term commitment to the Group. Executives and employees receive a base remuneration which is market related, and may be entitled to performance based remuneration which is determined on an annual basis.

Overall remuneration policies are subject to the discretion of the Board and can be changed to reflect competitive and business conditions where it is in the interests of the Company and shareholders to do so.

Executive remuneration and other terms of employment are reviewed annually by the Board having regard to the performance, relevant comparative information and expert advice.

The Board's remuneration policy reflects its obligation to align executive remuneration with shareholder interests and to retain appropriately qualified executive talent for the benefit of the Group. The main principles of the policy are:

- remuneration reflects the competitive market in which the Company operates;
- individual remuneration should be linked to performance criteria if appropriate; and
- executives should be rewarded for both financial and non-financial performance.

The total remuneration of executives consists of the following:

- salary – executives receive a fixed sum payable monthly in cash;
- cash at risk component – the executives are eligible to participate in a cash bonus plan if deemed appropriate;
- share and option at risk component – executives may participate in share, performance rights and option schemes generally made in accordance with thresholds set in plans approved by shareholders if deemed appropriate. However, the Board considers it appropriate to retain flexibility to issue shares, performance rights and options to executives outside of approved schemes in exceptional circumstances; and
- other benefits – executives may, if deemed appropriate by the Board, be provided with a fully expensed mobile phone and other forms of remuneration.

Non-executive Directors remuneration
Non-Executive Directors are normally remunerated by way of fees, in the form of cash, noncash benefits, superannuation contributions or salary sacrifice into equity and do not normally participate in schemes designed for the remuneration of executives.

Shareholder approval must be obtained in relation to the overall limit set for non-executive Directors' fees.

The maximum aggregate remuneration approved by shareholders for Non-Executive Directors is $500,000 per annum. The Directors set the individual Non-Executive Directors fees within the limit approved by shareholders.

Non-Executive Directors are not provided with retirement benefits.

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 - resigned 22 March 2023
- Karl Jupp - appointed 30 August 2019
- Lindsay Franker - appointed 22 March 2023

	Short-term benefits		Post-employment benefits	Share-based payments		
2023	Cash salary and fees $	Cash bonus $	Super-annuation $	Options $	Performance rights $	Total $
Non-Executive Directors:						
Simon Eley	50,000	-	5,250	19,600	-	74,850
Nathan Cammerman	25,443	-	2,672	28,729	-	56,844
Karl Jupp *	299,478	-	22,073	58,800	163,071	543,422
Executive Director:						
Lindsay Franker **	52,648	-	5,307	-	-	57,955
	427,569	-	35,302	107,129	163,071	733,071

* Includes termination payout and annual leave reversal of $31,170 which was included in the termination payout. Karl became a Non-Executive Director from 22 March 2023.

** Includes annual leave accrual of $2,109

	Short-term benefits		Post-employment benefits	Share-based payments		
2022	Cash salary and fees $	Cash bonus $	Super-annuation $	Options $	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 Director:						
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

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

	Fixed remuneration		Performance related	
Name	2023	2022	2023	2022
Non-Executive Directors:				
Simon Eley	74%	74%	26%	26%
Nathan Cammerman	49%	66%	51%	34%
Karl Jupp	59%	-	41%	-
Executive Directors:				
Karl Jupp	-	68%	-	32%
Lindsay Franker	100%	-	-	-

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:	Lindsay Franker
Title:	Executive Director
Agreement commenced:	22 March 2023
Term of agreement:	No fixed term, either party may terminate with 3 months notice.
Details:	Lindsay has entered into an Executive Services Agreement with the Company an will be paid $180,000 per annum plus statutory superannuation and other statutory leave entitlements.

Name:	Karl Jupp
Title:	Chief Executive Officer & Managing Director
Agreement commenced:	1 September 2020 - terminated 22 March 2023
Term of agreement:	3 years then either party may terminate with 6 months notice.
Details:	Karl had 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:	Karl Jupp
Title:	Non-Executive Director
Agreement commenced:	22 March 2023
Details:	Karl has entered into a Letter of Engagement with the Company and will be paid a Director's fee of $36,000 per annum.

Name:	Nathan Cammerman
Title:	Non-Executive Director
Details:	Nathan had 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
Details of shares issued to Directors and other key management personnel as part of compensation during the year ended 30 June 2023 are set out below:

Name	Date	Shares	$
Karl Jupp - Conversion of Performance Rights	20 March 2023	500,000	34,309

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. Vesting conditions will become incapable of satisfaction due to the cessation of employment of the holder with the Company (or any of its subsidiary entities) subject to the exercise of the Board's discretion.

There were no options over ordinary shares granted to or vested by Directors and other key management personnel as part of compensation during the year ended 30 June 2023.

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 joint 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	30/11/2022	The company having a 10-day VWAP of >50% share price appreciation	$0.0460
Karl Jupp	500,000	30/11/2022	The company having a 10-day VWAP of >100% share price appreciation.	$0.0450
Karl Jupp	1,000,000	30/11/2022	The company having a 10-day VWAP of >150% share price appreciation.	$0.0430

Performance rights granted carry no dividend or voting rights and expire on 30 November 2027. Vesting conditions will become incapable of satisfaction due to the cessation of employment of the holder with the Company (or any of its subsidiary entities) subject to the exercise of the Board's discretion.

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 2023 are set out below:

Name	Number of rights granted during the year 2023	Number of rights granted during the year 2022	Number of rights vested during the year 2023	Number of rights vested during the year 2022
Karl Jupp	2,000,000	1,500,000	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 four years to 30 June 2023 are summarised below:

	2023 $	2022 $	2021 $	2020 $
Total loss for the year after income tax	(3,492,385)	(2,336,720)	(783,515)	(237,561)

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

	2023	2022	2021	2020
Share price at financial year end ($)	0.05	0.06	0.19	-
Basic earnings per share (cents per share)	(3.74)	(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	Other	Balance at the end of the year
Ordinary shares					
Simon Eley	915,440	-	533,333	-	1,448,773
Lindsay Franker *	-	-	1,793,124	459,791	2,252,915
Karl Jupp	3,966,452	500,000	1,000,000	-	5,466,452
Nathan Cammerman **	4,610,526	-	-	(4,610,526)	-
	9,492,418	500,000	3,326,457	(4,150,735)	9,168,140

* Other is balance on appointment 22 March 2023
** Other is balance on resignation 22 March 2023

