



ABN 23 101 049 334

AND CONTROLLED ENTITIES

Consolidated Half Year Financial Report

31 December 2023

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

CONSOLIDATED HALF YEAR FINANCIAL REPORT

31 December 2023

COMPANY DIRECTORY	1
DIRECTORS' REPORT	2
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	15
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION	16
CONDENSED CONSOLIDATED CASH FLOW STATEMENT	17
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	18
NOTES TO THE FINANCIAL STATEMENTS	19
DIRECTORS' DECLARATION	26
AUDITOR'S INDEPENDENCE DECLARATION	27
INDEPENDENT AUDITORS' REVIEW REPORT	28

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

COMPANY DIRECTORY HALF YEAR ENDED 31 DECEMBER 2023

DIRECTORS

Clive Jones (Chairman)
Tara French (Managing Director)
Terry Gardiner (Non-Executive Director)
Jonathan Downes (Non-Executive Director)

COMPANY SECRETARY

Mike Robbins

PRINCIPAL & REGISTERED OFFICE

Level 3, 30 Richardson Street,
West Perth, WA, 6005
Telephone: (08) 9322 6283

AUDITORS

Hall Chadwick WA Audit Pty Ltd
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Subiaco WA 6008

SHARE REGISTRAR

Automic
Level 5, 126 Phillip St
SYDNEY NSW 2000
Telephone: 1300 288 664

STOCK EXCHANGE LISTING

Australian Securities Exchange
(Home Exchange: Perth, Western Australia)
Code: CAZ

BANKERS

National Australia Bank
50 St Georges Terrace
PERTH WA 6000

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

DIRECTORS' REPORT HALF YEAR ENDED 31 DECEMBER 2023

Your directors submit the financial report of Cazaly Resources Limited ('Cazaly' or 'the Company') and its controlled entities ('the Group') for the half-year ended 31 December 2023.

DIRECTORS

The names of Directors who held office during or since the end of the half year:

Clive Bruce Jones (Chairman)
Tara French (Managing Director)
Terry James Gardiner (Non-Executive Director)
Jonathan Downes (Non-Executive Director)

COMPANY SECRETARY

Mike Robbins

REVIEW OF OPERATIONS

PROJECTS

The Company has sound management systems in place for all its safety, health, environmental and community relation work practices.

During the half-year under review, there were no reportable incidents relating to safety, health, environment or community-related matters.

CANADA

Sundown Lithium Project (CAZ 25%, earning up to 100%)

The Sundown lithium project lies in the world-class James Bay Lithium Province, host to several advanced lithium projects and new lithium discoveries in Canada and comprises 510 mining claims covering pegmatite outcrops spanning over 260km² (Figure 1).

The large tenement holding is strategically positioned between Allkem's (ASX:AKE) James Bay deposit with a lithium resource of 110.2Mt @ 1.30% Li₂O and Patriot Battery Metals (ASX:PMT) Corvette lithium discovery with a lithium resource of 109.2Mt at 1.42% Li₂O within a 214km² land package. Further recent success in the region includes Critical Elements' Rose deposit (33Mt @ 0.92% Li₂O), Nemaska's Whabouchi deposit (53.7Mt @ 1.45% Li₂O) and Winsome Resources' (ASX:WRI) Cancet exploration target with 15-25Mt @1-2% Li₂O.

On 7 August 2023, the Company announced that it completed its due diligence and would finalise the acquisition of the Sundown lithium project. Cazaly moved to a 25% holding in the project after making a payment of C\$350,000 and issuing 19,065,535 shares on 11 August 2023.

Cazaly completed target ranking of potential pegmatites based on satellite imagery, geological observations of pegmatite occurrences made by Québec's MERN geologists, elevated levels of lithium in lake bottom sediment samples, and proximity to the Gladman Suite, a new lithium prospective zone identified by MERN geologists in 2022. The Gladman Suite is characterised by the presence of numerous E-W trending pegmatitic granite dykes and the presence of tourmaline, garnet and muscovite in these rocks indicates a hyperaluminous composition suitable for the development of lithium mineralisation.

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

DIRECTORS' REPORT HALF YEAR ENDED 31 DECEMBER 2023 (CONTINUED)

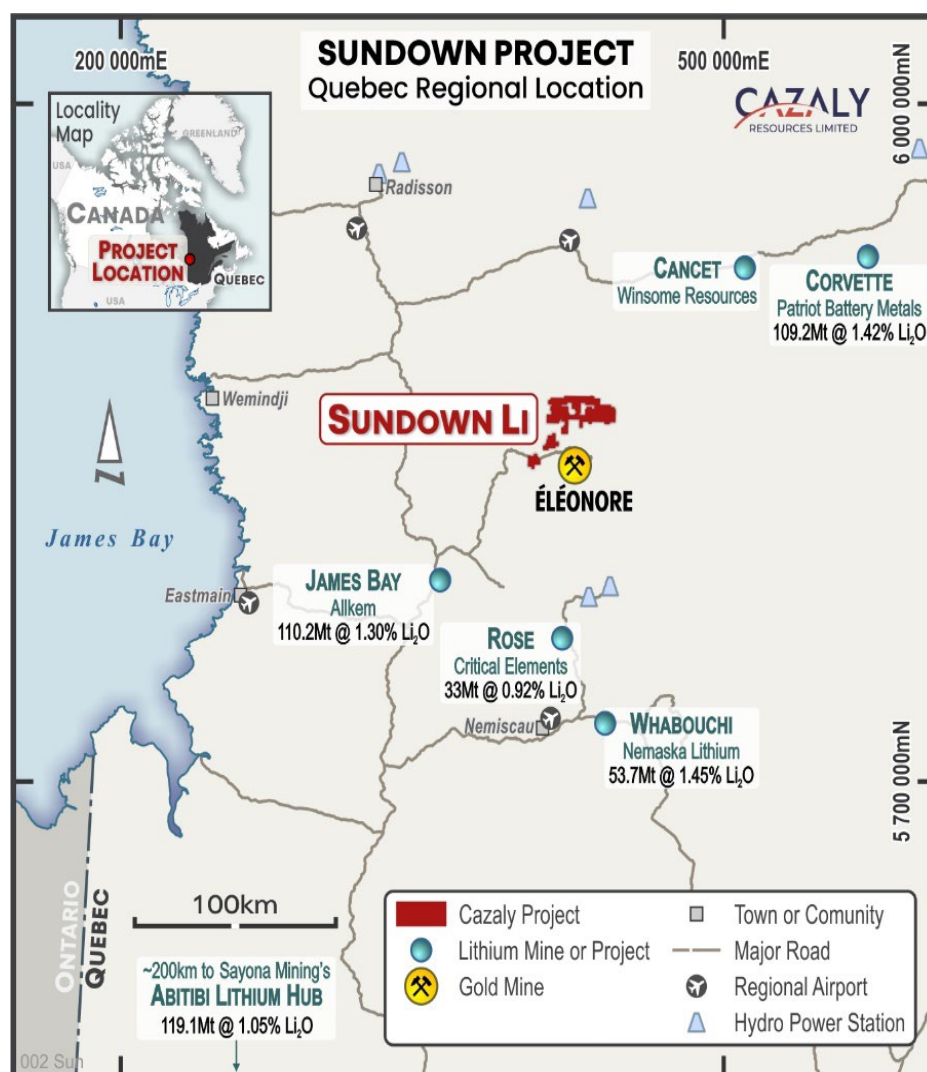


Figure 1. Location of the Sundown Lithium Project and various lithium resources in the James Bay District.

As announced on 10 November 2023, the campaign of initial rock chip sampling was completed across a portion of the Sundown lithium project (Figure 2). Although the weather conditions were logistically challenging for helicopter surveying with access being limited, the team were able to access several pegmatite locations and collected a total of 304 rock chip samples, across the vast 260 km² landholding.

Rock chip sample results were received and results included in the Cazaly announcement dated 19 January 2024 and confirmed the Gladman suite is fertile and potentially suitable for the development of lithium mineralisation.

