

OD6 METALS LIMITED



**ABN 34 654 839 602
& Controlled Entities**

Interim Financial Statements

For the six months ended 31 December 2023

For personal use only

Corporate Directory

DIRECTORS

Dr Darren Holden – Non-Executive Chairman
Mr Brett Hazelden – Managing Director
Mr Piers Lewis – Non-Executive Director
Dr Mitch Loan – Non-Executive Director

JOINT COMPANY SECRETARY

Troy Cavanagh
Joel Ives

REGISTERED AND PRINCIPAL OFFICE

c/- LCP Group
Level 1, 50 Kings Park Road
West Perth WA 6005
Telephone: +61 8 6189 8515
Email: info@od6metals.com.au

AUDITOR

Hall Chadwick WA Audit Pty Ltd
283 Rokeby Road
Subiaco WA 6008

SHARE REGISTRY

Computershare Investor Services Pty Limited
Level 11, 172 St Georges Terrace
Perth WA 6000

STOCK EXCHANGE LISTING

Australian Securities Exchange (ASX)
ASX Code: OD6

LAWYERS

AGH Law
Level 1, 50 Kings Park Road
West Perth WA 6005

BANKERS

Macquarie Bank
235 St George's Terrace
Perth WA 6000

Directors' Report

31 December 2023

The Directors of OD6 Metals Limited ("OD6 Metals Limited" or "the Company") present their report on the Company for the period ended 31 December 2023 ("Period").

DIRECTORS

The names of directors in office at any time during or since the end of the year are:

- Dr Darren Holden – Non-Executive Chairman (appointed 27 October 2021);
- Mr Brett Hazelden – Managing Director (appointed 1 April 2022);
- Mr Piers Lewis – Non-Executive Director (appointed 27 October 2021); and
- Dr Mitch Loan – Non-Executive Director (appointed 12 April 2022).

COMPANY SECRETARY

Troy Cavanagh and Joel Ives held the position of company secretary during the financial period.

PRINCIPAL ACTIVITIES

The Group's primary purpose is to pursue exploration and potential development opportunities within the resources sector. In particular, the Group was established to undertake exploration of its Splinter Rock Project and Grass Patch Project (Projects), which are located in the Goldfields-Esperance region of Western Australia and are prospective for rare earth elements (REEs), with the aim of delineating and defining economic resources and reserves to develop into revenue generating operational mines.

REVIEW OF OPERATIONS

During the period OD6 Metals' operational activities delivered the following achievements:

- Maiden 344Mt @ 1,308ppm TREO (at 1,000ppm cut-off grade) Inferred Mineral Resource Estimate (MRE) declared at the Splinter Rock Rare Earth Project.
- Completed Phase 3 drilling at Splinter Rock, with the subsequent results continuing to return Standout Grades.
- The initial assay results for Phase 3 drilling at Splinter Rock significantly expanded the Prop Prospect potential, with grades of up to 4,159 ppm Total Rare Earth Oxides (TREO).
- Repeatedly demonstrated that the observed clay thickness correlates strongly with data obtained from previously completed Airborne Electromagnetic Survey (AEM).
- Identified extensive clay thicknesses up to 77m, with 77% of holes returned grades >1,000ppm TREO.
- Confirmed clay Rare Earth Elements (REE) across a 14km by 5km zone at Centre Prospect.
- Identified a thick high grade clay channel, approximately 2km by 1km and up to 69m thick, extending to the southern end of the resource with grades of 1,400ppm to 2,200ppm TREO.
- The metallurgical test results confirmed low hydrochloric acid (HCl) consumption - an average of 16 kg HCl/t ore with multiple zones at 6-10 kg HCl/t ore.
- Announced impressive leach and recovery responses observed at reduced acid strengths, with average 61% MagREO recovery (range 43-87%) at 20g/l HCl
- Based on the initial results, OD6 Metals acknowledged the real and substantial potential for Mineral Resource expansion. It also stated that the positive acid consumptions and recoveries, when combined with high grades, low stripping ratios, and substantial tonnages, provide considerable confidence in the key economic drivers.
- Australia's national science agency, CSIRO, applied machine-learning technology and advanced 3D modelling to provide an enhanced interpretation of OD6 Metal's Tempest AEM data. That modelling compared well to existing drilling, allowing it to be trained on locally verified data to produce predictions of:
 - thickness of surface cover, upper clay sediment zone and lower saprolite zone. maps of granite outcrops and depths of clay basin floors;
 - targets with the thinnest cover (for low stripping ratio); and
 - prioritised target areas based on multi-factor inputs for on-going exploration work.
- The Company identified Prospects and expanded basin areas including:
 - untested northeast Splinter Rock tenements, designated Tighthead and Loosehead Prospects, covering more than 135 km² at >40 metres expected clay thickness; and
 - expanded Centre Prospect basin area, increasing from 136 km² to 154 km² at > 40 metres clay thickness with large zones of 60 to >80-metre-thick clays.
- OD6 Metal's second Annual General Meeting held on 23 November 2023.