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	Other	Balance at the end of the year
Options over ordinary shares					
Simon Eley	1,105,263	177,777	-	-	1,283,040
Lindsay Franker	-	597,707	-	-	597,707
Karl Jupp	3,035,087	333,333	-	-	3,368,420
Nathan Cammerman **	1,070,175	-	-	(1,070,175)	-
	5,210,525	1,108,817	-	(1,070,175)	5,249,167

* Free attaching options from the capital raising
** Other is balance on resignation 22 March 2023

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	Converted	Cancelled	Balance at the end of the year
Performance rights over ordinary shares					
Simon Eley	-	-	-	-	-
Lindsay Franker	-	-	-	-	-
Karl Jupp	1,500,000	2,000,000	(500,000)	(1,000,000)	2,000,000
Nathan Cammerman	-	-	-	-	-
	1,500,000	2,000,000	(500,000)	(1,000,000)	2,000,000

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:

Details	Exercise price	Number
Unlisted options expiring 17 December 2023	$0.250	5,000,000
Unlisted options expiring 26 May 2025	$0.140	11,317,538
Listed options expiring 5 May 2025	$0.045	45,798,319
		62,115,857

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
30 November 2022	2,800,000

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

The following ordinary shares of Westar Resources Limited were issued during the year ended 30 June 2023 and up to the date of this report on the exercise of options granted:

- 780,000 options exercisable at $0.045 on or before 5 May 2025 were converted raising $35,100

Shares issued on the exercise of performance rights

The following ordinary shares of Westar Resources Limited were issued during the year ended 30 June 2023 and up to the date of this report on the exercise of performance rights granted:

- 700,000 Performance Rights were converted to fully paid ordinary shares on 20 March 2023

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 20 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

William Buck Audit (WA) 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

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Lindsay Franker
Executive Director

30 August 2023

William Buck
ACCOUNTANTS & ADVISORS

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF WESTAR RESOURCES LIMITED

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2023 there have been:

- no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- no contraventions of any applicable code of professional conduct in relation to the audit.

William Buck

William Buck Audit (WA) Pty Ltd
ABN 67 125 012 124

Amar Nathwani

Amar Nathwani
Director
Dated this 30th day of August 2023

	Note	2023 $	2022 $
Revenue			
Other income	5	212,917	336
Expenses			
Employee benefits expenses		(594,419)	(485,152)
Depreciation	11	(54,453)	(22,012)
Exploration expenditure		(730,146)	(435,077)
Share-based payments	29	(345,977)	(266,443)
Impairment exploration and evaluation	12	(1,456,650)	(586,083)
Consulting and professional services		(249,687)	(236,914)
Statutory and compliance		(56,765)	(53,848)
Corporate and administration		(214,904)	(249,557)
Finance expenses		(2,301)	(1,970)
Total loss for the year before income tax expense		(3,492,385)	(2,336,720)
Income tax expense	6	-	-
Total loss for the year after income tax expense for the year		(3,492,385)	(2,336,720)
Other comprehensive loss			
Items that will not be reclassified subsequently to profit or loss			
Loss on the revaluation of equity instruments at fair value through other comprehensive income, net of tax	9	(106,000)	-
Other comprehensive loss for the year, net of tax		(106,000)	-
Total comprehensive loss for the year		(3,598,385)	(2,336,720)
		Cents	**Cents**
Earnings per share for loss			
Basic loss per share	28	(3.74)	(4.03)
Diluted loss per share	28	(3.74)	(4.03)

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

	Note	2023 $	2022 $
Assets			
Current assets			
Cash and cash equivalents	7	2,773,446	2,303,901
Other receivables	8	96,000	98,792
Other assets	10	55,036	48,850
Total current assets		2,924,482	2,451,543
Non-current assets			
Financial assets at fair value through other comprehensive income	9	62,000	-
Plant and equipment	11	224,706	230,252
Exploration and evaluation	12	2,466,773	3,294,409
Total non-current assets		2,753,479	3,524,661
Total assets		5,677,961	5,976,204
Liabilities			
Current liabilities			
Trade and other payables	13	173,247	190,460
Provisions	14	29,450	58,819
Total current liabilities		202,697	249,279
Total liabilities		202,697	249,279
Net assets		5,475,264	5,726,925
Equity			
Issued capital	15	10,997,819	8,406,572
Reserves	16	1,327,626	678,149
Accumulated losses		(6,850,181)	(3,357,796)
Total equity		5,475,264	5,726,925

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

	Issued capital $	Share based payments reserve $	Revaluation reserve $	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 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 29)	90,000	331,043	-	-	421,043
Contributions of equity (note 15)	2,847,275	-	-	-	2,847,275
Capital raising costs (note 15)	(275,819)	-	-	-	(275,819)
Balance at 30 June 2022	8,406,572	678,149	-	(3,357,796)	5,726,925

	Issued capital $	Share based payments reserve $	Revaluation reserve $	Accumulated losses $	Total equity $
Balance at 1 July 2022	8,406,572	678,149	-	(3,357,796)	5,726,925
Total loss for the year after income tax expense for the year	-	-	-	(3,492,385)	(3,492,385)
Other comprehensive loss for the year, net of tax	-	-	(106,000)	-	(106,000)
Total comprehensive loss for the year	-	-	(106,000)	(3,492,385)	(3,598,385)
Transactions with owners in their capacity as owners:					
Share-based payments (note 29)	(516,000)	861,977	-	-	345,977
Contributions of equity (note 15)	3,147,154	-	-	-	3,147,154
Capital raising costs (note 15)	(196,407)	-	-	-	(196,407)
Conversion of performance rights	106,500	(106,500)	-	-	-
Shares issued for exploration acquisitions (note 29)	50,000	-	-	-	50,000
Balance at 30 June 2023	10,997,819	1,433,626	(106,000)	(6,850,181)	5,475,264

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

	Note	2023 $	2022 $
Cash flows from operating activities			
Payments to suppliers and employees		(1,872,302)	(1,554,960)
Interest received		13,006	-
Interest and other finance costs paid		(2,301)	(1,970)
R&D Tax incentive		196,316	-
Net cash used in operating activities	27	(1,665,281)	(1,556,930)
Cash flows from investing activities			
Purchase of plant and equipment	11	(48,907)	(194,393)
Payments for exploration and evaluation	12	(767,014)	(1,659,423)
Net cash used in investing activities		(815,921)	(1,853,816)
Cash flows from financing activities			
Proceeds from issue of shares	15	3,147,154	2,847,275
Share issue transaction costs		(196,407)	(211,219)
Net cash from financing activities		2,950,747	2,636,056
Net (decrease)/increase in cash and cash equivalents		469,545	(774,690)
Cash and cash equivalents at beginning of year		2,303,901	3,078,591
Cash and cash equivalents at end of year	7	2,773,446	2,303,901

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 Limited and its controlled entities ('the Group'). Westar Resources Limited 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 24.