For further technical disclosures, relative cautionary statements and references please refer to Cazaly announcements dated 31 May 2023, 1 June 2023, 7 August 2023, 15 August 2023, 4 September 2023, 10 November 2023 and 19 January 2024.

DIRECTORS' REPORT
HALF YEAR ENDED 31 DECEMBER 2023 (CONTINUED)

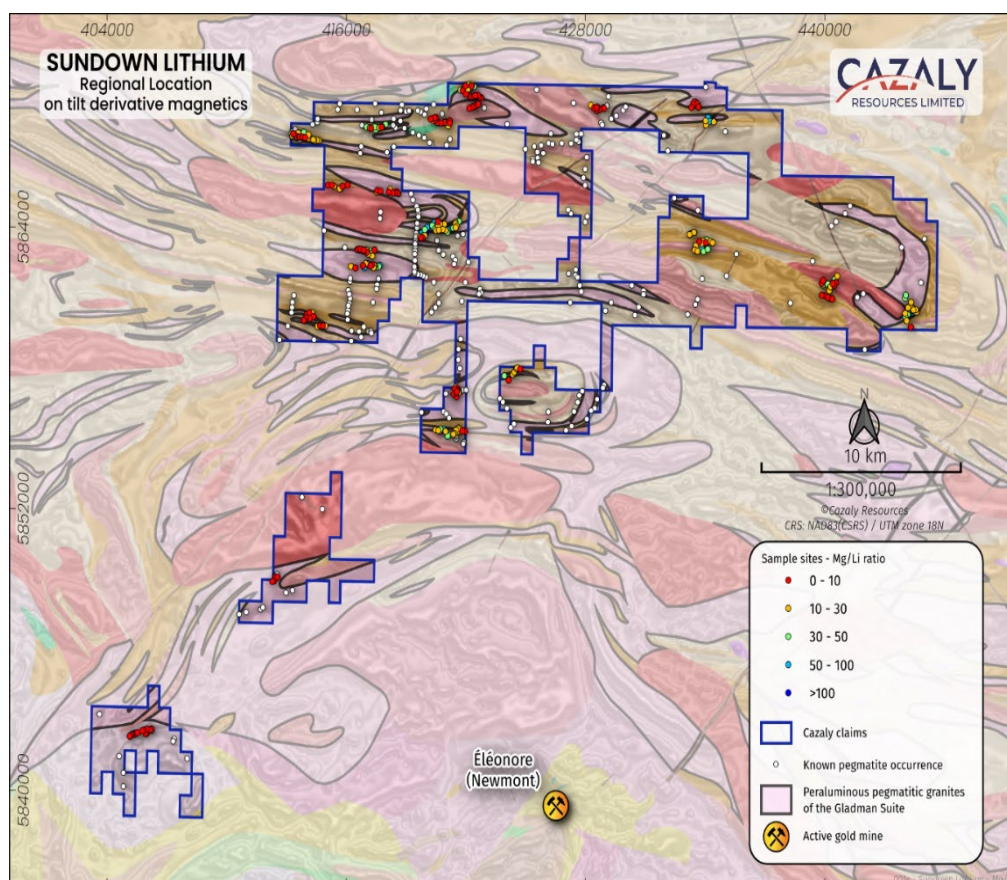


Figure 2. Results of initial rock chip sampling: Mg/Li ratios confirm fertile granites.

Carb Lake Rare Earth Elements Project (CAZ 100%)

The Carb Lake project is located in the Red Lake district in Ontario, Canada (Figure 3), a well-known mining province, comprising 93 mineral claims covering a very large +3km diameter carbonatite complex prospective for rare earth elements (REE).

The 2011 Aeromagnetic survey data purchased by the Company has provided excellent detailed imagery across the bulk of the carbonatite. The carbonatite shows multiple magnetic circular features within the complex that extends beyond the detailed surveyed area of 3.2km x 3.7km (Figure 4). While the Carb Lake carbonatite complex is in the very early exploration phase, the size of the intrusive complex is compelling, to illustrate this see Table 1 for the size of several carbonatites from around the world.

Very little historical exploration has been completed on the Carb Lake carbonatite. Four diamond holes (DD001-DD004, Figure 4) were drilled at Carb Lake in 1967 for a total of 564m. The drill core provided data for geochemical studies, completed by the Ontario Department of Mines, Geological Survey in the late 1960s and early 1970s, with much of the diamond core consumed for these studies. The best results reported were from DD004, drilled into the centre of the carbonatite complex in an area of low magnetic intensity (Figure 4), with two samples reporting >5% Ce and >1% La. One sample reported a value of 7.1% Nb.

DIRECTORS' REPORT
HALF YEAR ENDED 31 DECEMBER 2023 (CONTINUED)



Figure 3. Location of the Carb Lake REE project, Ontario, Canada.

The limited drill core remaining intact and currently available for non-invasive work was re-logged and tested using a pXRF, a portable gamma ray spectrometer and a magnetic susceptibility metre. The pXRF program consisted of multiple readings on the remaining historical drill core, mostly drill holes 001 and 002. The results validate the potential for the Carb Lake carbonatite to host economic REE and Nb mineralisation. The best pXRF results include Nb 0.6%; La 3.36%; Ce 4.34%; Pr 0.42%; Nd 1.49%.

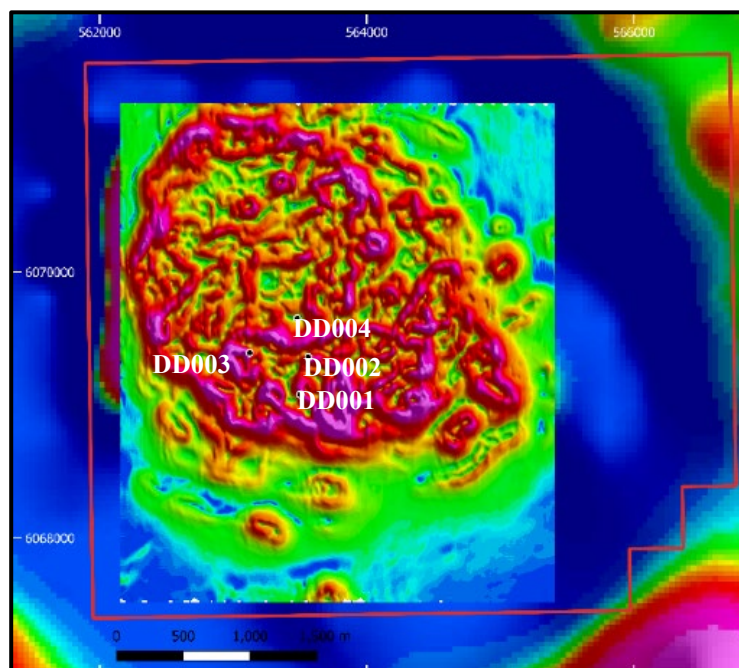


Figure 4. Horizontal gradient magnetics of the Carb Lake REE carbonatite complex, detailed 2011 survey over regional magnetics.

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

DIRECTORS' REPORT HALF YEAR ENDED 31 DECEMBER 2023 (CONTINUED)

Table 1. Carbonatite size comparison with other REE carbonatite complexes.

Carbonatite Complex	Location	Diameter (km)	Stage
Araxa	Brazil	5	Producing
Carb Lake	Canada	+3	Exploration
Mount Weld	Australia	3	Producing
Pachpadra	Australia	Ellipse 3x1	Exploration
Nechalacho	Canada	2	Producing
Kangankunde	Malawi	0.8	Development

Cautionary Statement

The table above is presented to illustrate only the size of carbonatite complexes around the world. It should not be considered a comparison of company or project, a number of the projects in the table above are in development or production. The Carb Lake carbonatite is in the early exploration stage and there is no certainty that further exploration work will result in determination of an economic mineral resource.

As announced on 10 November 2023, analytical results were received from the first round of field work completed at the Carb Lake carbonatite complex in northwestern Ontario. The work consisted of mapping, prospecting, and traversing the entire span of the +3km carbonatite footprint. The field program was completed in late August over a 5-day period, whereby traverses were completed over the carbonatite from southwest to northeast for a total of 102km.

