

For personal use only

INTERIM FINANCIAL REPORT

FOR THE HALF-YEAR ENDED
31 DECEMBER 2024



DREADNOUGHT
— RESOURCES —

ABN 40 119 031 864 | ASX:DRE

CONTENTS

CORPORATE DIRECTORY	1
DIRECTORS' REPORT	2
AUDITOR'S INDEPENDENCE DECLARATION	6
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	7
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION	8
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	9
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS	10
DIRECTORS' DECLARATION	17
INDEPENDENT AUDITOR'S REPORT	18

CORPORATE DIRECTORY

DIRECTORS

Paul Chapman (Non-executive Chairman)
Dean Tuck (Managing Director)
Philip Crutchfield (Non-executive Director)

COMPANY SECRETARY

Jessamyn Lyons

REGISTERED OFFICE & POSTAL ADDRESS

Level 3, 88 William Street
Perth WA 6000
PO Box 712
Osborne Park DC WA 6916
Telephone: +61 (8) 9473 8345
Website: www.dreadnoughtresources.com.au
ABN 40 119 031 864

SHARE REGISTRY

Automic Pty Ltd
Level 5, 191 St Georges Terrace
Perth WA 6000 Australia
hello@automicgroup.com.au
(within Australia): 1300 288 664
(international): +61 2 9698 5414

AUDITORS

PKF Perth
Level 8, 905 Hay Street
West Perth WA 6000

STOCK EXCHANGE

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

DIRECTORS' REPORT

The Directors submit their Interim Financial Report of the 'Consolidated Entity' or 'Group', being Dreadnought Resources Limited ('Dreadnought' or the 'Company') and its Controlled entities, for the half-year ended 31 December 2024 (the 'half-year' or the 'period').

BOARD OF DIRECTORS

The Directors of the Company at any time during or since the end of the period are as follows:

Paul Chapman
(Non-executive Chairman)

Dean Tuck
(Managing Director)

Philip Crutchfield
(Non-executive Director)

Robert Gee
(Non-executive Director) (Resigned 28 November 2024)

OFFICERS OF THE COMPANY

The Company Secretary of the Company at any time during or since the end of the period are as follows:

Jessamyn Lyons

REVIEW OF OPERATIONS

Group Overview

The Group is an ASX-listed exploration and development company focussing on acquiring and exploring high-quality projects within the state of Western Australia. The Company's strategy is to discover major deposits on these projects either by itself or in joint venture with major mining companies.

Highlights & Significant Changes in State of Affairs

The highlights and significant changes in state of affairs during and subsequent to the end of the period include:

Project Highlights:

MANGAROON

Au (100%)

- Mangaroon is host to high-grade gold mineralisation at the Bangemall/Cobra and Star of Mangaroon gold mining centres which have seen minimal modern exploration.
- An initial scoping study on a conceptual open pit at Star of Mangaroon supports the commercialisation of these high-grade gold targets with ~\$40m in free cashflow @ \$4,100oz with a maximum cash drawdown of ~\$10m.
- The Company plans to become a self-funded explorer and by adopting a model whereby funding, development, haulage and processing are outsourced to third parties to generate cashflow to support life changing discoveries.
- The Company identified a ~15km x 10km zone with strong gold-in-stream sediments and pathfinder (Ag-As-Bi-Mo-Sb-Te-W) anomalism and has acquired a strategic land holding to further consolidate this region.
- The Company has also confirmed visual sulphides at Tiger and down hole geophysics has identified potential massive sulphides in off-hole conductors.

Nb-REE (100%)

- Mangaroon REE is a globally significant critical minerals complex with a combined Resource at Yin and the Gifford Creek Carbonatite of 40.82Mt @ 1.03% TREO. The Yin Resource of 29.98Mt @ 1.05 TREO is 87% Measured and Indicated.
- The Nb-REE Gifford Creek Carbonatite continues to produce some of WA's best niobium intercepts outside the Arunta Province with ongoing mineralogy work confirming pyrochlore (a key niobium-bearing mineral) at Stinger, with conceptual studies underway.
- Beyond niobium and rare earths already identified within GCC, we will also assess the potential of significant titanium, scandium, zirconium, and phosphate mineralisation.
- Mangaroon has the potential to evolve as multi-commodity critical metals hub, within proximity to existing infrastructure.