The financial statements were authorised for issue, in accordance with a resolution of Directors, on 30 August 2023. 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 2023, 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 reported a net loss of $3,492,385 (2022: net loss $2,336,720) and net operating cash outflows of $1,665,281 (2022: outflow $1,556,930). As at 30 June 2023, the Group had a cash and cash equivalents balance, of $2,773,446 (2022: $2,303,901).

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.

Note 2. Significant accounting policies (continued)

Management have prepared a cash flow forecast for the period ending 12 months from the date of this report. Based on the forecast, 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;
- 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; and
- the Directors can reduce expenditure to manage cash reserves if required.

Should the Group be unable to raise capital to reduce its expenditure, 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 and financial assets at fair value through other comprehensive income.

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 25 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.

Note 2. Significant accounting policies (continued)

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.

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

The rebated received from Research and Development (R&D), is recognised in accordance with AASB 120 *Accounting for Government Grants and Disclosure of Government Assistance* based on the following:

- cash rebate - recognise as other income or set-off against related expense claimed; or
- tax offset - deferred and amortised as the claimed asset is depreciated.

The rebate is recognised at fair value when there is reasonable assurance that the grant will be received and the Company will comply with the conditions attaching to the grant.

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 regime. The head entity and each subsidiary in the tax consolidated group continue to account for their own current and deferred tax amounts. The tax consolidated group has applied the 'separate taxpayer within group' approach in determining the appropriate amount of taxes to allocate to members of the tax consolidated group.

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

Note 2. Significant accounting policies (continued)

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.

Investments and other financial assets

Investments and other financial assets are initially measured at fair value. Transaction costs are included as part of the initial measurement, except for financial assets at fair value through profit or loss. Such assets are subsequently measured at either amortised cost or fair value depending on their classification. Classification is determined based on both the business model within which such assets are held and the contractual cash flow characteristics of the financial asset unless an accounting mismatch is being avoided.

Financial assets are derecognised when the rights to receive cash flows have expired or have been transferred and the Group has transferred substantially all the risks and rewards of ownership. When there is no reasonable expectation of recovering part or all of a financial asset, it's carrying value is written off.

Financial assets at fair value through other comprehensive income

Financial assets at fair value through other comprehensive income include equity investments which the Group intends to hold for the foreseeable future and has irrevocably elected to classify them as such upon initial recognition.

Impairment of financial assets

The Group recognises a loss allowance for expected credit losses on financial assets which are either measured at amortised cost or fair value through other comprehensive income. The measurement of the loss allowance depends upon the Group's assessment at the end of each reporting period as to whether the financial instrument's credit risk has increased significantly since initial recognition, based on reasonable and supportable information that is available, without undue cost or effort to obtain.

Where there has not been a significant increase in exposure to credit risk since initial recognition, a 12-month expected credit loss allowance is estimated. This represents a portion of the asset's lifetime expected credit losses that is attributable to a default event that is possible within the next 12 months. Where a financial asset has become credit impaired or where it is determined that credit risk has increased significantly, the loss allowance is based on the asset's lifetime expected credit losses. The amount of expected credit loss recognised is measured on the basis of the probability weighted present value of anticipated cash shortfalls over the life of the instrument discounted at the original effective interest rate.

For financial assets mandatorily measured at fair value through other comprehensive income, the loss allowance is recognised in other comprehensive income with a corresponding expense through profit or loss. In all other cases, the loss allowance reduces the asset's carrying value with a corresponding expense through profit or loss.

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 an appropriate valuation model that takes into account the exercise price, the term of the instrument, 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, 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 an appropriate valuation 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.

Fair value measurement hierarchy
The Group is required to classify all assets and liabilities, measured at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being: Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date; Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and Level 3: Unobservable inputs for the asset or liability. Considerable judgement is required to determine what is significant to fair value and therefore which category the asset or liability is placed in can be subjective.

The fair value of assets and liabilities classified as level 3 is determined by the use of valuation models. These include discounted cash flow analysis or the use of observable inputs that require significant adjustments based on unobservable inputs.

Exploration and evaluation costs
Exploration and evaluation costs have been capitalised on the basis that the Group will continue the exploration work and maintain tenures. 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. 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

	2023 **$**	**2022** **$**
R&D Rebate	196,316	-
Interest income	16,601	336
Other income	212,917	336

Note 6. Income tax

	2023 $	2022 $
Numerical reconciliation of income tax expense and tax at the statutory rate		
Total loss for the year before income tax expense	(3,492,385)	(2,336,720)
Tax at the statutory tax rate of 30%	(1,047,716)	(701,016)
Tax effect amounts which are not deductible/(taxable) in calculating taxable income:		
Entertainment expenses	1,313	589
Share-based payments	103,793	79,933
R&D Incentive	(58,895)	-
Non-recognition of Deferred Tax Position	1,001,505	620,494
Income tax expense	-	-

Deferred Tax

Deferred tax relates to the following:

	2023 $	2022 $
Deferred tax assets balance comprises		
Investments	31,800	-
Accruals	12,033	30,437
Provisions - Annual & long service leave	8,835	17,646
Capital raising costs	147,433	144,107
Business related costs	5,148	7,722
Tax losses	2,603,745	1,761,409
Offset against deferred tax liabilities/not recognised	(2,808,994)	(1,961,321)
	-	-
Deferred tax liabilities balance comprises:		
Exploration and evaluation assets	(569,353)	(813,171)
Offset against deferred tax assets	569,353	813,171
	-	-
Net deferred tax	-	-

Deferred income tax (revenue)/expense included in income tax expense comprises:

	2023 $	2022 $
Increase in deferred tax assets	(816,608)	(1,019,335)
(Decrease)/increase in deferred tax liabilities	(243,818)	335,475
Under provision	736	-
Offset against deferred tax assets	1,059,690	683,860
	-	-