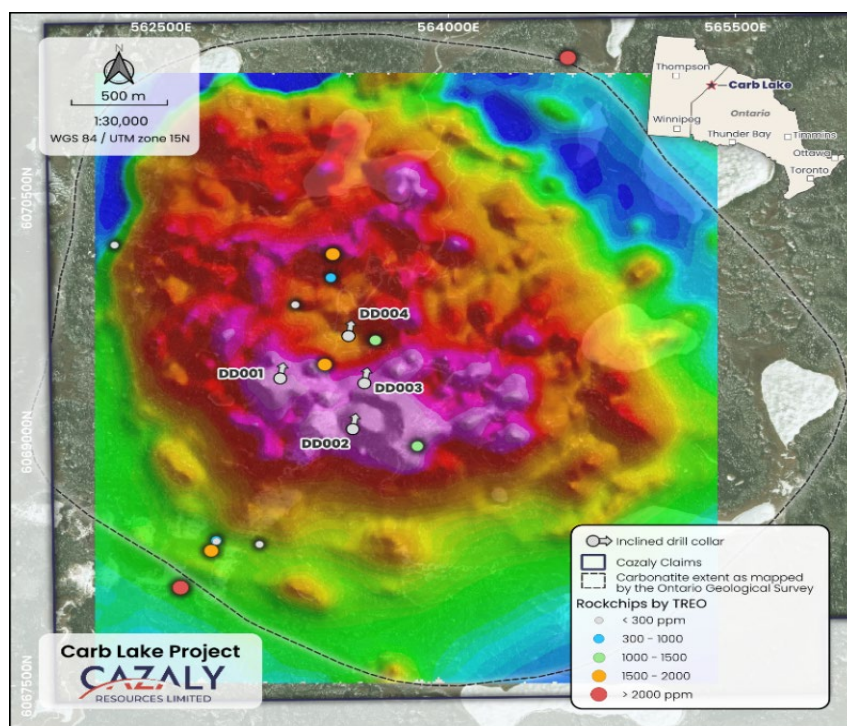


Figure 5. TREO results from surface float samples

The carbonatite samples show two distinct populations. The majority of carbonatite samples have highly anomalous REE, Sr and Nb (Figure 5). The best grab samples include 2,497ppm TREO, with NdPr comprising up to 22% of the TREO and 2,084ppm TREO, with NdPr up to 25% of the TREO.

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

DIRECTORS' REPORT HALF YEAR ENDED 31 DECEMBER 2023 (CONTINUED)

For further technical disclosures and references please refer to CAZ announcements dated 27 April 2023, 3 May 2023, 14 June 2023, 31 July 2023, 22 August 2023, 10 November 2023 and 19 January 2024.

AUSTRALIA

Halls Creek Copper, Zinc and Silver Project (CAZ 100%)

The project is situated 25km southwest of Halls Creek and covers part of the Halls Creek Mobile Zone which is highly prospective for a range of commodities including copper, gold and nickel (Figure 6). The project includes the Mount Angelo North volcanogenic massive sulphide (VMS) copper-zinc-silver deposit and the Bommie porphyry copper deposit.

In June 2023, Cazaly received positive results from AuKing Mining Limited's Koongie Park copper-zinc scoping study, which included the Company's 100%-owned mineral resources at Halls Creek. The AuKing scoping study confirmed the potential for a financially robust, globally competitive operation with life-of-mine of 11 years with an estimated total production of 110kt Cu, 38kt Zn and 355koz Ag. The strong project economics and financial returns produced a pre-tax NPV8% of approximately A\$176.9M and a 39.7% IRR. The estimated payback period is 2.45 years after incurring pre-production Capex of A\$134M.

For full scoping study results and details please refer to CAZ announcement dated 1 June 2023.

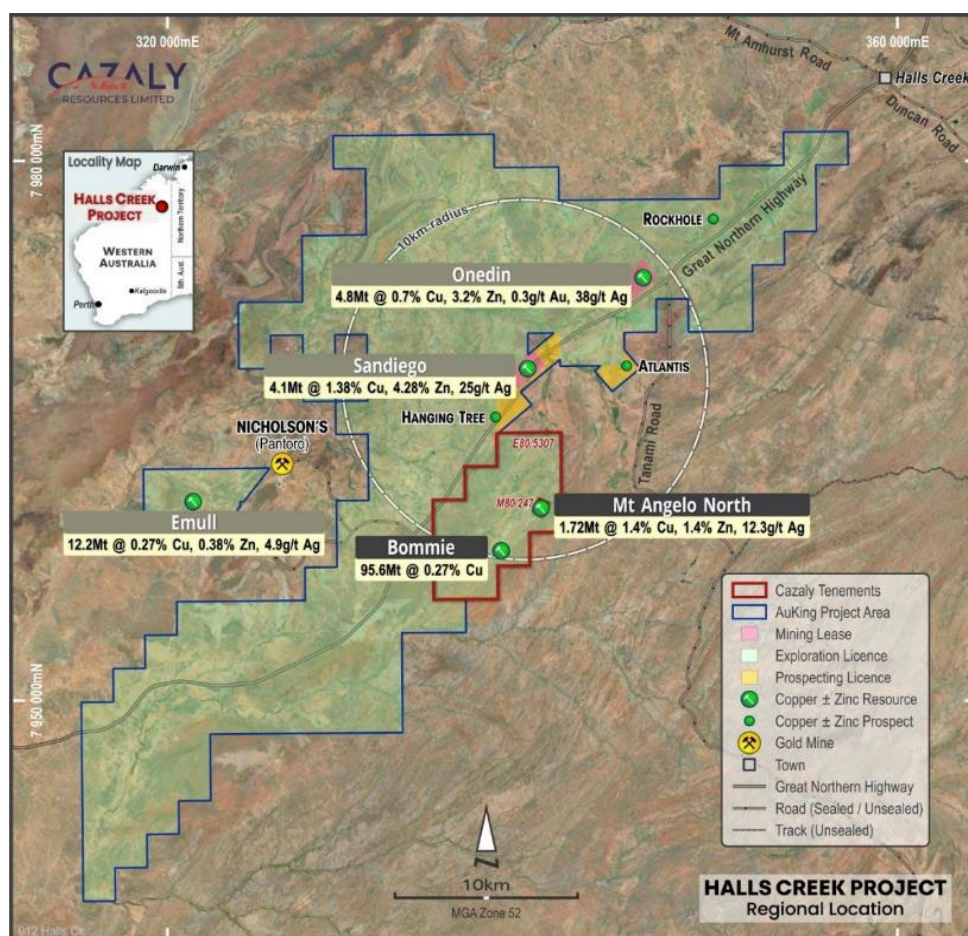


Figure 6. Cazaly's Halls Creek Mt Angelo North and Bommie copper resources relative to AuKing's project area.

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

DIRECTORS' REPORT HALF YEAR ENDED 31 DECEMBER 2023 (CONTINUED)

Mineral Resource Estimates for these deposits are reported in accordance with the JORC Code 2012 as per the tables below by resource classification and weathering state.

Table 2. Mount Angelo North Cu-Zn-Ag Deposit, Mineral Resource Estimate (0.4% Cu cut-off), January 2022

Type	Indicated				Inferred				Total			
	TONNES Metric	Cu %	Ag ppm	Zn %	TONNES Metric	Cu %	Ag ppm	Zn %	TONNES Metric	Cu %	Ag ppm	Zn %
Oxide	149,000	1.4	21	0.9	67,500	0.9	9	0.9	216,000	1.2	17	0.9
Transitional	158,000	1.7	16	1.5	157,000	1.2	7	0.6	316,000	1.4	12	1.1
Fresh	699,000	1.7	13	1.8	487,000	1.0	10	1.4	1,187,000	1.4	12	1.6
Total	1,007,000	1.6	15	1.6	712,000	1.0	9	1.2	1,719,000	1.4	12	1.4

For further technical information please refer to the Cazaly ASX Quarterly Activities Report for December 2021 (dated 31 January 2022).

