



ACN 659 090 338

Interim Financial Statements - 31 December 2024

Corporate Directory

Directors

Patric Glovac, Executive Chairman
David Grant Sanders, Non-Executive Director
Brent Van Staden, Non-Executive Director

Company secretary

Quinton Meyers

Registered office

349 Hay Street
Subiaco WA 6008
Phone: (08) 9388 0051

Share register

MUFG Corporate Markets
A division of MUFG Pension & Market Services
Level 12
680 George Street
Sydney NSW 2000

Auditor

Stantons International Audit and Consulting Pty Ltd
Level 2
40 Kings Park Rd
West Perth WA 6005

Stock exchange listing

SQX Resources Limited shares are listed on the Australian Stock Exchange (ASX)
(ASX Code: SQX)

Website

<https://sqxresources.com/>

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SQX Resources Limited
Directors' Report
For the half year ended 31 December 2024

The Directors present their report, together with the financial statements, of SQX Resources Limited ('Company') for the half year ended 31 December 2024.

Directors

The following persons were Directors of SQX Resources Limited from 1 July 2024 until the end of the half year and up to the date of this report, unless otherwise stated:

Patric Glovac	Executive Chairman
David Sanders	Non-executive Director
Brent Van Staden	Non-executive Director

Principal Activities

During the half year ended 31 December 2024, the primary focus of the Company was the advancement of exploration activities at EPM 27257 in Queensland (of which SQX has a 100% interest through its wholly owned subsidiary Ollenburgs Pty Ltd) and the analysis of potential investment opportunities.

Operating Results

The net loss after income tax for the period was \$646,725 (2023: \$577,965).

Dividends

No dividends were paid during the period and no dividend has been declared for the half year ended 31 December 2024.

Securities on issue

As at the date of this report, the securities on issue by the Company were:

Security	Number
Fully Paid Ordinary Shares	31,250,000
Options	20,310,478
Performance Rights	4,395,189

Significant Changes in the State of Affairs

There were no other significant changes in the state of affairs of the Company during the financial period.

Matters Subsequent to the End of the Half Year

There have been no significant matters subsequent to the end of the half year.

SQX Resources Limited

Director's Report

For the half year ended 31 December 2024

Auditor's Independence Declaration

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

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

On behalf of the Directors



Patric Glovac
Executive Director
27 February 2025



PO Box 1908
West Perth WA 6872
Australia
Level 2, 40 Kings Park Road
West Perth WA 6005
Australia
Tel: +61 8 9481 3188
Fax: +61 8 9321 1204
ABN: 84 144 581 519
www.stantons.com.au

27 February 2025

Board of Directors
SQX Resources Limited
349 Hay Street
WEST PERTH WA 6005

Dear Sirs

RE: SQX RESOURCES LIMITED

In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of SQX Resources Limited.

As Audit Director for the review of the interim financial statements of SQX Resources Limited for the half-year ended 31 December 2024, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Yours faithfully

STANTONS INTERNATIONAL AUDIT AND CONSULTING PTY LTD

Martin Michalik
Director



SQX Resources Limited
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the half year ended 31 December 2024

	Notes	31 December 2024 \$	31 December 2023 \$
Revenue from continuing operations			
Expenses			
Other income	10	33,421	29,034
Audit Fees		(20,315)	(16,495)
Administration expense	10	(189,209)	(160,267)
Employee benefits expense		(141,117)	(179,425)
Exploration Expense/Impairment	4	(320,106)	-
Legal fees		(1,867)	(16,414)
Share-based payments expense		-	(234,398)
Interest expense		(512)	-
Depreciation	5	(7,020)	-
Loss before income tax expense from continuing operations		(646,725)	(577,965)
Income tax expense		-	-
Loss from continuing operations for the period		(646,725)	(577,965)
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year		(646,725)	(577,965)
Earnings/(loss) per share		Cents per Share	Cents per Share
Basic loss per share	11	(2.07)	(1.85)

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

SQX Resources Limited
Condensed Consolidated Statement of Financial position
As at 31 December 2024

	Notes	31 December 2024 \$	30 June 2024 \$
Current Assets			
Cash and cash equivalents	2	1,791,870	2,177,876
Trade and other receivable	3	28,978	12,276
Total current assets		1,820,848	2,190,152
Non-current assets			
Deferred exploration and evaluation expenditure	4	818,359	1,106,410
Right-of-use asset	5	10,532	17,552
Total non-current assets		828,891	1,123,962
Total assets		2,649,739	3,314,114
Liabilities			
Current Liabilities			
Trade and other payables	6	24,616	75,033
Employee entitlements	7	5,128	11,638
Lease payable	8	11,211	14,264
Accruals		46,285	-
Total current liabilities		87,240	100,935
NON-CURRENT LIABILITIES			
Non-current lease liabilities	8	-	3,955
Total Non-Current Liabilities		-	3,955
Total liabilities		87,240	104,890
Net Assets		2,562,499	3,209,224
Equity			
Issued capital	9	4,109,153	4,109,153
Reserves	9a	1,295,790	1,295,790
Accumulated Losses		(2,842,444)	(2,195,719)
Total Equity		2,562,499	3,209,224

The above Statement of Financial position should be read in conjunction with the accompanying notes.