Note 6. Income tax (continued)

Deferred income tax related to items charged or credited directly to equity:

	2023 $	2022 $
Decrease in deferred tax assets	90,722	63,366
Non-recognition of deferred tax position	(90,722)	(63,366)
	-	-

Deferred tax assets not brought to account:

	2023 $	2022 $
Temporary differences	(395,904)	(613,258)
Operating tax losses	2,603,745	1,761,409
	2,207,841	1,148,151

Note 7. Cash and cash equivalents

	2023 $	2022 $
Current assets		
Cash at bank	773,446	2,303,901
Cash on deposit	2,000,000	-
	2,773,446	2,303,901

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	2,773,446	2,303,901
Balance as per statement of cash flows	2,773,446	2,303,901

Note 8. Other receivables

	2023 $	2022 $
Current assets		
GST receivables	96,000	98,792

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. Financial assets at fair value through other comprehensive income

	2023 $	2022 $
Non-current assets		
Aurumin Limited - ordinary shares	62,000	-

Reconciliation
Reconciliation of the fair values at the beginning and end of the current and previous financial year are set out below:

Opening fair value	-	-
Additions*	168,000	-
Revaluation decrements	(106,000)	-
Closing fair value	62,000	-

- The Company executed a full sale Purchase Agreement with Aurumin Ltd (ASX: AUN) for the Gidgee South Project (M57/352) for a consideration of 2,000,000 fully paid ordinary shares in AUN with a deemed issue price of $0.084 per share. The fair value is measured at fair value, using Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Note 10. Other assets

	2023 $	2022 $
Current assets		
Prepayments	11,441	8,850
Security deposits	30,000	30,000
Other deposits	10,000	10,000
Other current assets	3,595	-
	55,036	48,850

Note 11. Plant and equipment

	2023 $	2022 $
Non-current assets		
Plant and equipment - at cost	222,980	208,314
Less: Accumulated depreciation	(56,631)	(13,911)
Total plant and equipment	166,349	194,403
Motor vehicles - at cost	82,775	48,534
Less: Accumulated depreciation	(24,418)	(12,685)
Total motor vehicles	58,357	35,849
Total plant and equipment	224,706	230,252

Note 11. Plant and equipment (continued)

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 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
Additions	14,666	34,241	48,907
Depreciation expense	(42,720)	(11,733)	(54,453)
Balance at 30 June 2023	166,349	58,357	224,706

Note 12. Exploration and evaluation

	2023 $	**2022 $**
Non-current assets		
Exploration and evaluation assets (exploration phase)	2,466,773	3,294,409

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 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
Tenements acquired (ii)	30,000
Expenditure during the year	767,014
Disposals (iii)	(168,000)
Loss on sale of tenement (iii)	(151,019)
Impairment of exploration and evaluation assets (iv)	(1,305,631)
Balance at 30 June 2023	2,466,773

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.

Note 12. Exploration and evaluation (continued)

(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.
(ii) E51/2032 (Fairy Well Prospect) was acquired from Mining Equities Pty Ltd through the issue of 625,000 fully paid ordinary shares, at a price of $0.048 per share a value of $30,000 was recognised.
(iii) M57/352 (Gidgee South Project) asset was sold to ASX listed Aurumin Ltd (ASX:AUN) on 24 November 2022, for a consideration of $168,000 by way of 2,000,000 fully paid ordinary shares in AUN at an issue price of $0.084 per share. An impairment loss on sale of tenement of $151,109 was recognised.
(iv) As at 30 June 2023 the current projects of the Group were assessed, and tenements that were unlikely to be renewed on their anniversary date were fully impaired.

Commitments in respect of tenements are set out in note 22.

Note 13. Trade and other payables

	2023 $	2022 $
Current liabilities		
Trade payables	104,733	10,236
Other payables	68,514	180,224
	173,247	190,460

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 14. Provisions

	2023 $	2022 $
Current liabilities		
Provision of annual leave	29,450	58,819

Note 15. Issued capital

	2023 Shares	2022 Shares	2023 $	2022 $
Ordinary shares - fully paid	185,357,516	79,017,398	10,997,819	8,406,572

Note 15. Issued capital (continued)

Movements in ordinary share capital

Details	Date	Shares		$
Balance	1 July 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
Shares issued for exploration acquisition	20 October 2022	625,000	$0.0480	30,000
Shares issued for tenement application	1 March 2023	500,000	$0.0400	20,000
Conversion of performance rights	20 March 2023	700,000	$0.0000	106,500
Capital raising	31 March 2023	11,446,360	$0.0300	343,391
Capital raising	9 May 2023	18,905,460	$0.0300	567,164
Capital raising	23 May 2023	72,049,965	$0.0300	2,161,499
Capital raising	29 May 2023	1,333,333	$0.0300	40,000
Conversion of options	9 June 2023	780,000	$0.0450	35,100
Less: Transactions costs arising on share issues		-	$0.0000	(712,407)
Balance	30 June 2023	185,357,516		10,997,819

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. There are no externally imposed capital requirements on the Company.

Note 16. Reserves

	2023 $	2022 $
Revaluation reserve	(106,000)	-
Share-based payments reserve	1,433,626	678,149
	1,327,626	678,149

Note 16. Reserves (continued)

Revaluation reserve
The reserve is used to recognise increments and decrements in the fair value of financial assets at fair value through other comprehensive income.

Share-based payments reserve
The Company may provide benefits to employees (including directors) and non-employees of the Group in the form of share-based payment transactions, whereby services are rendered in exchange for shares or rights over shares ('equity-settled transactions').

Rights over shares (options) using an option pricing model takes into account the exercise price, the term of the option, 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. The fair value of the options granted is adjusted to, exclude the impact of any non-market and service vesting conditions. Non-market vesting and service conditions, if any, are included in assumptions about the number of options likely to be exercisable.

Shares issued in lieu of payment are measured at the fair value of goods or services received or the fair value of the equity instrument issued, if it is determined the fair value of the good or services cannot be reliably measured, and are recorded at the date the goods or services are received. The corresponding amount is recorded to the share-based payment or share's reserve.