Table 3. Bommie Porphyry Copper Deposit, Maiden Mineral Resource Estimate (0.2% Cu cut-off), November 2022

Type	Indicated			Inferred			Total		
	TONNES Metric	Cu %	Cu metal Tonnes	TONNES Metric	Cu %	Cu metal Tonnes	TONNES Metric	Cu %	Cu metal Tonnes
Oxide	212,000	0.29	1,000	1,108,000	0.27	3,000	1,320,000	0.27	4,000
Transitional	2,799,000	0.30	8,000	6,978,000	0.28	19,000	9,777,000	0.27	28,000
Fresh	3,091,000	0.30	39,000	71,380,000	0.27	190,000	84,471,000	0.27	230,000
Total	16,102,000	0.30	48,000	79,466,000	0.27	212,000	95,568,000	0.27	262,000

Refer to the ASX announcement dated 24 November 2022 for details of drilling, results and the resource estimation parameters.

Ashburton Basin Rare Earth Elements, Gold and Base Metals Project (CAZ 100%)

Cazaly's Ashburton project spans 2,450km² in the Ashburton Basin, in the Pilbara region of Western Australia. The Ashburton Basin forms the northern part of the Capricorn Orogen, a ~1,000km long, 500km wide region of variably deformed metamorphosed igneous and sedimentary rocks located between the Yilgarn and Pilbara cratons.

The Ashburton project covers major regional structures considered to be highly prospective for gold, base metals and REE mineralisation. The project area presents an excellent opportunity for the discovery of large mineralised systems along the major regional scale structures, which to date have seen very little modern exploration.

Cazaly's exploration activities have identified 4 regional scale mineralised trends up to 70km long (Figure 7) that coincide with several mantle tapping structures required for the transportation of significant volumes of mineralised fluids suitable for the development of large-scale mineralised systems. In addition to regional scale targeting, several prospect scale targets, up to 10km long, have been identified across the project area.

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

DIRECTORS' REPORT HALF YEAR ENDED 31 DECEMBER 2023 (CONTINUED)

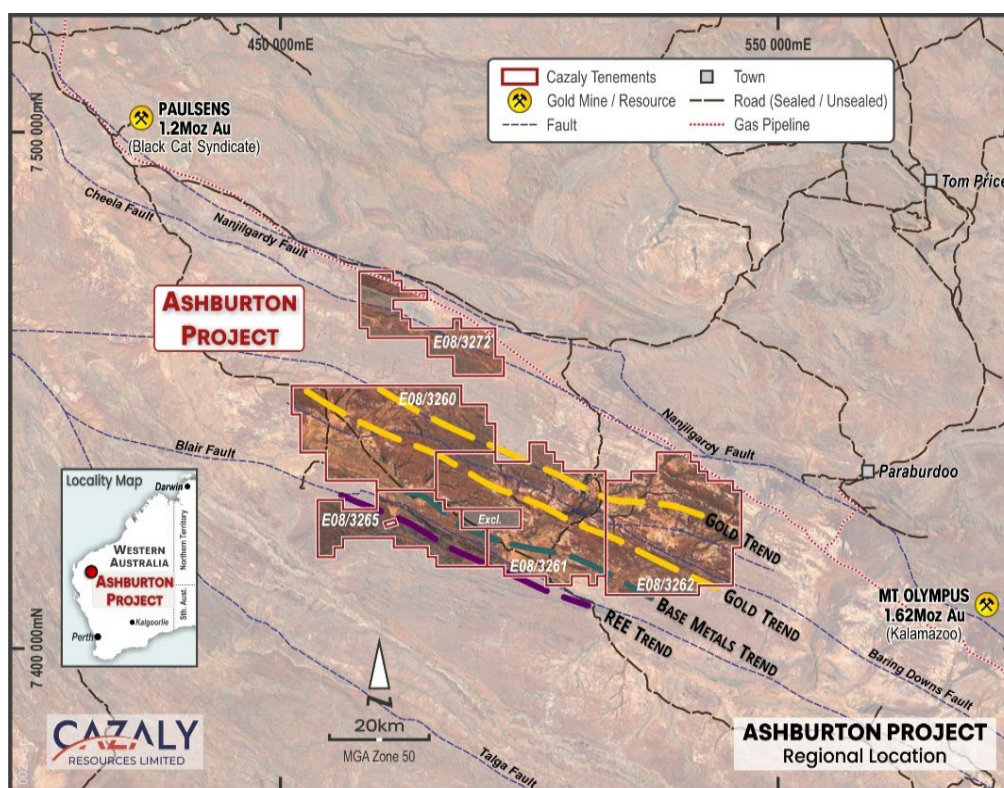


Figure 7. Location of the Ashburton Project relative to +1M oz gold deposits in the district.

Lyons Rare Earth Elements Project (CAZ 100%)

On 2 August 2023, the Company announced that it had secured over 1,000km² of tenure within the emerging REE district of the Gascoyne Province in Western Australia.

The tenure consists of a total of four tenements, that together form the Lyons Project a very prospective package of ground in the Bangemall Basin (Figure 8). Two of the tenements along the Lyons River Fault (E09/2671 and E52/4040) were acquired to consolidate the Lyons Project via an exclusive binding option agreement with Murchison REE Pty Ltd to acquire up to 100% of the project.

The project covers over 50 strike kilometres of the Lyons River Fault which is closely associated with significant REE deposits at Yangibana (Hastings Metals) and Yin (Dreadnought). Economic base metal mineralisation is also associated with splays off this regional scale Fault at the Abra Base metal deposit (Galena Mining & Toho Zinc).

As announced on 28 December 2023, the Company conducted reconnaissance surface sampling during late November 2023. 212 stream sediment samples were collected across three target areas (A1-A3) to test the potential for REE and base metal mineralisation. All samples were sieved to -75µm and assayed at Intertek laboratories using a high resolution aqua regia method. Analytical results were received and interpreted by an independent geochemical consultant. Geochemical anomalies are shown on Figure 9, the most promising anomalies were identified at Target A3, and follow up work will be planned to determine the veracity of these REE and Nb anomalies.

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

DIRECTORS' REPORT HALF YEAR ENDED 31 DECEMBER 2023 (CONTINUED)

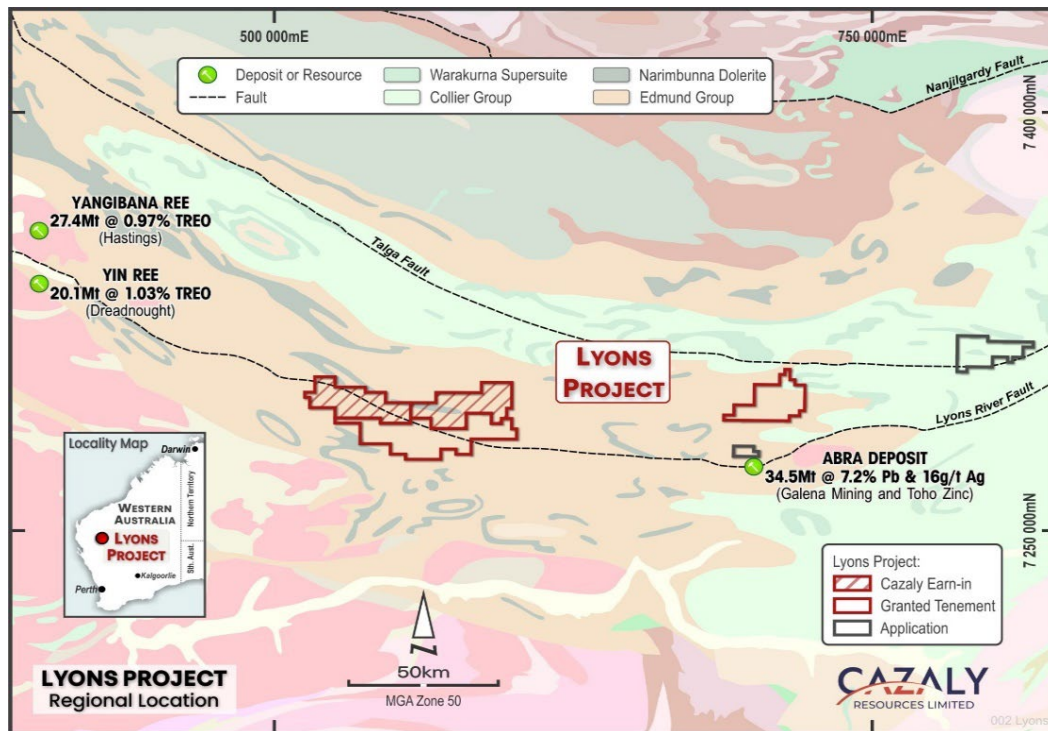


Figure 8. Lyons REE and base metal project location within the Gascoyne Province.