Directors' Report 31 December 2023

OPERATING RESULTS

The loss of the Company after providing for income tax amounted to \$22,433.

FINANCIAL POSITION

As at 31 December 2023 the Company had a cash balance of \$2,087,650 and a net asset position of \$7,974,864.

DIVIDENDS PAID OR RECOMMENDED

No dividends have been paid, and the directors do not recommend the payment of a dividend for the period ended 31 December 2023.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

Other than as disclosed in this report, no significant changes in the state of affairs of the Company occurred during the financial year.

EVENTS AFTER THE REPORTING PERIOD

The company confirms there were no subsequent events for disclosure after the reporting period.

CORPORATE GOVERNANCE STATEMENT

The Board of Directors of OD6 Metals Limited ("OD6 Metals Limited" or "the Company"), is responsible for the Corporate Governance of the Company. The Board is committed to achieving and demonstrating the highest standard of corporate governance applied in a manner that is appropriate to the Company's circumstances.

The Board has adopted corporate governance policies and practices consistent with the ASX Corporate Governance Council's Principles of Good Corporate Governance and Best Practice Recommendations ("ASX Principles and Recommendations 4th Edition") where considered appropriate for Group of OD6 Metals Limited size and nature.

Further details in respect to the Group's corporate governance practises and copies of Group's corporate governance policies and the 2023 Corporate Governance Statement, approved by the Board and applicable as at 08 March 2024 are available of the Group's website - [here](#).

Signed in accordance with a resolution of the Board of Directors.



Mr Brett Hazelden, Managing Director

Dated 08 March 2024

Perth, Western Australia

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the Period Ended 31 December 2023

	<i>Note</i>	31-Dec-23 \$	31-Dec-22 \$
Other income	3.1	37,522	61,585
Grants/R&D Received		962,698	-
Accounting and audit		(71,580)	(74,559)
Depreciation expense		(17,507)	(11,536)
Consultants		(9,038)	(8,040)
Directors' fees (excluding executives)		(66,300)	(66,300)
Executives' salaries and wages		(78,227)	(128,774)
Exploration expense		(102,885)	(3,814)
Administrative expense	3.2	(314,839)	(169,135)
Listing Fees		(18,420)	(16,524)
Legal fees		(11,407)	(9,482)
Share based payments	5.3.3	(331,750)	(97,235)
Other		(700)	(1,185)
Loss from continuing operations before income tax expense		(22,433)	(524,999)
Income tax expense		-	-
Loss from continuing operations		(22,433)	(524,999)
Loss for the year			
Other comprehensive income		-	-
Comprehensive loss attributable to the shareholders of the Company		(22,433)	(524,999)
Basic and diluted loss per share (dollar per share) for continuing operations attributable to the shareholders of the Company		(0.02)	(0.51)
Basic and diluted loss per share (dollar per share) attributable to the shareholders of the Company		(0.02)	(0.51)