Ni-Cu-PGE (100%)

- Mangaroon hosts the fertile Ni-Cu-Co-PGE along the >45km long Money Intrusion.
- An IP survey has confirmed the geophysical signatures of a significant new mineralised system.
- We are continuing with partnership discussions as well as a project review to highlight the highest priority work programs.

DIRECTORS' REPORT

TARRAJI-YAMPI

Cu-Ag-Au-Co (80%/100%)

- Tarraji-Yampi is located entirely within the Yampi Sound Training Area, a Commonwealth Defence Reserve in the West Kimberley, ~80kms from the port of Derby.
- This project has outcropping Cu-Au mineralisation and four strong off-hole conductors were identified during recent drilling with the two Orion offset targets, and off-hole conductors (OR1 and OR2) being priority targets for follow up drilling.
- A strategic review is currently underway.

CENTRAL YILGARN

Gold, Base Metals, Critical Minerals, and Iron Ore Project (100%)

- Central Yilgarn with significant gold, copper, nickel, lithium and iron ore potential.
- The Company completed the divestment of Evanston and Yerilgee Projects at Central Yilgarn to CTN for cash and shares, whilst retaining leverage to the project via shareholding in CTN, a milestone payment and a royalty. Completion occurred on 28 January 2025.
- Discussions are ongoing in respect of the remaining project areas.

BRESNAHAN

REE-HREE-Au-Sb-Pb (100%) Project (100%)

- Bresnahan is a conceptual unconformity heavy rare earth element ("HREE") project containing >3,700kms² of prospective ground.
- The Company has partnered with Teck Resources to unlock the potential of on a key tenement in this project.
- Discussions are ongoing in respect of the remaining project areas.

Corporate Highlights:

I. The following are the corporate highlights during the half-year ended 31 December 2024:

- Performance Rights granted:
 - On 6 December 2024, the Company issued 20,000,000 Performance Rights to a director and 46,400,000 to employees.
 - These were divided into four equal tranches subject to the following vesting conditions:
 - Class H: the Company finalising a turn-key funding, development and processing arrangement in relation to the Star of Mangaroon deposit by 31 December 2025;
 - Class I: the Company announcing a 100kOz Mineral Resource Estimate in accordance with JORC 2012 requirements of at least 3 grams per tonne of gold (Au) * by 31 December 2025;
 - Class J: the Company announcing a 250kOz Mineral Resource Estimate in accordance with JORC 2012 requirements of at least 3 grams per tonne of gold (Au) * by 31 December 2026; and
 - Class K: the Company announcing a 400kOz Mineral Resource Estimate in accordance with JORC 2012 requirements of at least 3 grams per tonne of gold (Au)* by 31 December 2027.
- * or in-situ equivalent for other metals
- Capital raisings:
 - In August 2024, the Company completed a placement at \$0.018 per share to institutional and sophisticated investors raising \$3,500,000 (before costs). On 8 August 2024, the Company issued 194,444,445 shares relating to the placement.
 - In addition, the directors contributed a further \$210,000 to the August placement, which was approved by shareholders at the annual general meeting held on 28 November 2024. On 2 December 2024, 11,666,667 shares were accordingly issued to the directors with shareholder approval.
- Other share issues:
 - 16,000,000 ordinary shares were issued in respect of tenement acquisitions on 26 July 2024;
 - 28,470,095 ordinary shares were issued in respect of service arrangements during the period July to September 2024;
 - 4,125,000 ordinary shares were issued in respect of the exercise of Employee Performance Rights associated with service conditions during the period September to December 2024; and
 - 20,833 ordinary shares were issued upon the exercise of options at \$0.075 per share in December 2024.
- Tenement agreements, acquisitions and disposals

On 26 July 2024, the Company announced a strategic acquisition of ~300km² of highly prospective and strategic ground along the Mangaroon Shear Zone from Redscope Enterprises Pty Ltd. The key commercial terms included:

 - \$50,000 in cash.
 - 16,000,000 fully paid ordinary shares, subject to voluntary escrow conditions.
 - 1.0% gross royalty to complete the acquisition.

DIRECTORS' REPORT

On 11 December 2024 the Company announced a binding sale and purchase agreement with Catalina Resources Ltd (ASX:CTN, "Catalina"), to divest the Evanston and Yerilgee Projects (part of Central Yilgarn Project) comprising:

- \$250,000 (\$25,000 received and balance on completion).
- Issue of 72,500,000 shares in Catalina (~5.5% of Catalina's issued capital) upon completion.
- \$1,000,000 milestone payment (payable in cash or shares at Catalina's election) on the identification of a Resource of 500,000oz gold or gold equivalent.
- 1% net smelter return royalty on E30/0584.

