

**HALF YEAR
FINANCIAL REPORT**

**FOR THE SIX MONTHS ENDED
31 DECEMBER 2023**

ACN 655 401 675

FINANCIAL REPORT

for the half year ended 31 December 2023

CORPORATE DIRECTORY	3
DIRECTORS' REPORT	4
AUDITOR'S INDEPENDENCE DECLARATION.....	7
DIRECTORS' DECLARATION	8
INDEPENDENT AUDITOR'S REPORT	9
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME.....	11
CONSOLIDATED STATEMENT OF FINANCIAL POSITION	12
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	13
CONSOLIDATED STATEMENT OF CASH FLOWS.....	14
NOTES TO THE FINANCIAL STATEMENTS.....	15

CORPORATE DIRECTORY

Directors

Peretz Schapiro	Non-Executive Chairman
Gower He	Managing Director
Bishoy Habib	Non-executive Director

Company Secretary

Jay Stephenson

Head Office and Registered Office

*Registered Office and
Principal Place of Business*

Level 1 389 Oxford Street
Mt Hawthorn WA 6016
Telephone +61 8 9426 0666

Share Registry

Automic Group
Level 2, 267 St Georges Terrace
PERTH WA 6000

Securities Exchange

Australian Securities Exchange ('ASX')

Level 40, Central Park, 152-158 St Georges Terrace
PERTH WA 6000

Telephone: 131 ASX (131 279) (within Australia)

Telephone: +61 2 9338 0000

Facsimile: +61 2 9227 0885

Website: www.asx.com.au

ASX Code: SUM

Auditor

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

DIRECTORS' REPORT

Your Directors present their report together with the financial statements of the Group, being the Company and its controlled entities, for the six months ended 31 December 2023.

The names, appointment periods and particulars of the Company directors who held office during the half-year and until the date of this report are set out below. Directors were in office for this entire period unless otherwise stated.

Director	Position	Date Appointed	Date Resigned
Mr Peretz Schapiro	Non-Executive Chairman	17 Feb 2022	-
Mr Gower He	Managing Director	7 Feb 2024	-
Mr Bishoy Habib	Non-Executive Director	16 June 2023	-
Mr Stephen Ross	Non-Executive Director	17 Feb 2022	7 Feb 2024

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

Company Secretary	Position	Date Appointed	Date Resigned
Mr Jay Stephenson	Company Secretary	17 November 2021	-

Directors have been in office since 1 July 2023 up until the date of this report unless otherwise stated.

REVIEW OF OPERATIONS

During the half-year the Group made a loss for the period after providing for income tax that amounted to \$1,195,085 (2022: \$503,781).

Summit Minerals Limited is an Australian-focused ASX-listed battery mineral exploration Company with a portfolio of projects in demand-driven commodities. It is focused on systematically exploring and developing its projects to delineate multiple JORC-compliant resources.

Summit's projects include the Castor Lithium Project in the prolific James Bay District, Quebec, Canada; the Stallion Uranium/REE Project in WA; and the Phillips River Lithium Project in WA. Through focus, diligence and execution, the board of Summit Minerals is determined to unlock previously unrealised value in our projects.

In the September quarter, Summit announced the following activities:

- Summit acquired 80% of the Castor Lithium Project (**Castor or the Project**), with a landholding over 124km² in the lithium-prolific James Bay Region of Québec, Canada. The project was vended by experienced geologist Jody Dahrouge of DG Resource Management Ltd and business entrepreneur Kal Malhi, who retain a combined 20 % ownership. As at 31 December 2023, the transfer of the mining claims have not yet been completed, however all obligations under the contracts have been met.
- Summit's Moroccan partner, Ashgill Morocco, completed two work programs: a reconnaissance stream sediment survey comprising 183 samples, structural geological mapping and chip sampling across the project area.
- During the quarter the final batch of drilling results for 10 of 14 RC holes drilled in Phase 2 at Stallion were received, which included 14 holes for 820 m (Figure 1). The results included 9m at 1,664ppm total rare earth oxide (TREO) from 58m in STRC023, 34m at 1021.8 ppm TREO from 37m in STRC 017 and 31m at 1298.4ppm TREO from 63min STRC0191. Drilling has outlined a broad area of moderately shallow, sub-horizontal rare earth mineralisation that remains open to the east, north and south (utilising a 500 ppm TREO cut-off grade). The results confirm that the mineralised zone trends north onto the Company's adjacent tenement. A phase 3 drilling program aims to grow the mineralised zone by possibly expanding it onto the adjacent tenement. An interim Mineral Resource definition is also being considered, to give the company a greater understanding of the economics of the project.
- Summit Minerals subsidiary, Target Metals Pty Ltd, signed a binding agreement to sell the Bridgetown Lithium Project, comprising E 70/5980 and 5981, to an Australian-based private syndicate. The sale aligns with the Company's strategy to fund and grow its portfolio and advance its business by monetising non-core exploration assets. The transaction completed in October 2023 and the proceeds from the sale will be applied towards advancing other projects within the portfolio. As at 31 December 2023, the transfer of the tenements have not yet completed.