The above Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

Condensed Consolidated Statement of Financial Position

As at 31 December 2023

	Note	31-Dec-23 \$	30-Jun-23 \$
Assets			
Current assets			
Cash and cash equivalents		2,087,650	3,515,459
Other current assets		154,719	221,593
Total current assets		2,242,369	3,737,052
Non-current assets			
Exploration and evaluation expenditure	2.1	5,820,772	4,656,027
Property, plant and equipment	2.2	213,245	218,062
Total non-current assets		6,034,017	4,874,089
Total assets		8,276,386	8,611,141
Liabilities			
Current liabilities			
Trade & other payables		274,477	904,477
Provisions		27,045	41,117
Total current liabilities		301,522	945,594
Total liabilities		301,522	945,594
Net assets		7,974,864	7,665,547
Equity			
Share capital	4.1	9,224,855	9,224,855
Reserves	5.3.4	1,497,716	1,165,966
Accumulated loss		(2,747,707)	(2,725,274)
Total equity attributable to shareholders of the Company		7,974,864	7,665,547

The above Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

Condensed Consolidated Statement of Changes in Equity For the Period Ended 31 December 2023

	Issued Capital	Share Based Payment Reserves	Accumulated Losses	Total equity
	\$	\$	\$	\$
At 1 July 2023	9,224,855	1,165,966	(2,725,274)	7,665,547
Loss for the reporting period	-	-	(22,433)	(22,433)
Total comprehensive loss for the reporting period	-	-	(22,433)	(22,433)
Transactions with owners in their capacity as owners:				
Share-based payments	-	331,750	-	331,750
At 31 December 2023	9,224,855	1,497,716	(2,747,707)	7,974,864

	Issued Capital	Share Based Payment Reserves	Accumulated Losses	Total equity
	\$	\$	\$	\$
At 1 July 2022	9,224,855	865,953	(1,368,474)	8,722,334
Loss for the reporting period	-	-	(524,999)	(524,999)
Total comprehensive loss for the reporting period	-	-	(524,999)	(524,999)
Transactions with owners in their capacity as owners:				
Share-based payments	-	97,235	-	97,235
At 31 December 2022	9,224,855	963,188	(1,893,473)	8,294,570

The above Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Condensed Consolidated Statement of Cash Flows

For the Period Ended 31 December 2023

	31-Dec-23 \$	31-Dec-22 \$
Cash flows from operating activities		
Interest received	43,438	25,302
Payments to suppliers and employees	(799,693)	(528,745)
Net cash (outflow) from operating activities	(756,255)	(503,443)
Cash flows from investing activities		
Payments for acquisition of property plant and equipment	(12,690)	(16,060)
Payments for exploration and evaluation expenditure	(1,621,561)	(1,648,550)
Grant/R&D Received	962,697	-
Net cash (outflow) from investing activities	(671,554)	(1,664,610)
Cash flows from financing activities		
Proceeds from issue of shares	-	-
Share Issue Costs	-	(347,000)
Repayment of loans	-	-
Net cash inflow from financing activities	-	(347,000)
Cash and cash equivalents at the beginning of the period	3,515,459	8,357,053
Net increase/ (decrease) in cash and cash equivalents	(1,427,809)	(2,515,053)
Cash and cash equivalents at the end of the period	2,087,650	5,842,000

The above Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes

Notes to the Financial Statements

1. Summary of Significant accounting policies

The interim report of OD6 Metals Limited for the period ended 31 December 2023 was authorised for issue in accordance with a resolution of the directors on 06 March 2024.

1.1. Basis of Preparation

These interim consolidated financial statements are general purpose financial statements prepared in accordance with the requirements of the Corporations Act 2001, applicable accounting standards including AASB 134 'Interim Financial Reporting', Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board ('AASB'). Compliance with AASB 134 ensures compliance with IAS 34 'Interim Financial Reporting'.

This condensed interim financial report does not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Group as in the full financial report.

The interim report has been prepared on a historical cost basis. Cost is based on the fair value of the consideration given in exchange for assets. The company is domiciled in Australia and all amounts are presented in Australian dollars, unless otherwise noted.

1.2. Basis of Measurement

The financial report has been prepared on a historical cost basis.