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

	Share-based payments reserve $	Revaluation reserve $	Total $
Balance at 1 July 2021	347,106	-	347,106
Options issued - capital raising costs	64,600	-	64,600
Options issued - share-based payments	172,290	-	172,290
Performance rights - share-based payments	94,153	-	94,153
Balance at 30 June 2022	678,149	-	678,149
Revaluation - gross	-	(106,000)	(106,000)
Options issued - capital raising costs	516,000	-	516,000
Options issued - share-based payments	107,129	-	107,129
Performance rights - share-based payments	238,848	-	238,848
Performance rights converted to ordinary shares	(106,500)	-	(106,500)
Balance at 30 June 2023	1,433,626	(106,000)	1,327,626

Note 17. Dividends

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

Note 18. 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:

Note 18. Financial risk management (continued)

- Liquidity risk
- Credit risk
- Market risk - interest rate risk and share price risk

Financial instruments used

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

- Cash at bank
- Trade and other payables
- Listed shares

	2023 $	2022 $
Financial assets		
Held at amortised cost:		
Cash and cash equivalents	2,773,446	2,303,901
Financial assets at fair value through other comprehensive income	62,000	-
Total financial assets	2,835,446	2,303,901
Financial liabilities		
Financial liabilities measured at amortised cost:		
Trade and other payables	173,247	190,460
Total financial liabilities	173,247	190,460

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.

	2023 Weighted average interest rate %	Balance $	2022 Weighted average interest rate %	Balance $
Cash and cash equivalents	-	2,773,446	-	2,303,901
Net exposure to cash flow interest rate risk		2,773,446		2,303,901

Note 18. Financial risk management (continued)

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 cash balances and 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.

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.

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.

2023	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	-	104,733	-	-	104,733
Other payables	-	68,514	-	-	68,514
Total non-derivatives		173,247	-	-	173,247

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

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 2023 of $2,773,446 (30 June 2022: $2,303,901).

Fair value of financial instruments

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

Note 19. 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
Lindsay Franker - Executive Director (appointed 22 March 2023)
Karl Jupp - Non-Executive Director
Nathan Cameraman - Non-Executive Director (resigned 22 March 2023)

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

	2023 $	2022 $
Short-term employee benefits	301,905	326,747
Post-employment benefits	35,302	31,130
Termination benefits	125,664	-
Share-based payments	270,200	155,512
	733,071	513,389

Note 20. Auditors' remuneration

During the financial year the following fees were paid or payable for services provided by William Buck Audit (WA) Pty Ltd, the auditor of the Company, and unrelated firms:

	2023 $	2022 $
Audit services - William Buck Audit (WA) Pty Ltd		
Auditing or reviewing of the financial statements	27,000	-
Audit services - Nexia Brisbane Audit Pty Ltd		
Audit or review of the financial statements	-	23,500

Note 21. Contingencies

In the opinion of the Directors, the Group did not have any contingencies at 30 June 2023 (2022: Nil).

Note 22. Commitments

	2023 $	2022 $
Capital commitments		
Committed at the reporting date but not recognised as liabilities, payable:		
Exploration and evaluation	487,012	351,400

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

Note 23. 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 25.

Key management personnel
Disclosures relating to key management personnel are set out in note 19 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:

	2023 $	2022 $
Other income:		
Rental income from M3 Mining Limited (director-related entity of Simon Eley)	4,500	-
Payment for goods and services:		
Payment for vehicle hire from Georesphere (director-related entity of Karl Jupp)	3,310	3,232
Payment for consulting services from Georesphere (director-related entity of Karl Jupp)	25,845	-
Payment for employment related services to Ruth Jupp (immediate family Karl Jupp)	11,063	21,444

The following balances are outstanding at the reporting date in relation to transactions with related parties:

	2023 $	2022 $
Current payables:		
Trade payables to Georesphere (Director related entity of Karl Jupp)	18,438	-

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

Note 23. Related party transactions (continued)

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

Note 24. 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

	2023 $	2022 $
Total loss for the year after income tax	(2,664,749)	(3,409,888)
Total comprehensive loss	(2,664,749)	(3,409,888)

Statement of financial position

	2023 $	2022 $
Total current assets	2,924,482	2,451,543
Total non-current assets	2,507,949	2,451,493
Total assets	5,432,431	4,903,036
Total current liabilities	202,700	249,279
Total liabilities	202,700	249,279
Net assets	5,229,731	4,653,757
Equity		
Issued capital	10,997,819	8,406,572
Revaluation reserve	(106,000)	-
Share-based payments reserve	1,433,626	678,149
Accumulated losses	(7,095,714)	(4,430,964)
Total equity	5,229,731	4,653,757

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 2023 (30 June 2022: Nil)

Contingent liabilities
The parent entity had no contingent liabilities as at 30 June 2023 (30 June 2022: 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.

Note 24. Parent entity information (continued)

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 25. 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	
	Principal place of business /	**2023**	**2022**
Name	**Country of incorporation**	**%**	**%**
Rouge Resources Pty Ltd	Australia	100%	100%
Imperator Resources Pty Ltd	Australia	100%	100%
Lithos Energy Pty Ltd	Australia	100%	-

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

Note 26. Events after the reporting period

No matter or circumstance has arisen since 30 June 2023 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 27. Cash flow information

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

	2023 $	2022 $
Total loss for the year after income tax expense for the year	(3,492,385)	(2,336,720)
Adjustments for:		
Depreciation and amortisation	54,453	22,012
Impairment of exploration	1,456,650	586,083
Share-based payments	345,977	356,443
Exploration expenses paid in shares	20,000	-
Changes in working capital		
Decrease/(increase) in other receivables	2,792	(5,124)
(Increase)/decrease in other assets	(6,186)	11,262
Decrease in trade and other payables	(17,213)	(222,328)
(Decrease)/increase in provisions	(29,369)	31,442
Net cash used in operating activities	(1,665,281)	(1,556,930)

Note 28. Earnings per share

	2023 $	2022 $
Total loss for the year after income tax	(3,492,385)	(2,336,720)

Note 28. Earnings per share (continued)

	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share	93,313,324	57,918,681
Weighted average number of ordinary shares used in calculating diluted earnings per share	93,313,324	57,918,681

	Cents	Cents
Basic loss per share	(3.74)	(4.03)
Diluted loss per share	(3.74)	(4.03)

As at reporting date, 16,317,538 Unlisted Options and 45,798,319 Listed Options (which represent 62,115,857 potential Ordinary Shares) were considered non-dilutive as they would decrease the loss per share.