For further technical disclosures and references please refer to CAZ announcements dated 2 August 2023, 5 December 2023 and 28 December 2023.

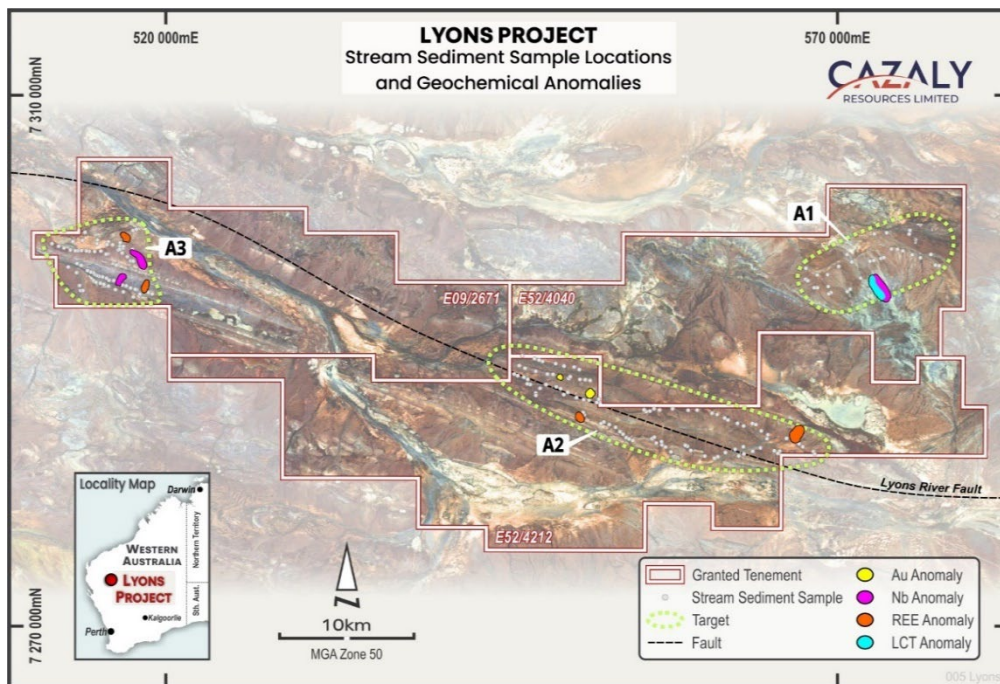


Figure 9. Surface geochemical anomalies identified at the Lyons Project.

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

DIRECTORS' REPORT HALF YEAR ENDED 31 DECEMBER 2023 (CONTINUED)

NAMIBIA

Abenab North Rare Earth Elements & Base Metals Project (CAZ 95%)

The application for a new exploration licence (EPL 9110 - Abenab North) remains pending approval. The project is located in the northern region of Namibia (Figure 10) through its 95% owned local subsidiary company Philco One Hundred and Seventy-Three (Proprietary) Limited ("Philco"). The Abenab North project application has no competing applications and covers an area of approximately 790 km². The project is considered to be highly prospective for base metals and REE mineralisation as evidenced from the results of previous limited exploration.

The project lies in the Otavi Mountain Land region of northern Namibia located approximately 450km by road from the capital of Windhoek in an area comprising the towns of Tsumeb and Grootfontein. The region is a significant well mineralised base metals province with historic production from several mines including Tsumeb, Kombat, Abenab and the Berg Aukas mines. Tsumeb is a world-famous Cu-Pb-Zn-Ag-Ge-Cd mine renowned for its wealth of rare and unusual minerals and was mined from 1897 to 1996.



Figure 10. Location of Namibian Critical Mineral Projects.

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

DIRECTORS' REPORT HALF YEAR ENDED 31 DECEMBER 2023 (CONTINUED)

Kaoko Lithium Project (CAZ 95%)

The Kaoko Lithium Project is located in northern Namibia, approximately 800km by road from the capital of Windhoek and approximately 750km from the port of Walvis Bay (Figure 10). The area has excellent infrastructure, with the Project only 50 km away from Opuwo, the regional capital, which has an airport and well-maintained bitumen roads. In addition, the Project has access to the 320 MW Ruacana hydroelectric power station, and transmission lines that run through both the western and eastern parts of the Project.

Cazaly previously identified a large lithium in soil anomaly at the Ohevanga Prospect measuring 12km x 10km. The anomaly was defined with broadly spaced surface samples collected across a 1km grid and has recently been followed up with infill surface sampling to better define and confirm the target. For further technical details please refer to CAZ announcement dated 24 March 2023.

An application for a two-year licence extension was granted and is valid until 8 June 2025.

OTHER INTERESTS

Joint Ventures

Mt Venn (CAZ 20%)

The Mt Venn Gold Project is located 125km northeast of Laverton in the North-eastern Goldfields Region of Western Australia and covers approximately 400km² of prospective greenstone sequence. The project area lies within the Mount Venn-Yamarna-Dorothy Hills greenstone belt which is the most easterly major N-S striking greenstone belt of the Yilgarn Craton. The belt is considered highly prospective for gold and nickel and is positioned along the western limb of the Yamarna Greenstone Belt that hosts Gold Road's and Gold Fields' 6Moz Gruyere Gold Mine. Together the Yilgarn greenstone belts account for 30% of the world's gold reserves.

The Mt Venn project is subject to an unincorporated Joint Venture between the operators Woomera Mining Limited (Woomera, ASX:WML) (80%) and Cazaly (20%). Cazaly is free carried to pre-feasibility stage.

McKenzie Springs Joint Venture (CAZ 30%)

Sammy Resources Pty Ltd (a wholly owned subsidiary of Cazaly) is in joint venture with Fin Resources Ltd (ASX:FIN) over exploration licence E80/4808, the McKenzie Springs Project, located in the Kimberley region of Western Australia. The project lies south along strike from the Savannah nickel-copper-cobalt mine owned by Panoramic Resources Ltd (ASX:PAN).

Royalties

Mineral Resources Limited (ASX: MIN) continued production activities at the Parker Range Iron Ore Mine. Cazaly, as the royalty holder, is entitled to receive A\$0.50/tonne of iron ore produced from the mine, once the first 10 million tonnes of production have been reached.

Following the sale of the Hamersley Iron Ore Project in 2021, to Equinox Resources Limited (ASX:EQN), the Company retains a royalty interest of US\$0.30/tonne in the project. The project is located in the heart of the Pilbara iron ore province and currently has a total Mineral Resource estimate of 343.2 Mt at 54.5% Fe (reported in compliance with JORC Code 2012 – refer to Pathfinder's ASX Announcement dated 24 January 2020). Equinox continues to advance feasibility studies to progress the development of the Project.

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

DIRECTORS' REPORT HALF YEAR ENDED 31 DECEMBER 2023 (CONTINUED)

CORPORATE

The Company had cash and investments totalling \$8.415 million at 31 December 2023.

Shares

On 24 July 2023, the Company issued 4,115,663 fully paid ordinary shares to Exiro Minerals Corp (value C\$150,000) as per the terms and conditions of a consulting and finder's fee agreement for its Canadian projects.