5. Summit successfully undertook a share placement for 10,714,285 shares, raising \$1.5 million at an issue price of \$0.14 per share (the Placement) to institutional and sophisticated investors. The Lead Manager of the Placement was GBA Capital Pty Ltd, who received a capital raising fee of 6% for the Placement.

In the December 2023 quarterly, Summit announced the following activities:

1. The Stallion Project hosts an Inferred Mineral Resource (JORC 2012) for the Stallion uranium deposit of 9.9 million tonnes (Mt), for 3.3 million pounds (Mlb) grading 150ppm U308 2 (Refer to ASX Announcement dated 13 September 2022). The Mineral Resource was established by Manhattan Corporation Limited (Refer to MHC ASX Announcement dated 23 January 2017). The company looks to re-state this resources and targets to add to the original resource via organic and M&A activities.
2. Mr Jiahe (Gower) He, an experienced mining professional who has held roles across various multinationals and ASX-listed peers, was appointed as Chief Executive Officer of Summit Minerals. Gower holds a wealth of experience in the iron ore, lithium, nickel, copper and battery minerals industries and the EV value chain. Gower also has a wide global network of industry participants who will greatly assist in steering the Company towards identification and development of significant battery minerals projects. Subsequent to the end of the half-year, Gower was appointed as Managing Director of Summit.
3. Summit completed project-wide geochemical soil sampling for lithium and other battery minerals at the Phillips River Lithium Project. The field program collected 727 soil samples and 13 rock chips across the surveyed area. Full assay results and analysis expected to be completed 1H 2024.
4. The Ahmed Project comprises six licences (EL 353 87 50, 51, 52, 54, 58 and 59), which cover an area of approximately 79km² at the provincial boundary separating the Khouribga and Khenifra Provinces, Beni Mellal-Khenifra Region of Central Morocco. Summit's consulting geologists, Ashgill Morocco, have recently completed fieldwork at the Ahmed Project, including geological mapping and collecting 40 chip samples. The program returned no significant levels of antimony.
5. Summit continued is exploration of the Castor Lithium project, Project which comprises 286 contiguous claims and is located within the world-class Lithium-Cesium-Tantalum rich pegmatite system of the James Bay Lowlands, Quebec Canada. The project area lies in the geological, La Grande sub-province within the Archean Superior Province. The La Grande sub-province is known to host several gold and lithium deposits including the Roberto orogenic gold deposit hosted in amphibolite facies rocks and the Whabouchi lithium deposit hosted in a LCT albite-spodumene type pegmatite.

SIGNIFICANT CHANGE IN THE STATE OF AFFAIRS

There were no significant changes in the state of affairs of the Company.

PRINCIPAL ACTIVITIES

The Company continued exploration of its projects, targeting Lithium, REE and Uranium in its WA and Canada Projects.

EVENTS SUBSEQUENT TO THE END OF THE REPORTING PERIOD

On 12 January 2024, the Group incorporated a 100% owned subsidiary in Canada, Sumcanwa Lithium Exploration Limited to be the holder of the Castor Lithium Project mining claims.

On 8 February 2024, Mr. Gower He was appointed as Managing Director of the Company upon the resignation of director Stephen Ross.