Note 29. Share-based payments

Ordinary shares

On 17 October 2022, the Company announced that is had acquired the Fairy Well Prospect (E51/2032). 625,000 fully paid ordinary shares were issued to the Vendors as full consideration. The shares were valued at $0.048 being the value at the issue date 20 October 2022, an amount of $30,000 was recognised and capitalised to exploration and evaluation expenditure during the period.

On 1 March 2023 500,000 ordinary shares were issued to acquire 100% ownership of application for tenement P77/4638. The shares were valued at $0.040 the value at the issue date, an amount of $20,000 was recognised and expensed as share based payments expenditure during the period.

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.

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

	Number of options 2023	Weighted average exercise price 2023	Number of options 2022	Weighted average exercise price 2022
Outstanding at the beginning of the financial year	9,300,000	$0.1991	5,000,000	$0.2500
Granted	12,000,000	$0.0450	4,300,000	$0.1400
Forfeited	-	$0.0000	-	$0.0000
Exercised	-	$0.0000	-	$0.0000
Expired	-	$0.0000	-	$0.0000
Outstanding at the end of the financial year	21,300,000	$0.1123	9,300,000	$0.1991
Exercisable at the end of the financial year	18,800,000	$0.0940	6,800,000	$0.1804

Note 29. Share-based payments (continued)

2023

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
29/05/2023	05/05/2025	$0.0450	-	12,000,000	-	-	12,000,000
			9,300,000	12,000,000	-	-	21,300,000
Weighted average exercise price			$0.1991	$0.0450	$0.0000	$0.0000	$0.1123

Note 29. Share-based payments (continued)

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 $107,129 (2022: $98,000) was expensed to share based payments during the period. On resignation of Nathan Cameraman the full amount has been expensed.

Advisor Options

The Company granted 12,000,000 unlisted options exercisable at $0.045 each exercisable on or before 5 May 2025, after shareholder approval was received on 29 May 2023 as follows:

	Number issued
CPS Capital Group Pty Ltd acted as Lead Manager to the Placement and Entitlement Offer	12,000,000

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

- $516,000 has been accounted for as capital raising costs in relation to the 12,000,000 options issued to CPS Capital Group Pty Ltd for the capital raising.

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	12,000,000	100.00%	$0.045	2 Years	$0.069	$0.043

Note 29. Share-based payments (continued)

Performance Rights

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

	Number of rights 30 June 2023
Outstanding at the beginning of the year	2,500,000
Granted	3,175,000
Forfeited	(375,000)
Cancelled	(1,800,000)
Converted	(700,000)
Outstanding at the end of the year	2,800,000

1,500,000 Performance Rights were approved by shareholders on 30 November 2021 and issued to Director Karl Jupp, 1,000,000 Performance Rights were issued to employees on 22 January 2022 and 375,000 Performance Rights were issued to an employee on 11 August 2022. The Performance Rights were issued in the following tranches with vesting conditions:

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

Note 29. Share-based payments (continued)

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

Employee (ceased employment during the period)	*Tranche A*	*Tranche* B	*Tranche C*
Number	125,000	125,000	125,000
Valuation date	11 August 2022	11 August 2022	11 August 2022
Share price at valuation date	$0.050	$0.050	$0.050
Volatility	100%	100%	100%
Fair value per security	$0.050	$0.050	$0.050
Total value	$6,250	$6,250	$6,250

The employee terminated employment with the Company on 4 November 2022 and the 375,000 Performance Rights issued were cancelled.

A new Employee Securities Incentive Plan was approved by shareholders at the Company's AGM on 30 November 2022.

It was also approved as part of the new plan that 1,000,000 Performance Rights issued to Karl Jupp were cancelled and he was issued with 2,000,000 Performance Rights with new vesting conditions. 800,000 Performance Rights issued to employees were also cancelled and 800,000 Performance Rights issued under the new plan.

Under the new plan Tranche B were cancelled whilst the previous Tranche C were replaced with the new Tranche B, C and D vesting conditions. The remaining Performance Rights now have the following vesting conditions:

Tranche	**Vesting Condition**	**Expiry Date**
Existing Tranche 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 A$2m to earn an interest in such Company project.	5 years from the date of issue.
New Tranche B	The company having a 10-day VWAP of >50% share price appreciation.	5 years from the date of issue.
New Tranche C	The company having a 10-day VWAP of >100% share price appreciation.	5 years from the date of issue.
New Tranche D	The company having a 10-day VWAP of >150% share price appreciation.	5 years from the date of issue.

These performance rights were valued, using a valuation methodology based on the guidelines set out in AASB 2 *Share based payment*. As the original Performance Rights were cancelled and replaced with new Performance Rights with new vesting conditions new valuations have been prepared to calculate the fair value per security.

Note 29. Share-based payments (continued)

Valuation assumptions:

Karl Jupp	*New Tranche B*	*New Tranche C*	*New Tranche D*
Number	500,000	500,000	1,000,000
Valuation date	30 November 2022	30 November 2022	30 November 2022
Share price at valuation date	$0.048	$0.048	$0.048
Expiry date	30 November 2027	30 November 2027	30 November 2027
Expected future volatility	100%	100%	100%
Risk free rate	3.35%	3.35%	3.35%
Provision for employee exit	9.30%	9.30%	9.30%
Fair value per security	$0.046	$0.045	$0.043
Total Value	$22,988	$22,315	$21,703

Employees	*New Tranche B*	*New Tranche C*	*New Tranche D*
Number	200,000	200,000	400,000
Valuation date	30 November 2022	30 November 2022	30 November 2022
Share price at valuation date	$0.048	$0.048	$0.048
Expiry date	30 November 2027	30 November 2027	30 November 2027
Expected future volatility	100%	100%	100%
Risk free rate	3.35%	3.35%	3.35%
Provision for employee exit	9.30%	9.30%	9.30%
Fair value per security	$0.046	$0.045	$0.043
Total Value	$9,195	$8,926	$8,681

Tranche A have fully vested, 700,000 Tranche A Performance Rights converted into ordinary shares on 20 March 2023.

The value of the Performance Rights are being expensed over the deemed life of the Rights. During the year $238,848 (2022: $94,153), was recognised as an expense in relation to the rights.