1.3. Functional and Presentation Currency

The financial report is presented in Australian dollars.

1.4. Compliance with IFRS

The interim financial statements comply with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards (AIFRS). Compliance with AIFRS ensures that the financial report, comprising the interim financial statements and notes thereto, complies with International Financial Reporting Standards (IFRS).

The following is a summary of the material accounting policies adopted by the entity in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

Notes to the Financial Statements

1.5. Going Concern

This report is prepared on the going concern basis which assumes the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business.

For the half year ended 31 December 2023, the Group incurred a loss from operations of \$22,433 (31 December 2022: \$524,999) and recorded cash outflows from operating activities of \$756,255 (31 December 2022: \$503,443). As at 31 December 2023, the Group had net working capital of \$1,940,847 with cash of \$2,087,650 (30 June 2023: \$3,515,459) available.

The Group's ability to continue as a going concern is dependent upon it maintaining sufficient funds for its operations and commitments. The Board believes that it has sufficient funding in place to meet its operating objectives. The Directors consider the basis of going concern to be appropriate for the following reasons:

- the cash balance of the Company relative to its fixed and discretionary expenditure commitments;
- given the Company's market capitalisation and the underlying prospects for the Company to raise further funds from the capital markets; and
- the fact that future exploration and evaluation expenditure is generally discretionary in nature (i.e. at the discretion of the Directors having regard to an assessment of the Company's eligible expenditure to date and the timing and quantum of its remaining earn-in expenditure requirements). Subject to meeting certain minimum expenditure commitments, further exploration activities may be slowed or suspended as part of the management of the Company's working capital.

Based on the cash flow forecasts and other factors referred to above, the directors are satisfied that the going concern basis of preparation is appropriate. In particular, given the Company's history of raising capital to date, the directors are satisfied of the Company's ability to raise additional funds as and when they are required.

Should the Company be unable to raise sufficient funds, there is material uncertainty whether it would continue as a going concern and therefore whether it would realise its assets and extinguish its liabilities other than in the normal course of business and at amounts different to those stated in the financial statements. The financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts or to the amounts or classification of liabilities that might result should the Company be unable to continue as a going concern and meet its debts as and when they fall due.

Notes to the Financial Statements

2. Capital Expenditure

2.1. Exploration & Evaluation Expenditure

	31-Dec-23 \$	30-Jun-23 \$
Exploration and evaluation	5,820,772	4,656,027
Movement:		
Opening balance	4,656,027	707,114
Costs capitalised during the year, net of refunds	1,164,745	3,948,913
Costs impaired during the year	-	-
Closing balance	5,820,772	4,656,027
Projects:		
Grass Patch	1,738,073	1,477,889
Splinter Rock	4,082,699	3,178,138
Closing balance	5,820,772	4,656,027

2.2. Property Plant and equipment

	31-Dec-23 \$	30-Jun-23 \$
Office Equipment	4,881	4,881
Accumulated depreciation – Office Equipment	(1,297)	(806)
Computer Equipment - Cost	12,342	12,342
Accumulated depreciation – Computer Equipment	(7,034)	(4,687)
Motor Vehicle	176,870	164,180
Accumulated depreciation – Motor Vehicle	(26,766)	(16,479)
Plant & Equipment	63,211	63,211
Accumulated depreciation – Plant & Equipment	(8,962)	(4,579)
Net carrying amount	213,245	218,063

3. Financial Performance

3.1. Other Income

	31-Dec-23 \$	31-Dec-22 \$
Revenue from continuing operations		
Interest Earned	15,256	25,302
Interest accrued for Term Deposits	22,266	36,283
	37,522	61,585

3.2. Expenses

	31-Dec-23 \$	31-Dec-22 \$
Administration services		
Consulting	(132,880)	(47,884)
Conferences	(3,564)	(13,955)
Insurance	(27,774)	(21,997)
Investor relations	(116,120)	(67,450)
Share Registry	(9,342)	(11,604)
Other	(25,159)	(6,245)
	(314,839)	(169,135)