On 21 February 2023, the Company announced that it had acquired three new tenements, including E28/3249, via the acquisition of Radiant Exploration Pty Ltd for \$40,000. In the same announcement, the Company advised that it had sold its Antimony Projects in NSW for \$20,000. The Company also surrendered the Ahmed Antimony Project at the same timing.

There were no other events subsequent to the end of the reporting period.

AUDITOR'S INDEPENDENCE DECLARATION

The lead auditor's independence declaration, as required under section 307C of the Corporations Act 2001 for the half-year ended 31 December 2023 has been received and can be found on page 7.

This Directors' report is signed in accordance with a resolution of directors made pursuant to s.298(2) of the Corporations Act 2001.

For, and on behalf of, the Board of the Company,



Peretz Schapiro

Chairman

Date. 14 March 2023

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 Summit Minerals Limited and its controlled entities 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 AUDIT (WA) PTY LTD
ABN 42 163 529 682



NIKKI SHEN CA
Director

Dated this 14th March 2024
Perth, Western Australia

DIRECTORS' DECLARATION

The directors declare that the financial statements and notes are in accordance with the Corporations Act 2001:

- (a) Comply with Accounting Standards AASB 134: Interim Financial Reporting; and
- (b) Give a true and fair view of the financial position of the entity as at 31 December 2023 and of its performance for the six months ended on that date.

In the directors' opinion there are reasonable grounds to believe that Summit Minerals will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the directors.

For, and on behalf of, the Board of the Company,



Mr Peretz Schapiro
Chairman
Date. 14 March 2023

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF SUMMIT MINERALS LIMITED AND ITS CONTROLLED ENTITIES

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Summit Minerals Limited and its controlled entities (the Group), which comprises the consolidated statement of financial position as at 31 December 2023, the consolidated statement of comprehensive income, the consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the half-year financial report of the Group is not in accordance with the *Corporations Act 2001*, including:

- a) giving a true and fair view of the consolidated financial position of the Group as at 31 December 2023 and of its consolidated financial performance for the half-year ended on that date; and
- b) complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

Directors' Responsibility for the half-year 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 internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, anything has come to our attention that causes us to 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 Group's consolidated financial position as at 31 December 2023 and its consolidated financial performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001. As the auditor of the Group, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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

For personal use only

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.

Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001.

Hall Chadwick

HALL CHADWICK AUDIT (WA) PTY LTD
ABN 42 163 529 682

NS

NIKKI SHEN CA
Director

Dated this 14th March 2024
Perth, Western Australia

For personal use only

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 31 December 2023

	Note	31 December 2023 \$	31 December 2022 \$
Revenue and other income		68,154	23,894
Sale of tenement income		220,000	
Administration expenses		381,974	259,855
Professional and Legal Fees		32,627	-
Director Fees		172,853	203,156
Exploration and evaluation		801,421	64,663
Loss from change in fair value of financial assets		30,000	-
Share Based Payments		58,056	-
Employee Benefit Expense		6,306	-
Loss before income tax		(1,195,083)	(503,781)
Income tax expense/(benefit)		-	-
Loss for the half year		(1,195,083)	(503,781)
Other comprehensive income for the half year, net of tax		-	-
Total comprehensive loss for the half year		(1,195,083)	(503,781)
Loss per share attributable to the ordinary equity holders of the Company		₹	₹
Basic (loss) per share		(0.028)	(1.7)
Diluted (loss) per share		(0.016)	(1.1)

The consolidated statement of profit or loss and other comprehensive income is to be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2023

	Note	31 December 2023 \$	30 June 2023 \$
Current assets			
Cash and cash equivalents	3	2,194,413	2,460,695
Trade and other receivables	4	122,052	96,068
Other current assets	5	-	195,000
Assets available for sale	6	107,796	22,784
Total current assets		2,424,261	2,774,547
Non-current assets			
Mineral exploration and evaluation assets	7	3,109,058	3,221,093
Other non-current assets	8	2,725,669	-
Financial Assets		74,000	104,000
Total non-current assets		5,908,726	3,325,093
Total assets		8,332,987	6,099,640
Current liabilities			
Trade and other payables	9	308,703	352,967
Total current liabilities		308,703	352,967
Total non-current liabilities		-	-
Total liabilities		308,703	352,967
Net assets		8,024,284	5,746,673
Equity			
Contributed equity	2	9,198,347	6,083,707
Reserves	2.2	1,935,798	1,577,742
Accumulated losses		(3,109,861)	(1,914,776)
Total equity		8,024,284	5,746,673