On 11 August 2023, the Company issued 19,065,535 fully paid ordinary shares to 1Minerals Corp as per the terms and conditions of an agreement for a 25% interest in the Sundown project in Quebec.

On 6 and 7 December 2023, the Company issued a total of 59,633,333 fully paid shares as per the terms and conditions of a placement announced on 27 November 2023. Upon receipt of shareholder approval, a further 10,000,000 shares will be issued to a director (Mr Terry Gardiner) or his nominee under the same terms and conditions of the placement. Total gross proceeds to be received from the placement were \$2,089,000.

Options

On 14 December 2023, the Company issued 5,000,000 unquoted options (exercisable at \$0.045 on or before 13 December 2026) to Barclay Wells as part of the Lead Manager's fee as per the terms and conditions of the placement announced on 27 November 2023.

On 19 November 2023, 2,000,000 unquoted options (exercisable at \$0.067) expired.

RESULTS OF OPERATIONS & FINANCIAL POSITION

The operating profit after income tax of the Group for the half-year ended 31 December 2023 was \$118,306 (31 December 2022: Loss of \$1,240,974).

The Group had a working capital surplus, being current assets less current liabilities of \$3,347,874 at 31 December 2023 (30 June 2023: surplus of \$3,545,606).

SUBSEQUENT EVENTS

As announced on 27 November 2023, the Company received and subsequently accepted a commercial offer for the purchase of its 15 million shares in Equinox Resources Ltd (ASX:EQN). Under the terms of the purchase agreement, the Company agreed on a settlement date on or before 7 January 2024 for gross proceeds of \$2,175,000.

Share transfer documentation was executed on 2 January 2024 with all funds being received by the same date.

Apart from the above, there have not been any matters or circumstances that have arisen since 31 December 2023 which have significantly affected, or may significantly affect the operations of the Company, the result of those operations, or the state of affairs of the Company in subsequent financial years.

LEAD AUDITORS' INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

The lead auditor's independence declaration is set out on page 27 of the half-year financial report ended 31 December 2023.

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

DIRECTORS' REPORT HALF YEAR ENDED 31 DECEMBER 2023 (CONTINUED)

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the *Corporations Act 2001*.

Tara French
Managing Director

Dated: 12 March 2024

Competent Persons Statements

The information contained herein that relates to Exploration Results is based upon information compiled or reviewed by Ms Tara French and Mr Don Horn, who are employees of the Company. Ms Tara French and Mr Horn are both Members of the Australasian Institute of Geoscientists and have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Persons as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Ms Tara French and Mr Horn both consent to the inclusion of their names in the matters based on the information in the form and context in which it appears.

⁽¹⁾ The information in this report that relates to the Mount Angelo North mineral resource is based on information compiled by Ms Vanessa O'Toole Principle Consultant of Honey Mining and Resources Pty Ltd, a Competent Person, who is a Member of The Australasian Institute of Mining and Metallurgy and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Ms Vanessa O'Toole consents to the inclusion in the report of the matters based on her information in the form and context in which it appears.

⁽²⁾ The information in this report that relates to the Bommie porphyry copper mineral resource estimation is based on work completed by Mr. Stephen Hyland, a Competent Person and Fellow of the AusIMM. Mr. Hyland is Principal Consultant Geologist with Hyland Geological and Mining Consultants (HGMC), who is a Fellow of the Australian Institute of Mining and Metallurgy and holds relevant qualifications and experience as a qualified person for public reporting according to the JORC Code in Australia. Mr Hyland is also a Qualified Person under the rules and requirements of the Canadian Reporting Instrument NI43-101. Mr Hyland consents to the inclusion in this report of the information in the form and context in which it appears.

The information in this report that relates to Resource Estimates, Exploration targets and Exploration results is extracted from previous company announcements to the ASX, all are available to view on <https://www.cazalyresources.com.au>. The Company confirms that it is not aware of any new Exploration information or data that materially affects the information included in the original market announcements. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

Forward Looking Statement

This half year report may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Cazaly Resources Ltd's planned exploration program(s) and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "estimate," "expect," "intend," "may", "potential," "should," and similar expressions are forward looking statements. Although Cazaly Resources Ltd believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements. The forward-looking statements in this half year report reflect views held only as at the date of this half year report.

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
HALF YEAR ENDED 31 DECEMBER 2023**

		31 December 2023 \$	31 December 2022 \$
Revenue	2	127,268	150,598
Other Income	2	238,703	13,931
Employee benefits expense		(264,273)	(302,074)
Borrowing costs and interest		(7,961)	(2,167)
Depreciation & amortisation expense		(49,306)	(40,049)
Administration expenses		(318,901)	(243,228)
Debts written off		-	(35,378)
Compliance & Regulatory expenses		(142,979)	(122,208)
Occupancy costs		(51,151)	(30,092)
Exploration expenditure written off		(90,603)	(379,299)
Equity based payments		(52,722)	(29,270)
Diminution in fair value of financial assets through profit and loss		<u>729,429</u>	<u>(221,737)</u>
Profit/(Loss) before income tax		117,504	(1,240,974)
Income tax benefit		<u>-</u>	<u>-</u>
Profit/(Loss) for the period		<u>117,504</u>	<u>(1,240,974)</u>
Profit/(Loss) attributable to:			
Members of the controlling entity		118,306	(1,240,974)
Non-controlling interest		<u>(802)</u>	<u>-</u>
		<u>117,504</u>	<u>(1,240,974)</u>
Other comprehensive income		-	-
Total comprehensive loss for the period		<u>117,504</u>	<u>(1,240,974)</u>
Net loss and total comprehensive income for the period attributable to:			
Members of the controlling entity		118,306	(1,240,974)
Non-controlling interest		<u>(802)</u>	<u>-</u>
		<u>117,504</u>	<u>(1,240,974)</u>
Basic earnings/(loss) per share (cents per share)		<u>0.03</u>	<u>(0.34)</u>

The accompanying notes form part of this financial report.

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2023

		31 December 2023	30 June 2023
	Note	\$	\$
CURRENT ASSETS			
Cash and cash equivalents		4,970,180	3,818,431
Trade and other receivables		80,735	23,844
TOTAL CURRENT ASSETS		5,050,915	3,842,275
NON-CURRENT ASSETS			
Trade and other receivables		49,679	49,679
Financial assets		3,444,546	2,868,117
Property, plant and equipment		17,144	20,571
Rights of use assets		248,355	11,637
Exploration and evaluation assets	3	9,900,279	7,537,894
TOTAL NON-CURRENT ASSETS		13,660,003	10,487,898
TOTAL ASSETS		18,710,918	14,330,173
CURRENT LIABILITIES			
Trade and other payables	4	1,522,880	183,917
Short-term provisions		89,277	105,700
Interest bearing loans and borrowings		90,884	7,052
TOTAL CURRENT LIABILITIES		1,703,041	296,669
NON-CURRENT LIABILITIES			
Interest bearing loans and borrowings		161,753	-
TOTAL NON-CURRENT LIABILITIES		161,753	-
TOTAL LIABILITIES		1,864,794	296,669
NET ASSETS		16,846,124	14,033,504
EQUITY			
Issued Capital	5	29,514,415	26,872,021
Reserves	6	532,214	503,690
Accumulated profits/(losses)	7	(13,184,077)	(13,326,581)
Controlling entity interest		16,862,552	14,049,130
Non-controlling interest		(16,428)	(15,626)
TOTAL EQUITY		16,846,124	14,033,504

The accompanying notes form part of this financial report.