Notes to the Financial Statements

4. Funding and risk management

4.1. Share capital

	Date	Number of shares	Issue price \$	Value \$
Balance at 01 July 2022		102,450,745		9,224,855
No changes		-		-
Balance at 30 June 2023		102,450,745		9,224,855
Balance at 31 December 2023		102,450,745		9,224,855

5. Related Parties

5.1. Related Parties

Details relating to key management personnel, including remuneration paid are included in the 2023 annual report. The aggregated compensation made to directors of the consolidated entity is set out below:

	31-Dec-23 \$	31-Dec-22 \$
Short term benefits	226,300	226,300
Post-employment benefits	13,482	15,275
Share based payments	247,307	-
Total compensation	487,089	241,575

5.2. Other transactions with related parties

The Company entered into a geological services agreement with GeoSpy Pty Ltd, an entity controlled by Dr Holden, pursuant to which GeoSpy Pty Ltd invoiced OD6 Metals Limited \$30,000 for the period ending 31 Dec 2023.

5.3. Share Based Payments

5.3.1. Options

	KMP incentive options 08-Dec-23	Employee incentive options 04-Dec-23
Date of issue		
Number of options	1,900,000	750,000
Dividend yield (%)	0%	0%
Expected volatility (%)	90%	90%
Risk free interest rate (%)	4.12%	4.06%
Expected life of the option (years)	3	3
Option exercise price (\$)	\$0.27	\$0.27
Share price at grant date (\$)	\$0.175	\$0.165
Expected Vesting Date	23/11/2023	04/12/2023
Fair value per option (\$)	\$0.087	\$0.079
Total value at grant date (\$)	\$164,807	\$59,693
Expiry Date	09/10/2026	09/10/2026

Notes to the Financial Statements

5.3.2. Performance Rights

Performance Rights which convert into Shares on a 1:1 basis subject to the satisfaction of the Milestone as set out below. The Performance Rights have the following Milestones and Expiry Dates:

Performance Rights

	Number of Rights	Probability	Value \$
Performance Rights Class A issued to MD 01 April 2022 ⁽¹⁾	1,000,000	75%	150,000
Performance Rights Class B issued to MD 01 April 2022 ⁽²⁾	1,500,000	50%	150,000
Performance Rights Class C issued to MD 08 December 2023 ⁽³⁾	1,000,000	50%	82,500
Performance Rights Class D issued to Employees 08 December 2023 ⁽⁴⁾	300,000	50%	24,750
Closing Balance 31 December 2023	3,800,000		407,250

- (1) 1,000,000 Class A Performance Rights converting to Shares (1:1 basis) upon the Company announcing to ASX a JORC compliant inferred (or greater) Mineral Resource (as defined in the JORC Code) of not less than 250,000,000 tonnes (of which at least 100,000,000 tonnes must be an indicated Mineral Resource), grading a minimum of 800 ppm total rare earth oxides (TREO), expiring at 5pm (AWST) on the date that is 2 years from the date of the Company's admission to ASX.
- (2) 1,500,000 Class B Performance Rights converting to Shares (1:1 basis) upon the Company announcing to ASX the results of a scoping study showing the potential to generate an internal rate of return (IRR) of more than 20% using consensus prices and Board approved assumptions, expiring at 5pm (AWST) on the date that is 3 years from the date of the Company's admission to ASX.
- (3) 1,000,000 Class C Performance Rights converting to Shares (1:1 basis) upon the Company announcing to ASX a JORC compliant inferred (or greater) Mineral Resource (as defined in the JORC Code) of not less than 1,000,000,000 tonnes (of which at least 400,000,000 tonnes must be an indicated Mineral Resource), grading a minimum of 800 ppm total rare earth oxides (TREO), expiring at 5pm (AWST) on the date that is 3 years from the issue date.
- (4) 300,000 Class D Performance Rights converting to Shares (1:1 basis) upon the Company announcing to ASX the results of a Scoping Study (as defined in the JORC Code) showing the potential to generate an internal rate of return (IRR) of more than 20% using consensus prices and Board approved assumptions, expiring at 5pm (AWST) on the date that is 3 years from the issue date.