The consolidated statement of financial position is to be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 31 December 2023

	Contributed equity \$	Option reserve \$	Accumulated Losses \$	Total Equity \$
Balance at 01 July 2023	6,083,707	1,577,742	(1,914,776)	5,746,673
Total comprehensive loss for the half year	-	-	(1,195,085)	(1,195,085)
Issue of Options during the half year	-	358,056	-	358,056
Contributions of equity, net of transaction costs	3,114,640	-	-	3,114,640
Balance as at 31 December 2023	9,198,347	1,935,798	(3,109,861)	8,024,284
Balance at 01 July 2022	300,010	475,000	(954,963)	(179,953)
Total comprehensive loss for the half-year	-	-	(503,781)	(503,781)
Issue of Options	-	1,102,264	-	1,102,264
Contributions of equity, net of transaction costs	5,783,697	-	-	5,783,697
Balance at 31 December 2022	6,083,707	1,577,264	(1,458,744)	6,202,227

The consolidated statement of changes in equity is to be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 31 December 2023

	Note	31 December 2023 \$	31 December 2022 \$
Cash flow from operating activities			
Interests received		68,154	18,387
Sale of tenement income		80,000	-
Payments to suppliers & employees		(1,226,772)	(417,767)
Net cash (outflow) from operating activities		(1,078,618)	(399,380)
Cash flow from investing activities:			
Payments for exploration expenditure assets		(534,109)	(224,240)
Net cash (outflow) from investing activities		(534,109)	(224,240)
Cash flow from financing activities:			
Proceeds from issue of shares (net of costs)		1,346,444	3,229,016
Net cash inflow from financing activities		1,346,444	3,229,016
Net increase / (decrease) in cash held		(266,283)	2,605,396
Cash and cash equivalents at the beginning of the half-year		2,460,695	800,753
Cash and cash equivalents at the end of period	3	2,194,413	3,406,149

The consolidated statement of cash flows is to be read in conjunction with the accompanying notes.

NOTES TO THE FINANCIAL STATEMENTS

for the six months ended 31 December 2023

GENERAL INFORMATION

Summit Minerals Limited is a listed public company limited by shares, domiciled and incorporated in Australia. The Company's registered office is at Level 1 389 Oxford Street, Mt Hawthorn WA. These are the consolidated financial statements and notes of Summit Minerals Limited (the Company) and controlled entity (collectively the Group). The financial statements comprise the consolidated financial statements of the Group. For the purposes of preparing the consolidated financial statements, the Company is a for-profit entity. The Group is a for-profit entity and is primarily involved in the exploration, development and mining of minerals.

The separate financial statements of Summit Minerals Limited, as the parent entity, have not been presented with this financial report as permitted by the Corporations Act 2001 (Cth).

The nature of operations and principal activities of the Company are described in the Directors' Report.

1. BASIS OF PREPARATION

The financial statements were authorised for issue on 14 March 2023 by the directors of the Company.

1.1 STATEMENT OF COMPLIANCE

The half year financial report is a general-purpose financial report prepared in accordance with the Corporations Act 2001 and AASB 134 'Interim Financial Reporting'. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'. The interim report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the most recent annual financial report in accordance with continuous disclosure requirements arising under the Corporations Act 2001.

1.2 ACCOUNTING STANDARDS THAT ARE MANDATORILY EFFECTIVE FOR THE CURRENT REPORTING PERIOD

The Company has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to its operations and effective for an accounting period that begins on or after 1 July 2023.

1.3 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The application of accounting policies requires the use of judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions are recognised in the period in which the estimate is revised if it affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

NOTES TO THE FINANCIAL STATEMENTS

for the six months ended 31 December 2023

1.4 GOING CONCERN

The 31 December 2023 financial report has been prepared on the going concern basis that contemplates the continuity of normal business activities and the realization of assets and extinguishment of liabilities in the ordinary course of business.