Share-based payments expense during the year:

	2023 **$**	**2022** **$**
Options issued to Directors	107,129	98,000
Performance rights issued	238,848	94,153
Options issued to advisors	-	74,290
Share based payments expense	345,977	266,443
Shares issued for exploration acquisition	50,000	90,000
Options issued to advisors for capital raising	516,000	64,600
	911,977	421,043

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 2023 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

Lindsay Franker
Executive Director

30 August 2023

Westar Resources Limited
Independent auditor's report to members

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Westar Resources Limited (the Company) and the entities it controlled at the year end or from time to time during the year (the Group), which comprises the consolidated statement of financial position as at 30 June 2023, 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 other explanatory information, 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 2023 and of its financial performance for the year ended on that date; 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 and 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 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 indicates that the Group reported a loss of $3,492,385 and net operating cash outflows of $1,665,281 during the financial year ended 30 June 2023 and as of that date, the Group reported net current assets of $2,721,785. As stated in Note 2, these events or conditions along with the other matters as set forth in Note 2 indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

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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. In addition to the matter described in the *Material Uncertainty Related to Going Concern* section, we have determined the matters described below to be the key audit matters to be communicated in our report.

Details	How we addressed it
Carrying value of exploration and evaluation assets *Refer also Note 3 and Note 12*	
As at 30 June 2023, the carrying value of the Group's exploration and evaluation assets amounted to $2,466,773. The carrying value of these costs represents a significant asset of Westar Resources Limited and its controlled entities. This is considered a key audit matter as significant judgement is applied in determining whether the asset continues to meet the recognition criteria in AASB 6 *Exploration for and Evaluation of Mineral Resources*. As noted in Note 3 of the financial report, significant judgement is required in determining whether facts and circumstances indicate that the exploration and evaluation assets should be tested for impairment.	Our audit procedures focussed on evaluating management's assessment of whether the exploration and evaluation assets continue to meet the recognition criteria of AASB 6 *Exploration for and Evaluation of Mineral Resources,* including: — Obtaining evidence that the Group has valid rights to explore the areas for which the exploration costs have been capitalised; — Enquiring of management and reviewing the cashflow forecast and ASX announcements to verify that substantive expenditure on further exploration for and evaluation of mineral resources in Westar's areas of interest is planned and compared these to the minimum expenditure requirements of the licence expenditure requirements; — Enquiring of management, reviewing announcements made and reviewing minutes of director meetings to verify that management had not decided to discontinue activities in any of the areas of interest that has capitalised exploration costs; — Assessing a sample of expenses capitalised in the year to source documents); and — Assessing the adequacy of the related disclosures in the financial report.

Details	How we addressed it
Share based payments *Refer also Note 3 and Note 29*	

The Group reported $345,977 of expenses for the year in respect of the following share-based payments:

Details	Amount $
Options granted to Directors	107,129
Performance rights granted to employees	158,420
Net of performance rights issued, cancelled, modified	80,428
	345,977

In addition, shares / options were also issued for in payment for the following transactions:

Details	Amount $
Shares issued for the acquisition of an exploration tenement	50,000
Options issued to advisors for capital raising services	516,000

Significant judgement and estimation by management is required in determining the share-based payment expense in the period for options and performance rights granted. Therefore, considered to be key audit matter.

Our audit procedures included:

- assessing management's calculation for fair value, including the appropriateness of the valuation models used and inputs applied;
- Checking management's accounting for performance shares which were either replaced or cancelled in the year;
- Critically reviewing management's assumptions regarding the likelihood of meeting the performance conditions for non-market based conditions; and
- Assessing whether management's reporting and disclosure of share-based payments was in accordance with AASB 2 *Share Based Payments.*

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 2023 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 this other information, we are required to report that fact. We have nothing to report in this regard.

William Buck
ACCOUNTANTS & ADVISORS

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 ability of the Group 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 has 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.

A further description of our responsibilities for the audit of these financial statements is located at the Auditing and Assurance Standards Board website at:

https://www.auasb.gov.au/admin/file/content102/c3/ar1_2020.pdf

This description forms part of our independent auditor's report.

William Buck
ACCOUNTANTS & ADVISORS

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included on pages 13 to 18 of the directors' report for the year ended 30 June 2023.

In our opinion, the Remuneration Report of Westar Resources Limited, for the year ended 30 June 2023, 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.

William Buck

William Buck Audit (WA) Pty Ltd
ABN 67 125 012 124

Amar Nathwani

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Director
Dated this 30th day of August 2023

Corporate Governance

The Board of Westar Resources Ltd 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

The shareholder information set out below was applicable as at 17 August 2023.

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	22	-	3,793
1,001 to 5,000	43	0.1	162,075
5,001 to 10,000	110	0.5	925,648
10,001 to 100,000	496	11.9	22,023,027
100,001 and over	332	87.5	162,242,973
	1,003	100.0	185,357,516
Holding less than a marketable parcel	315	1.8	3,399,409

	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	3	100.0%	2,800,000
	3		2,800,000

	WSRAH : OPTION EXPIRING 17-DEC-2023 EX $0.25			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		5,000,000	70		11,317,538

	WSROA: LISTED OPTION EXPIRING 5- MAY-2025 EX $0.045		
	Number of holders	% of total options issued	Number issued
1 to 1,000	4	-	1,384
1,001 to 5,000	8	0.1%	23,982
5,001 to 10,000	2	-	18,067
10,001 to 100,000	61	7.2%	3,313,238
100,001 and over	90	92.7%	42,441,648
	165		45,798,319

Equity security holders

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

	ORDINARY SHARES	
	Number held	% of total shares issued
EQUITY TRUSTEES LIMITED (LOWELL RESOURCES FUND A/C)	12,192,982	6.6
SUNSET CAPITAL MANAGEMENT PTY LTD (SUNSET SUPERFUND A/C)	7,000,000	3.8
ROCLINCOURT PTY LTD (THE KUBIRA A/C)	5,416,452	2.9
WRIGHT HOLROYD PTY LTD (THE WRIGHT HOLROYD A/C)	3,911,089	2.1
TASEX GEOLOGICAL SERVICES PTY LTD	3,496,504	1.9
MR GAVIN JEREMY DUNHILL	3,000,000	1.6
MR LINDSAY GRANT FRANKER	2,252,915	1.2
MR PAUL EDWARD WOJTASZAK & MRS JANETTE WOJTASZAK	2,000,000	1.1
MR LEI SU	1,788,504	1.0
MR DENIS GRUBIC	1,700,000	0.9
COMSEC NOMINEES PTY LIMITED	1,534,910	0.8
SUPERHERO SECURITY LIMITED (CLIENT A/C)	1,531,628	0.8
CITICORP NOMINEES PTY LIMITED	1,513,070	0.8
MR LINDSAY HEAVEN	1,500,000	0.8
MR SIMON PETER ELEY	1,448,773	0.8
MORGAN STANLEY AUSTRALIA SECURITIES (NOMINEE) PTY LTD (NO 1 ACCOUNT>	1,412,778	0.8
VICTOR GROUP PTY LTD (MR HUANG FAMILY A/C>	1,410,000	0.8
MR WENDYLL CHARLES FRANKER	1,389,337	0.7
ROBINSON CR PTY LTD (ROBINSON CR SUPER FUND A/C>	1,240,000	0.7
MR MANH HUNG NGUYEN	1,208,888	0.7
	56,947,830	30.8