SQX Resources Limited
Condensed Consolidated Statement of Changes in Equity
For the half year ended 31 December 2024

	Notes	Contributed Equity \$	Reserves \$	Retained Earnings \$	Total \$
Balance at 1 July 2024		4,109,153	1,295,790	(2,195,719)	3,209,224
Loss for the Period	-	-	-	(646,725)	(646,725)
Other Comprehensive Loss		-	-	-	-
Total Comprehensive Loss		-	-	(646,725)	(646,725)
Share Based Payments		-	-	-	-
Balance as at 31 December 2024		4,109,153	1,295,790	(2,842,444)	2,562,499

	Notes	Contributed Equity \$	Reserves \$	Accumulated Losses \$	Total \$
Balance at 1 July 2023		4,244,559	1,061,392	(1,439,240)	3,866,711
Loss for the Period		-	-	(577,965)	(577,965)
Other Comprehensive Loss		-	-	-	-
Total Comprehensive Loss		-	-	(577,965)	(577,965)
Share Based Payments	9a	-	234,398	-	234,398
Balance as at 31 December 2023		4,244,559	1,295,790	(2,017,205)	3,523,144

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

SQX Resources Limited
Condensed Consolidated Statement of Cash Flows
For the half year ended 31 December 2024

	Notes	31 December 2024 \$	31 December 2023 \$
Cash flows from operating activities			
Payment to suppliers and employees		(379,057)	(376,033)
Interest received		33,401	27,482
Net cashflows used in operating activities		(345,656)	(348,551)
Cash flows from investing activities			
Payments for exploration and evaluation		(32,100)	(158,431)
Net cashflows used in investing activities		(32,100)	(158,431)
Cash flows from financing activities			
Repayment of lease liabilities		(8,250)	-
Net cashflows used in financing activities		(8,250)	-
Net decrease in cash and cash equivalents		(386,006)	(506,982)
Cash and cash equivalents at beginning of financial period		2,177,876	2,966,716
Cash and cash equivalents at end of financial period	2	1,791,870	2,459,734

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

SQX Resources Limited

Notes to the Financial Statements

For the half year ended 31 December 2024

Note 1. Significant Accounting Policies

Statement of compliance

These interim 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'.

The financial statements comprise the condensed interim financial statements for the Company. For the purposes of preparing the financial statements, the Company is a for-profit entity.

The 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 Company as in the full financial report.

It is recommended that this interim financial report be read in conjunction with the annual financial report for the year ended 30 June 2024, the Company's prospectus issued 8 November 2022 and any public announcements made by the Company during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

Basis of preparation

The interim financial 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. For the purpose of preparing the interim financial report, the half-year has been treated as a discrete reporting period.

Accounting policies and methods of computation

The accounting policies and methods of computation adopted are consistent with those of the previous financial year and corresponding interim reporting period except for the impact of the new Standards and Interpretations effective 1 July 2024 as described below. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

Adoption of new and revised standards

New Standards and Interpretations applicable for the half year ended 31 December 2024

In the half-year ended 31 December 2024, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Company and effective for the current reporting period.

The Directors have determined that there is no material impact of the new and revised Standards and Interpretations on the Company.

Standards and interpretations in issue not yet adopted

The Directors have also reviewed all of the new and revised Standards and Interpretations in issue not yet adopted for the period ended 31 December 2024. As a result of this review the Directors have determined that there is no material impact of the Standards and Interpretations in issue not yet adopted on the Company and, therefore, no change is necessary to Company accounting policies.

SQX Resources Limited

Notes to the Financial Statements (cont'd)

For the half year ended 31 December 2024

Significant accounting judgments and key estimates

The preparation of interim financial reports requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing this interim report, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial report for the year ended 30 June 2024.

Statement of compliance

The interim financial statements were authorised for issue on 27 February 2025.

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**).