The Group incurred a loss for the half-year of \$1,195,085 (2022: \$503,781 loss) and a net cash outflow from operating, investing, and financing activities of \$266,283 (2022: \$2,605,396).

As at 31 December 2023, the Company had working capital of \$2,115,558 (2022: \$3,459,212 working capital).

The Directors believe that the Company has sufficient cash reserves to meet its expenditure commitments and working capital requirements for the next 12 months.

NOTES TO THE FINANCIAL STATEMENTS

for the six months ended 31 December 2023

2. ISSUED CAPITAL

	31 Dec 2023 No.	30 June 2023 No.
Fully paid ordinary shares	57,857,177	34,927,600

	31 Dec 2023 No.	\$	30 June 2023 No.	\$
Balance at beginning of the period	34,927,600	6,083,707	1,875,100	300,010
• 1 August 2022 – Shares issued to vendors at \$0.20	-	-	10,000,000	2,000,000
• 2 August 2022 – Shares issued under IPO at \$0.20	-	-	23,052,500	4,610,500
• 21 July 2023: Tranche 1 of Placement at \$0.14 per share	8,600,000	1,204,000	-	-
• 15 September 2023 - Tranche 2 of Placement at \$0.14 per Share	2,114,292	296,000	-	-
• 22 September 2023 - Consideration for Castor Lithium Project at \$0.14 per Share	12,000,000	1,680,000	-	-
• 22 September 2023 - Consideration for Investor relations services at \$0.14 per Share	215,285	30,140	-	-
Share issue costs	-	(95,500)	-	(826,803)
Balance at end of the period	57,857,177	9,198,347	34,927,600	6,083,707

Ordinary shares participate in dividends and the proceeds on winding up of the parent entity in proportion to the number of shares held.

At the shareholders' meetings, each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

NOTES TO THE FINANCIAL STATEMENTS

for the six months ended 31 December 2023

2.1 OPTIONS AND PERFORMANCE RIGHTS

	31 Dec 2023 No.	30 June 2023 No.
Balance at beginning of the period	32,613,214	4,750,000
<ul style="list-style-type: none"> • Options to Lead Manager exercisable at 25c before 30 September 2025 • Options to vendors for acquisition of Target Metals Pty Ltd exercisable at 25c before 30 September 2025 • Options to vendors for acquisition of Bow Island Resources Pty Ltd exercisable at 25c before 30 September 2025 • Loyalty Options issued exercisable at 25c before 30 September 2025 • Options to Lead Manager of Loyalty Option Offer exercisable at 25c before 30 September 2025 • Options issued on 29 December 2023 to Director exercisable at 25c on or before 29.12.26 • Options issued on 29 December 2023 to CEO exercisable at 22c on or before 29.12.26 • Consideration for Castor Lithium Project at \$0.05 issue price exercisable at 0.25 per share on or before 30.09.2025 • Performance Rights issued on 29 December 2023 to CEO 	<ul style="list-style-type: none"> - - - - - 1,000,000 2,000,000 6,000,000 2,000,000 	<ul style="list-style-type: none"> 4,149,450 2,500,000 2,500,000 17,463,764 1,250,000 - - - -
Balance at end of the period	43,613,214	32,613,214

2.2 RESERVES

	31 Dec 2023 \$	30 June 2023 \$
Balance at beginning of the period	1,577,742	475,000
<ul style="list-style-type: none"> • Options to Lead Manager exercisable at 25c before 30 September 2025 • Options to vendors for acquisition of Target Metals Pty Ltd exercisable at 25c before 30 September 2025 • Options to vendors for acquisition of Bow Island Resources Pty Ltd exercisable at 25c before 30 September 2025 • Loyalty Options issued exercisable at 25c before 30 September 2025 • Options to Lead Manager of Loyalty Option Offer exercisable at 25c before 30 September 2025 • Options issued at \$0.05 issue price exercisable at 25c on or before 30 September 2025 for the acquisition of Castor Lithium Project • Options issued to Director exercisable at 25c on or before 29.12.26 • Options issued to CEO exercisable at 22c on or before 29.12.26 	<ul style="list-style-type: none"> - - - - - 300,000 40,000 18,056 	<ul style="list-style-type: none"> 414,945 250,000 250,000 87,797 100,000 - - -
Balance at end of the period	1,935,798	1,577,742

2.2.1 The option reserve records the fair value of options issued to the Directors and Company Secretary, the Lead Managers, the vendors and the total funds raised in the Loyalty Option issue.