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

CONDENSED CONSOLIDATED CASH FLOW STATEMENT HALF YEAR ENDED 31 DECEMBER 2023

	31 December 2023 \$	31 December 2022 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from services agreements	74,252	94,683
Cash received from government grants	-	-
Payments to suppliers and employees	(852,955)	(620,446)
Interest and bill discounts received	53,016	50,840
Net cash used in operating activities	(725,687)	(474,923)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant & equipment	-	-
Purchase of equity investments	(258,500)	(31,651)
Payments for exploration and evaluation	(1,585,349)	(1,959,421)
Proceeds from sale of equity investments	1,757,625	152,792
Other	-	2,631
Net cash (used in)/ provided by investing activities	(86,224)	(1,835,649)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of equity	2,089,000	-
Payments for costs of issue of securities	(125,340)	-
Net cash provided by financing activities	1,963,660	-
Net (decrease) in cash held	1,151,749	(2,310,572)
Cash at beginning of period	3,818,431	6,901,309
Cash at end of reporting period	4,970,180	4,590,737

The accompanying notes form part of this financial report.

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY HALF YEAR ENDED 31 DECEMBER 2023

	Issued Capital \$	Accumulated Profits/(Losses) \$	Option Reserve \$	Non-Controlling Interest \$	Total \$
Balance at 1 July 2022	26,674,021	(11,457,063)	729,858	(15,626)	15,931,190
Net profit/(loss) and total comprehensive income for the period attributable to members	-	(1,240,974)	-	-	(1,240,974)
Shares issued	30,000	-	-	-	30,000
Options expired	-	255,438	(255,438)	-	-
Option Reserve	-	-	29,270	-	29,270
Balance at 31 December 2022	26,704,021	(12,442,599)	503,690	(15,626)	14,749,486
Balance at 1 July 2023	26,872,021	(13,326,581)	503,690	(15,626)	14,033,504
Net profit/(loss) and total comprehensive income for the period attributable to members	-	118,306	-	(802)	117,504
Shares issued	2,635,733	-	-	-	2,635,733
Shares to be issued	132,000	-	-	-	132,000
Issue costs	(125,339)	-	-	-	(125,339)
Options expired	-	24,198	(24,198)	-	-
Option Reserve	-	-	52,722	-	52,722
Balance at 31 December 2023	29,514,415	(13,184,077)	532,214	(16,428)	16,846,124

The accompanying notes form part of these financial statements.

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

NOTES TO THE FINANCIAL STATEMENTS HALF YEAR ENDED 31 DECEMBER 2023

1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(a) Corporate information

The interim financial report of Cazaly Resources Limited ('Cazaly' or the 'Company') for the half year ended 31 December 2023 was authorised for issue in accordance with a resolution of the Directors on 12 March 2024.

Cazaly is a company limited by shares incorporated and domiciled in Australia whose shares (CAZ) are publicly traded on the Australian Securities Exchange. The principal activity of Cazaly Resources Limited is the exploration and development of mineral resources.

(b) Statement of compliance

The interim consolidated financial statements are a general purpose financial report prepared in accordance with the requirements of the *Corporations Act 2001* and Accounting Standard AASB 134: *Interim Financial Reporting*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standards IAS34: *Interim Financial Reporting*.

The condensed half-year 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.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2023 and any public announcements made by Cazaly and its controlled entities during the half-year in accordance with continuous disclosure requirements arising under the *Corporations Act 2001* and the ASX Listing Rules.

(c) Basis of preparation

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period except for the impact of the standards and interpretations below in note 1(e). These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

The financial statements are for the consolidated entity consisting of Cazaly Resources Ltd and its subsidiaries (the 'Group').

The financial report has also been prepared on an historical cost basis, except for available for sale investments which have been measured at fair value through profit and loss. Cost is based on the fair values of the consideration given in exchange for assets.

The financial report is presented in Australian Dollars, which is the Company's functional currency.

(d) New, revised or amending accounting standards and interpretations adopted

Adoption of new and revised Accounting Standards

The Group has adopted all new and revised Standards and Interpretations issued by the Australian Accounting Standards Board that are relevant to its operations.

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) HALF YEAR ENDED 31 DECEMBER 2023

Standards and Interpretations in issue not yet adopted

The Group has reviewed the new and revised Standards and Interpretations on issue not yet adopted for the year ended 30 June 2024 and determined that there is no material impact of the Standards and Interpretations in issue not yet adopted by the Company.

(e) Significant accounting judgements and key estimates

The preparation of interim financial reports requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates. In preparing this half-year report, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial report for the year ended 30 June 2023.

Capitalised exploration costs carried forward

The future recoverability of capitalised exploration costs carried forward has been reviewed by the directors. They are dependent on a number of factors, including whether the Group decides to exploit the related lease/licence itself or, if not, whether it successfully recovers the related exploration and evaluation asset through sale.

Factors that could impact the future recoverability include the level of reserves and resources, sovereign risk, future technological changes, availability of funds, future legal changes (including changes to environmental restoration obligations) and changes to commodity prices.

To the extent that capitalised exploration expenditure is determined not to be recoverable in the future, results and net assets will be reduced in the period in which this determination is made.

In addition, exploration and evaluation expenditure is capitalised if activities in the area of interest have not yet reached a stage that permits a reasonable assessment of the existence or otherwise of economically recoverable resources. To the extent it is determined in the future that this capitalised expenditure should be written off, results and net assets will be reduced in the period in which this determination is made.

(f) Segment information

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments has been identified as the Managing Director of Cazaly.

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) HALF YEAR ENDED 31 DECEMBER 2023

2. INCOME AND EXPENSES

The following revenue and expense items are relevant in explaining the income statement for the half-year:

	31 Dec 2023	31 Dec 2022
	\$	\$
Revenue		
Interest received	53,016	50,841
Office service recharges	74,252	99,757
	127,268	150,598
Other Income		
Gain on sale of financial assets	236,125	(3,208)
Other income	2,578	17,139
	238,703	13,931

3. EXPLORATION AND EVALUATION ASSETS

	31 Dec 2023	30 June 2023
	\$	\$
Exploration and evaluation phases at cost	9,900,279	7,537,894
Movements in exploration and evaluation assets		
Brought forward	7,537,894	5,335,775
Expenditure capitalised during the period	1,325,251	2,367,655
Acquisitions	1,127,737	471,428
Exploration expenditure written off	(90,603)	(636,964)
	9,900,279	7,537,894

Exploration expenditure, including tenement acquisitions, totalled \$2,452,988 for the 2023 half year (2022: \$1,802,564). The main expenditure was on its new Canadian projects, Ashburton, Halls Creek and new project generation. Exploration expenditure written off for the 2023 half year was \$90,603 (2022: \$379,299) and related to new project generation costs and expenditures associated with various projects, tenements and applications that were relinquished or written off during the half year.

The value of the Group's interest in exploration expenditure is dependent upon the continuance of the rights to tenure of the areas of interest, the results of future exploration and the recoupment of costs through successful development and exploitation of the areas of interest, or alternatively, by their sale.

4. TRADE AND OTHER PAYABLES

Trade and other payables	1,522,880	183,917
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The 31 December 2023 balance of \$1,522,880 includes EQN share sale proceeds received of \$1,110,000. At half year end, the relevant EQN shares were still held by the Company (transfer executed 2 January 2024).

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
HALF YEAR ENDED 31 DECEMBER 2023

5. SHARE CAPITAL

	31 Dec 2023	30 June 2023
	\$	\$
454,636,324 (30 June 2023: 371,821,793) fully paid ordinary shares with no par value	29,514,415	26,872,021

Share Movements

	31 Dec 2023	31 Dec 2023	30 June 2023	30 June 2023
	Number	\$	Number	\$
Balance at the beginning of the year/period	371,821,793	26,704,021	370,821,793	26,620,021
Issue of shares at \$0.03 (i)	-	-	1,000,000	30,000
Issue of shares (ii)	4,115,663	168,000	-	-
Issue of shares to vendor (iii)	19,065,535	678,733	-	-
Issue of shares at \$0.03 (iv)	59,633,333	1,789,000	-	-
Share issue costs	-	(125,339)	-	-
Balance at the end of the year	454,636,324	29,214,415	371,821,793	26,704,021
Shares to be issued (ii)	-	-	4,115,663	168,000
Shares to be issued (v)	10,000,000	300,000	-	-
Balance at the end of the period	464,636,324	29,514,415	375,937,456	26,872,021

- (i) Shares issued in respect of a finder's fee for the Abenab Project in Namibia.
- (ii) Shares issued to Exiro Minerals Corp (value CDN\$150,000) as part of a consulting and finder's fee agreement for its Canadian projects (shares issued 24 July 2023).
- (iii) Shares issued to IMinerals Corp as per the terms and conditions of an agreement for a 25% interest in the Sundown project in Quebec.
- (iv) Shares issued as per the terms and conditions of a placement announced on 27 November 2023.
- (v) Upon receipt of shareholder approval, 10,000,000 shares will be issued to a director (Mr Terry Gardiner or his nominee) as per the terms and conditions of a placement announced on 27 November 2023.