Going concern

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

Note 2. Cash and cash equivalents

	31 December 2024 \$	30 June 2024 \$
Cash at bank	1,791,870	2,177,876
Total cash and cash equivalents	1,791,870	2,177,876

Note 3. Trade and other receivables

	31 December 2024 \$	30 June 2024 \$
GST	14,821	7,499
Insurance - prepayments	14,157	4,777
Total trade and other receivables	28,978	12,276

Note 4. Exploration and evaluation expenditure

	31 December 2024 \$	30 June 2024 \$
Cost brought forward in respect of areas of interest in the exploration evaluation stage	1,106,410	905,338
Expenditure incurred	32,055	201,072
Impairment	(320,106)	-
Total Exploration and evaluation phase – at cost:	818,359	1,106,410

SQX Resources Limited
Notes to the Financial Statements (cont'd)
For the half year ended 31 December 2024

Note 5. Right-of-use asset

	31 December 2024 \$	30 June 2024 \$
Cost		
Opening balance	28,082	-
Additions	-	28,082
Total	28,082	28,082
Accumulated depreciation		
Opening balance	(10,530)	-
Charge	(7,020)	(10,530)
Closing balance	(17,550)	(10,530)
Carrying amount	10,532	17,552

The Company leases its registered head office premises/ The remaining lease is 9 months.

Note 6. Trade and other payables

	31 December 2024 \$	30 June 2024 \$
Accounts Payable	8,927	10,117
PAYG Withholding Payable	12,881	60,079
Superannuation Payable	2,808	4,837
	24,616	75,033

Note 7: Employee Entitlements

	31 December 2024 \$	30 June 2024 \$
Leave entitlements	5,128	9,231
Superannuation entitlements	-	2,407
	5,128	11,638

Note 8: Lease liability

	31 December 2024 \$	30 June 2024 \$
Current	11,211	14,264
Non-current	-	3,955
	11,211	18,219

Reconciliation of lease liabilities

Opening balance	18,219	-
Additions	-	28,082
Principal Repayments	(7,500)	(11,050)
Interest expense	492	1,187
Closing balance	11,211	18,219

SQX Resources Limited
Notes to the Financial Statements (cont'd)
For the half year ended 31 December 2024

Note 9. Issued Capital

	No. of Shares	31 December 2024 \$	No. of Shares	30 June 2024 \$
Ordinary Shares fully paid	31,250,000	4,109,153	31,250,000	4,109,153

Movement in Shares on Issue

	No. of Shares	31 December 2024 \$	No. of Shares	30 June 2024 \$
Opening balance	31,250,000	4,109,153	31,250,000	4,244,559
Ordinary shares at Incorporation	-	-	-	-
Share split (6.25 for every 1)	-	-	-	-
Share issue costs	-	-	-	(135,406)
Closing balance	31,250,000	4,109,153	31,250,000	4,109,153

Note 9a. Reserves

	31 December 2024 \$	30 June 2024 \$
Share-based payments reserve (a)	1,295,790	1,295,790

(a) Share-based payments reserve

The share-based payments reserve represents the value of options and performances rights issued to parties for services rendered.

	31 December 2024 \$	30 June 2024 \$
Share-based payments reserve		
Opening balance	1,295,790	1,061,392
Fair value of performance rights issued to directors and consultants	-	234,398
Balance at end of year	1,295,790	1,295,790

The share-based payment reserve is used to recognise the fair value of options and performance rights issued to directors and employees. This reserve can be reclassified as retained earnings if options and performance rights lapse.

In the period ending 30 June 2024, performance rights were issued to directors. Each performance right is convertible to acquire one share of the company. The terms and conditions of the employee performance right grants made under the employee incentive program and in existence at 31 December 2024 were as follows.

SQX Resources Limited
Notes to the Financial Statements (cont'd)
For the half year ended 31 December 2024

NOTE 9a: Reserves (Continued)

Grant date	Entitlement	Number of Instruments	Vesting conditions	Contractual life
5/12/2023	Director	1,700,000	a VWAP of at least \$0.25 over a period of 20 consecutive trading days. Expiring 5 December 2026.	36 months
5/12/2023	Director	1,570,192	a VWAP of at least \$0.35 over a period of 20 consecutive trading days. Expiring 5 December 2026.	36 months
		3,270,192		

All employee performance rights are exercisable at any time after the vesting conditions have been met. Where the employment or office of the holder is terminated, any performance rights which have not reached their vesting condition will lapse.

The fair value of employee performance rights is measured at grant date and recognised as an expense over the period during which the key management personnel and senior employees become unconditionally entitled to the rights. The fair value of the rights granted is measured using Monte Carlo Simulation, taking into account the terms and conditions upon which the rights were granted. The amount recognised as an expense is adjusted to reflect the actual number of rights that vest.