NOTES TO THE FINANCIAL STATEMENTS

for the six months ended 31 December 2023

2.2.2 The Options issued prior to 30 June 2023 to the Lead Manager of the IPO and to the Vendors at the time of completion have been valued at \$0.10 per option using the Black Scholes Valuation Model using the following inputs.

Spot Price	\$0.20
Strike Price	\$0.25
Time to Expiry	3 years
Volatility	80.2%
Risk-Free Interest Rate	3.0%

2.2.3 The Options issued to the vendors of the Castor Lithium Project in the period have been valued at the market value of the listed options as at the date of issue of \$0.05 per option.

Spot Price	\$0.14
Strike Price	\$0.25
Time to Expiry	2 years
Volatility	89.1%
Risk-Free Interest Rate	3.8%

2.2.4 The Options issued in the period to the Director have been valued at \$0.04 per option using the Black Scholes Valuation Model using the following inputs.

Spot Price	\$0.099
Strike Price	\$0.25
Time to Expiry	3 years
Volatility	89.1%
Risk-Free Interest Rate	3.8%

2.2.5 The Options issued in the period to the CEO have been valued at \$0.04 per option using the Black Scholes Valuation Model using the following inputs.

Spot Price	\$0.099
Strike Price	\$0.22
Time to Expiry	3 years
Volatility	89.1%
Risk-Free Interest Rate	3.8%

3. CASH AND CASH EQUIVALENTS

Cash and cash equivalents

31 Dec 2023	30 June 2023
\$	\$
2,194,413	2,460,695

NOTES TO THE FINANCIAL STATEMENTS

for the six months ended 31 December 2023

4. TRADE AND OTHER RECEIVABLES

	31 Dec 2023	30 June 2023
	\$	\$
Other receivables - GST Recoverable	56,165	27,097
Prepayments	47,294	56,836
Other receivables	18,593	12,134
	<u>122,052</u>	<u>96,067</u>

5. OTHER CURRENT ASSETS

	31 Dec 2023	30 June 2023
	\$	\$
Advance payment on the acquisition of tenements	-	195,000
	<u>-</u>	<u>195,000</u>

6. ASSETS AVAILABLE FOR SALE

	31 Dec 2023	30 June 2023
	\$	\$
Assets available for sale	107,796	22,784
	<u>107,796</u>	<u>22,784</u>

During the half year, the Group sold its Bridgetown Lithium Project and Windfall Antimony Projects. As at 31 December 2023, the tenement transfers have not yet been completed.

On 16 December 2022, the Group sold its Lyndon Project (E09/2435) to Odessa Minerals Limited (Odessa) for a consideration of 6,000,000 Shares in Odessa at a valuation of \$0.018 per Share plus 2,000,000 Options exercisable at \$0.04 per option before 31 December 2026. The sale was completed on 11 January 2023.

NOTES TO THE FINANCIAL STATEMENTS

for the six months ended 31 December 2023

7. EXPLORATION AND EVALUATION

	31 Dec 2023 \$	30 June 2023 \$
Exploration at cost:		
Balance at beginning of the period	3,221,094	-
Expenditure during the year	689,385	3,365,300
Write off exploration expenditure	(801,421)	(144,206)
Balance at the end of the Period	<u>3,109,058</u>	<u>3,221,094</u>

Recoverability of the carrying amount of exploration assets is dependent on the successful exploration of the areas of interest.

8. OTHER NON-CURRENT ASSETS

	31 Dec 2023 \$	30 June 2023 \$
Advance on acquisition of Castor Project	2,375,348	-
Advance on exploration costs of Castor Project	350,321	-
	<u>2,725,669</u>	-

The Castor Lithium Project had not yet been transferred into the Group subsidiary Sumcanwa Lithium Exploration Limited as at 31 December 2023.