5.3.3. Recognised share-based payments expense in profit or loss

	31-Dec-23 \$	31-Dec-22 \$
Expense arising from employee options issued	331,750	97,235
Total share-based payments expensed in profit or loss	331,750	97,235

Notes to the Financial Statements

5.3.4. Reserves

	31-Dec-23 \$	Number of Options
At 1 July 2023	865,966	31,100,371
Share based payment directors and employees	224,500	2,650,000
Forfeited during the period	-	-
Total options held in reserve	1,090,466	33,750,371
	31-Dec-23 \$	Number of Performance rights
At 1 July 2023	300,000	2,500,000
Share based payment for the managing director	82,500	1,000,000
Share based payment for the employees	24,750	300,000
Forfeited during the period	-	-
Total performance shares held in reserve	407,250	3,800,000
Total Reserves	1,497,716	

6. Segment information

Management has determined the operating segments based on the reports reviewed by the Board of the Directors that are used to make strategic decisions. The Company does not have any material operating segments with discrete financial information. The Company does not have any customers and all its assets and liabilities are primarily related to mining industry and are located within Western Australia. The Board of Directors review internal management reports on a regular basis that is consistent with the information provided in the statement of profit and loss and other comprehensive income, statement of financial position and statement of cashflows. As a result, no reconciliation is required because the information as presented is what is used by the Board to make strategic decisions.

7. Other

7.1. Events occurring after the reporting period

The company confirms there were no subsequent events for disclosure after the reporting period.

7.2. Commitments and Contingencies

There were no other contingent liabilities as at 31 December 2023, or since that date and the date of this report.

Director's Declaration

In accordance with a resolution of the directors of OD6 Metals Limited, I state that:

- (1) In the opinion of the directors:
- (a) the financial statements, notes and the additional disclosures included in the directors' report designated as audited, of the Group are in accordance with the *Corporations Act 2001* including:
 - (i) giving a true and fair view of the Group's financial position as at 31 December 2023 and of its performance for the period ended on that date; and
 - (ii) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements, and
 - (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
- (2) This declaration has been made after receiving the declarations required to be made to the directors in accordance with section 295A of the *Corporations Act 2001* for the half-year ended 31 December 2023.

On behalf of the Board,



Darren Holden
Chairman
08 March 2024

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF OD6 METALS LIMITED

Conclusion

We have reviewed the accompanying half-year financial report of OD6 Metals Limited ("the Company") and Controlled Entities ("the Consolidated Entity") which comprises the condensed consolidated statement of financial position as at 31 December 2023, the condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other selected explanatory notes, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of OD6 Metals Limited and Controlled Entities does not comply with the *Corporations Act 2001* including:

- Giving a true and fair view of the Consolidated Entity's financial position as at 31 December 2023 and of its performance for the half-year ended on that date; and
- Complying with Accounting Standard AASB 134: *Interim Financial Reporting* and *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company 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* that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Material Uncertainty Related to Going Concern

We draw attention to Note 1.5 in the financial report, which indicates that the Consolidated Entity incurred a net loss of \$22,433 during the half year ended 31 December 2023. As stated in Note 1.5, these events or conditions, along with other matters as set forth in Note 1.5, indicate that a material uncertainty exists that may cast significant doubt on the Consolidated Entity's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

Responsibility of the Directors for the Financial Report

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

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Consolidated Entity's financial position as at 31 December 2023 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Hall Chadwick

HALL CHADWICK WA AUDIT PTY LTD

Mark Delaurentis

MARK DELAURENTIS CA
Director

Dated 8th day of March 2024
Perth, Western Australia

To the Board of Directors

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

As lead audit Director for the review of the financial statements of OD6 Metals Limited for the half year ended 31 December 2023, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- any applicable code of professional conduct in relation to the review.

Yours Faithfully,

Hall Chadwick
HALL CHADWICK WA AUDIT PTY LTD

Mark Delaurentis
MARK DELAURENTIS CA
Director

Dated 8th day of March 2024
Perth, Western Australia