The fair value of employee share performance rights has been calculated with the following inputs:

Spot price	\$0.125
Exercise price	Nil
Share price targets	First Tranche - \$0.25 / Second Tranche - \$0.35
Number of consecutive days	20
Days to vesting/expiry	1,096
Volatility	65%
Interest rate	3.97%
Dividend yield	Nil

SQX Resources Limited
Notes to the Financial Statements (cont'd)
For the half year ended 31 December 2024

Note 10. Loss before income tax expense

The following revenue and expense items are relevant in explaining the financial performance for the half year.

	31 December 2024 \$	31 December 2023 \$
Interest income	33,421	29,034
Expenses		
Included in administration expenses are the following material items:		
- Accounting and Consulting	60,501	43,568
- ASIC Fees	10	-
- ASX fees	17,500	32,651
- Company secretary fees	54,000	36,000
- Share registry	7,133	23,018
- General office expense	3,698	13,142
- Subscription	304	2,573
- Marketing	37,429	8,534
- Travel	8,634	781
	189,209	160,267

Note 11. Loss Per Share

	31 December 2024 Cents Per Share	31 December 2023 Cents Per Share
Basic loss per share	(2.07)	(1.85)
Diluted loss per share	(2.07)	(1.85)
Loss used in calculation of basic and diluted loss per share	646,725	577,965
Weighted average number of ordinary shares on issue used in the calculation of basic loss per share	31,250,000	31,250,000

Note 12. Events After Balance Date

There have been no significant matters subsequent to the end of the half year.

SQX Resources Limited
Notes to the Financial Statements (cont'd)
For the half year ended 31 December 2024

Note 13. Segment Reporting

This operating segment are monitored by the Group's Executive Chairman and based on internal reports that are reviewed and used by the Board of Directors in making strategic decisions on the basis of available cash reserves and exploration results.

The items which are not capitalised to exploration and evaluation expenditure and included in the statement of profit or loss and other comprehensive income, relate to the Corporate Segment.

	Corporate Australia	Mineral Exploration Australia	Eliminations	Total
	\$	\$	\$	\$
31 December 2024				
Business segments				
Revenue				
Other external revenue	33,421	-	-	33,421
Total segment revenue	33,421	-	-	33,421
Results				
Operating loss before income tax	(326,619)	(320,106)	-	(646,725)
Net Loss	(326,619)	(320,106)	-	(646,725)
Assets				
Segment assets	1,831,380	818,359	-	2,649,739
Liabilities				
Segment liabilities	86,333	907	-	87,240
	Corporate Australia	Mineral Exploration Canada	Eliminations	Total
	\$	\$	\$	\$
31 December 2023				
Business segments				
Revenue				
Other external revenue	29,034	-	-	29,034
Total segment revenue	29,034	-	-	29,034
Results				
Operating loss before income tax	(577,897)	(68)	-	(577,965)
Net Loss	(577,897)	(68)	-	(577,965)
Assets				
Segment assets	2,576,893	1,026,055	-	3,602,948
Liabilities				
Segment liabilities	79,804	-	-	79,804

Note 14. Commitments and contingent liabilities

a) Exploration Expenditure Commitments

The Group has certain obligations to perform exploration work and expend minimum amounts of money on such works on mineral exploration tenements. These obligations will vary from time to time, subject to statutory approval and capital management. The terms of the granted licenses and those subject to relinquishment will alter the expenditure commitments of the Group as will any change to areas subject to licence.

SQX Resources Limited

Directors' Declaration

For the half year ended 31 December 2024

Director's Declaration

In the opinion of the directors of SQX Resources Limited:

1. The attached financial statements and notes thereto are in accordance with the Corporations Act 2001 including:
 - a. complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - b. giving a true and fair view of the Company's financial position as at 31 December 2024 and of its performance for the half-year then ended; and
2. There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is signed in accordance with a resolution of the Board of Directors made pursuant to section 303(5) of the Corporations Act 2001.

On behalf of the Directors



Patric Glovac
Executive Director
27 February 2025

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

Report on the Half-Year Financial Report**Conclusion**

We have reviewed the half-year financial report of SQX Resources Limited (the "Company") and its controlled entity (the "Group"), which comprises the condensed consolidated statement of financial position as at 31 December 2024, 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, condensed 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, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of SQX Resources Limited does not comply with the *Corporations Act 2001* including:

- (a) giving a true and fair view of SQX Resources Limited's financial position as at 31 December 2024 and of its 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*.

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 Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the 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* has been given to the directors of the Company on 27 February 2025.

Responsibility of the Directors for the Financial Report

The directors of SQX Resources Limited 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 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 2024 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.

STANTONS INTERNATIONAL AUDIT AND CONSULTING PTY LTD
(An Authorised Audit Company)

Stantons International Audit & Consulting Pty Ltd

Martin Michalik

Martin Michalik
Director

West Perth, Western Australia
27 February 2025