The terms of the Castor Lithium Project acquisition include an Option fee of CAD \$62,500 and at settlement the payment of CAD \$250,000 cash plus the issue of 12,000,000 Shares and 6,000,000 Options exercisable at \$0.25 on or before 30 September 2025.

9. TRADE AND OTHER PAYABLES

	31 Dec 2023 \$	30 June 2023 \$
Trade creditors	220,624	38,259
Accrued expenses	13,079	99,706
Advance received on tenement to be sold	75,000	215,000
	<u>308,703</u>	<u>352,967</u>

NOTES TO THE FINANCIAL STATEMENTS

for the six months ended 31 December 2023

10. INTEREST IN SUBSIDIARIES

Shares in controlled entities are unlisted and comprise:

Entity	Tenements Held	Place of Incorporation	31 December 2023 Holding %	31 December 2023 Amount \$
Target Metals Pty Ltd	E74/689 E74/705	WA	100	1,150,000
Bow Island Resources Pty Ltd	E28/2999	WA	100	1,100,000

Investments in subsidiaries are accounted for at cost.

The Group has no equity accounted investments at 31 December 2023.

11 OPERATING SEGMENTS

The Group has identified its operating segments based on the internal reports that are provided to the Board of Directors on a regular basis and in determining the allocation of resources. Management continually assesses the Group's segments and has identified the operating segments based on the two principal locations based on geographical areas and therefore different regulatory environments – Australia and Canada. The Group operates predominantly in the minerals exploration and evaluation industry.

The Group currently operates materially in one business segment and two geographical segments as described above. Accordingly, the financial information presented in the statement of comprehensive income and statement of financial position is the same as that presented to the chief operating decision maker. In the previous period the Group operated in one business segment and one geographical segment.

The three segments are detailed below:

Canada Exploration

All expenses or capitalised exploration in relation to the Castor and other Canadian exploration activities are allocated to Canada Exploration.

Australia Exploration

All expenses or capitalised exploration in relation to the Australian exploration activities are allocated to Australia Exploration.

Corporate Items

All items that are not related to exploration and evaluation either expensed or capitalised are allocated to corporate.

NOTES TO THE FINANCIAL STATEMENTS

for the six months ended 31 December 2023

Segment Financial Performance for the period ended 31 December 2023.

	Canada Exploration	Australia Exploration	Corporate	Total
Segment revenue	-	220,000	68,154	288,154
Segment expenditure	-	801,421	681,818	1,483,239
Segment (loss) from continuing operations before tax	-	(581,421)	(613,664)	(1,195,085)
Segment Net assets	2,725,669	3,216,854	2,081,762	8,024,285

Segment Financial Performance for the period ended 31 December 2022.

	Canada Exploration	Australia Exploration	Corporate	Total
Segment revenue	-	-	23,894	23,894
Segment expenditure	-	64,863	462,812	527,675
Segment (loss) from continuing operations before tax	-	(64,863)	(438,918)	(503,781)
Segment Net assets	-	2,615,015	3,587,212	6,202,227

12 COMMITMENTS AND CONTINGENT LIABILITIES

12.1 COMMITMENTS

Since 31 December 2023, the Directors are not aware of any other matter or circumstance that has significantly or may significantly affect the commitments and contingencies disclosed in the 30 June 2022 annual report.

12.2 CONTINGENT ASSETS AND LIABILITIES

12.2.1 CONTINGENT LIABILITIES

No contingent liabilities exist as at the date of this report.

12.2.2 CONTINGENT ASSETS

No contingent assets exist as at the date of this report.

NOTES TO THE FINANCIAL STATEMENTS

for the six months ended 31 December 2023

13 SUBSEQUENT EVENTS

On 12 January 2024, the Group incorporated a 100% owned subsidiary in Canada, Sumcanwa Lithium Exploration Limited to be the holder of the Castor Lithium Project mining claims.

On 8 February 2024, Mr. Gower He was appointed as Managing Director of the Company upon the resignation of director Stephen Ross.

On 21 February 2024, the Company announced that it had acquired three new tenements, including E28/3249, via the acquisition of Radiant Exploration Pty Ltd for \$40,000. In the same announcement, the Company advised that it had sold its Antimony Projects in NSW for \$20,000.

There were no other events subsequent to the end of the reporting period.