WSROA - LISTED OPTIONS @ $0.045 EXP 5 MAY 2025	OPTIONS OVER ORDINARY SHARES Number held	% of total options issued
KINGS CORPORATE PTY LTD	5,090,001	11.1
SUNSET CAPITAL MANAGEMENT PTY LTD (SUNSET SUPERFUND A/C>	4,355,055	9.5
CELTIC CAPITAL PTY (INCO ME A/C>	4,200,000	9.2
CPS CAPITAL NO5 PTY LTD	2,970,000	6.5
ALDAOUD PTY LTD (ALDAOUD FAMILY A/C>	2,500,000	5.5
EQUITY TRUSTEES LIMITED (LOWELL RESOURCES FUND A/C>	2,309,941	5.0
1215 CAPITAL PTY LTD	1,706,291	3.7
NYSHA INVESTMENTS PTY LTD (SANGHAVI FAMILY A/C>	1,383,332	3.0
STEVSAND PTY LTD	1,122,222	2.5
MR LINDSAY GRANT FRANKER	577,777	1.3
BLACKBURNE CAPITAL PTY LTD (BLACKBURNE CAPITAL A/C>	555,555	1.2
MR ALEXANDER LEWIT	555,555	1.2
PLUTUS VENTURES PTY LTD	527,877	1.2
ELLAZ PTY LTD (THE RIPPER FAMILY A/C>	500,000	1.1
DENIS GRUBIC	500,000	1.1
MR KHALED AKACHA	400,000	0.9
MR DHURBA REGMI	350,000	0.8
ROCLINCOURT PTY LTD (KUBIRA A/C>	333,333	0.7
MS MONIQUE FELICIA RAMPONO	333,333	0.7
CHAMPAGNE CAPITAL PTY LTD (OYSTER SUPER FUND A/C>	333,333	0.7
	30,603,605	66.8

Unquoted equity securities

	Number on issue	Number of holders
WSRAH : UNLISTED OPTIONS EXPIRING 17-DEC-2023 EX $0.25 RESTRICTED	5,000,000	3
WSRAJ : UNLISTED OPTIONS EXPIRING 26-MAY-2025 EX $0.14	11,317,538	70
WSROA: LISTED OPTIONS EXPIRING 05-MAY-2025 EX $0.045	45,798,319	165
WSRAI : PERFORMANCE RIGHTS	2,800,000	3

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	2,000,000

Substantial holders

Substantial holders in the Company are set out below:

	ORDINARY SHARES	
	Number held	% of total shares issued
EQUITY TRUSTEES LIMITED (LOWELL RESOURCES FUND A/C)	12,192,982	6.6

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.

Description	Tenement number
MT FINNERTY	E16/505 - RMS FARM-IN/JV
OLGA ROCKS - PARKER DOME	E77/2424
OLGA ROCKS	M77/563
OLGA ROCKS	M77/634
OLGA ROCKS	M77/1293
OLGA ROCKS	M77/1294
OLGA ROCKS	P77/4271 (M77/1306 APPLICATION)
OLGA ROCKS	P77/4614 - PENDING
OLGA ROCKS	P77/463 - PENDING
OPALINE WELL	E 45/4997
PINGA	E45/6451 - PENDING
WINJANGOO	E58/536
GIDGEE NORTH	E53/1920
GIDGEE NORTH - SE BORE	E51/2044
GIDGEE NORTH - FAIRY WELL	E51/2032
GIDGEE NORTH - GEOFF WELL	E53/1832-I
GIDGEE NORTH - ROMEO'S REWARD	E53/2227
GIDGEE NORTH - JULIET'S BORE	E51/2090
MINDOOLAH	E20/985
MINDOOLAH	P20/2444
MINDOOLAH	P20/2445

The following is a summary of our approach towards environmental, social and governance (ESG) issues across the Group.

At Westar Resources Limited ('Westar Resources') we see ourselves as part of a global community and believe in creating a business in which this ethos is threaded throughout all aspects of our interactions. We endeavour to be a business which creates value – for our shareholders and the communities we interact with and operate within.

The local communities and traditional owners are an integral part of the Westar Resources team. We recognise and value diversity. It is integral to our business that we foster a working environment where everyone is treated with dignity and respect.

Westar Resources management, employees, consultants and contractors strive to attain the highest standards of personal safety and environmental performance, governance, and business conduct.

To demonstrate Westar Resource's commitment to uphold ethical business practices, we have engaged with an ESG consultancy Social Suite. Westar Resources together with Social Suite are in the process of preparing a reporting framework, to measure, improve, and disclose ongoing progress with reporting ESG metrics and indicators.

ESG and community engagement continues, and the following actions have been undertaken over the last 12-month period:

Environment

- Targeted Flora and Fauna Surveys;
- Drilling programs designed to minimal environmental impact, for example, utilising existing tracks wherever possible;
- Timely rehabilitation of all exploration sites; and
- Proactive interactions and with WA government departments and regulators.

Social

- Compliance with ACHA (1972) with Cultural Heritage Surveys conducted prior to exploration activities;
- Priority employment of local contractors and community members;
- Proactive relationship management with local shires;
- Working collaboratively and constructively with pastoralists; and
- Supporting local communities wherever possible, including accommodation, meals, hardware and consumables for staff and contractors.

Governance

- A commitment to building a good governance culture through future facing strategic plans, policies, accountabilities and oversight;
- Corporate Governance Policies in place and regularly reviewed by the Board;
- Cultural diversity represented on Board of Directors;
- Seeking to exceed minimum levels of regulatory compliance, including the WHSA Act (2020); and
- Shareholder and stakeholder engagement.