Unquoted Option Movements

Exercise Period	Exercise Price	Number on issue at 30 June 2023	Issued during the half year	Exercised/Expired/Cancelled	Number on issue at 31 December 2023
On or before 8 March 2024	\$0.05	2,000,000	-	-	2,000,000
On or before 11 June 2024	\$0.066	500,000	-	-	500,000
On or before 19 November 2023	\$0.067	2,000,000	-	(2,000,000)	-
On or before 12 October 2024	\$0.056	1,500,000	-	-	1,500,000
On or before 12 October 2025	\$0.056	1,500,000	-	-	1,500,000
On or before 5 August 2024	\$0.06	500,000	-	-	500,000
On or before 25 November 2025	\$0.047	2,000,000	-	-	2,000,000
On or before 13 December 2026 (i)	\$0.045	-	5,000,000	-	5,000,000
Total unquoted options		10,000,000	5,000,000	(2,000,000)	13,000,000

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) HALF YEAR ENDED 31 DECEMBER 2023

- (i) Issued as part of the Lead Manager's (Barclay Wells) fee as per the terms and conditions of a placement announced on 27 November 2023.

Equity Based Payments

Options are issued to directors, employees and consultants. The options may be subject to performance criteria, and are issued to directors, employees and consultants to increase goal congruence between executives, directors and shareholders. Options carry no dividend or voting rights. The fair value of share options issued during the half year was \$52,722. Options were issued as part of the Lead Manager's fee and were issued on 14 December 2023.

Allottee	Number of Options	Fair Value at Grant Date per Option	Estimated Volatility	Life of Option (years)	Exercise Price	Share Price at Grant Date	Risk Free Interest Rate
Consultant	5,000,000	\$0.010544	70%	3	\$0.045	\$0.029	3.25%

Performance Rights

After shareholder approval was obtained at the 2021 AGM, the Company's Managing Director, Ms Tara French, was issued a total of 5 million performance rights (expiring on 11 October 2025) as follows:

- (i) 2 million (vested upon issue);
- (ii) 1.5 million (vested on 12 October 2022); and
- (iii) 1.5 million (vested on 12 October 2023).

6. RESERVES

	31 Dec 2023	30 June 2023
	\$	\$
Opening balance	503,690	729,858
Equity based payments (options and performance rights)	52,722	29,270
Transfers to accumulated losses	(24,198)	(255,438)
Closing balance	532,214	503,690

This reserve records the value of equity benefits provided to employees, consultants and directors as part of their remuneration, share based payments to third parties and option consideration for any acquisitions.

7. ACCUMULATED LOSSES

Opening balance	(13,326,581)	(11,457,063)
Net earnings/loss attributable to members	118,306	(2,124,956)
Transfers from option reserve	24,198	255,438
Closing balance	(13,184,077)	(13,326,581)

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) HALF YEAR ENDED 31 DECEMBER 2023

8. SUBSEQUENT EVENTS

As announced on 27 November 2023, the Company received and subsequently accepted a commercial offer for the purchase of its 15 million shares in Equinox Resources Ltd (ASX:EQN). Under the terms of the purchase agreement, the Company agreed on a settlement date on or before 7 January 2024 for gross proceeds of \$2,175,000.

Share transfer documentation was executed on 2 January 2024 with all funds being received by the same date.

Apart from the above, there have not been any other matters or circumstances that have arisen which have significantly affected, or may significantly affect the operations of the Company, the result of those operations, or the state of affairs of the Company in subsequent financial years.

9. CONTINGENT LIABILITIES AND ASSETS

Contingent Liabilities

Kaoko Project

As announced on 26 March 2018, the Company acquired an option to earn the rights to a 95% interest in the Kaoko Kobalt Project ('Kaoko Project') in Namibia. The following contingent liabilities remain for Cazaly's registered 95% interest at 31 December 2023:

Under the KDN JV:

KDN JV's partner's remaining 5% free carried to a definitive feasibility study and to be NEEF compliant (governmental draft "New Equitable Economic Empowerment Framework").

Under the Kunene Purchase Agreement:

The Company acquired 100% of the issued capital of Kunene North Pty Ltd and therefore its rights under the KDN JV, and has the following commitments outstanding:

- i) Issue 10.5 million fully paid Cazaly shares upon the delineation of a JORC compliant mineral resource containing at least 10,000t of contained cobalt (or other metal equivalent)
- ii) Pay A\$1 million (or issue fully paid Cazaly shares to that amount) upon a formal Decision to Mine

Halls Creek

As announced on 12 November 2020, the Company acquired an 80% interest in the Halls Creek project from 3D Resources Limited bringing Cazaly to a 100% interest in the project. There is a contingent liability of \$250,000 due to 3D Resources Limited upon production of minerals in a commercial and saleable quantity and there is a royalty obligation to Squadron Resources Pty Ltd on the tenement (M80/247). The royalty payable is a 1.5% net smelter return of production attributable to the tenement.

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
HALF YEAR ENDED 31 DECEMBER 2023

Contingent Assets

Parker Range

On 19 August 2019, the sale of Parker Range to Mineral Resources was completed pursuant to which Cazaly is entitled to a royalty at the rate of A\$0.50 for every dry metric tonne of iron ore extracted and removed from the Parker Range area after the first 10 million dry metric tonnes of production.

Hamersley

Following the sale of the Hamersley Iron Ore Project in 2021, to Equinox Resources Limited (ASX:EQN), the Company still retains a royalty interest of US\$0.30/tonne in the project. The project is located in the heart of the Pilbara iron ore province and currently has a total Mineral Resource estimate of 343.2 Mt at 54.5% Fe (reported in compliance with JORC Code 2012 – refer to Pathfinder's ASX Announcement dated 24 January 2020). Equinox continues to advance feasibility studies to progress the development of the Project.

10. OPERATING SEGMENTS

The Group currently operates in three geographical areas being Canada, Namibia and Australia, and in one industry, being exploration, for the half year ended 31 December 2023. The chief operating decision maker is the Managing Director of the Company. There is currently only one operating segment identified, being exploration activities based on internal reports reviewed by the chief operating decision maker in assessing performance and allocation of resources.

The accounting policies applied for internal reporting purposes are consistent with those applied in the preparation of the financial statements.

CAZALY RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN 23 101 049 334

**DIRECTORS' DECLARATION
HALF YEAR ENDED 31 DECEMBER 2023**

In the opinion of the directors:

- (a) the financial statements and notes 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 its performance for the half-year ended on that date; and
 - (ii) complying with Accounting Standard AASB 134: "Interim Financial Reporting" and the *Corporations Regulations 2001*; 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.

Signed in accordance with a resolution of directors, made pursuant to section 303(5)(a) of the *Corporations Act 2001*.

On behalf of the Board.



Tara French
Managing Director

Dated 12 March 2024

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 Cazaly Resources Limited for the period 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 this 12th day of March 2024
Perth, Western Australia

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF CAZALY RESOURCES LIMITED

Conclusion

We have reviewed the accompanying half-year financial report of Cazaly Resources 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 the Consolidated Entity does not comply with the *Corporations Act 2001* including:

- a) 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
- b) 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.

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 Company'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 WA AUDIT PTY LTD


MARK DELAURENTIS CA
Director

Dated this 12th day of March 2024
Perth, Western Australia