Completion occurred on 28 January 2025.

On 24 December 2024 the Company announced a binding Farm-in & Joint Venture agreement with global base metal company Teck Resources Ltd (NYSE:TECK, "Teck") in respect of tenement E52/4142 (part of Bresnahan Project). Key terms include:

- First Earning Period: Teck to earn 60% interest in the tenement by sole funding \$1,250,000 of exploration within 4 years.
- Second Earning Period: Teck to earn an additional 20% interest in the tenement by sole funding \$2,000,000 of exploration within 4 years.
- Upon completion of Phase 2, Teck and Dreadnought form an 80/20 Joint Venture.

v. Other:

The Company received a Research & Development ("R&D") rebate of ~\$1m on 19 November 2024 in respect of the year ended 30 June 2024. This is in relation to:

- Continued metallurgical research and development studies to optimise on concentrates from Yin and the Gifford Creek Carbonatites that are key to understanding the optimal extraction route into intermediate products as a pathway to commercialisation.
- The development of processing methodologies for production of Cu-Au concentrate and critical mineral by-products from polymetallic bearing sulphides at Tarraji-Yampi.

2. The following are the corporate highlights subsequent to 31 December 2024:

The Company released a robust scoping study for the Star of Mangaroon supporting the Gold Commercialisation Strategy (ASX: 27 January 2025).

The Company completed the transaction with Catalina Resources Ltd (ASX:CTN) to divest the Evanston and Yerilgee Projects (part of Central Yilgarn Project) (ASX: 29 January 2025).

The Company acquired E09/2383 to further consolidate ground at Mangaroon with significant gold and base metal potential. The Company issued 3,333,333 shares at \$0.015 in respect of this acquisition and paid a further \$50,000 in cash. (ASX: 30 January 2025).

The Company entered into a share purchase agreement with Black Cat Syndicate Ltd (ASX: BC8) for \$1,000,000 at a share price of \$0.01 (ASX: 3 February 2025).

The Company completed a placement at \$0.01 per share to institutional and sophisticated investors raising a further \$3,100,000 (before costs) (ASX: 5 February 2025).

The Company issued (ASX: 12 February 2025):

- 288,000,000 ordinary shares relating to the placement at \$0.01 per share.
(22,000,000 shares had been subscribed for by directors and will be issued subject to shareholder approval.)
- 100,000,000 ordinary shares relating to a share purchase agreement at \$0.01 per share
- 66,667 ordinary shares upon the exercise of options at \$0.075 per share.

The Company announced a Niobium Exploration Target at Mangaroon as a result of an international study highlighting significant economic potential at the Stinger Niobium target (ASX: 3 March 2025).

There has not been any other matter or circumstance occurring subsequent to the end of the financial period that has significantly affected, or may significantly affect, the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

DIRECTORS' REPORT

FINANCIAL PERFORMANCE & FINANCIAL POSITION

The financial results of the Group for the half-year ended 31 December 2024 are:

	31-Dec-24	30-Jun-24	% Change
Cash and cash equivalents (\$)	523,219	1,448,571	(64)
Net assets (\$)	42,460,588	52,037,529	(18)

	31-Dec-24	31-Dec-23	% Change
Interest income (\$)	2,455	115,727	(98)
Net loss after tax (\$)	(14,021,615)	(3,447,698)	307
Loss per share (cents) *	(0.38)	(0.10)	280

* see the Consolidated Statement of Profit or Loss and Other Comprehensive Income for further details

The Interim Financial Report has been prepared on a going concern basis which assumes the Company and Group will have sufficient funds to pay its debts, as and when they become payable, for a period of at least 12 months from the date the Interim Financial Report is authorised for issue.

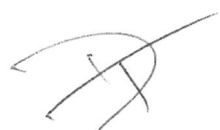
As at 31 December 2024, the Group had net assets of \$42,460,588 (30 June 2024: \$52,037,529). During the half-year, the Group had cash outflows from operating activities of \$825,770 (31 December 2023: \$1,136,563) and cash outflows from investing activities (including payments for exploration and evaluation activities) of \$3,536,844 (31 December 2023: \$7,014,252).

Based on a cash flow forecast prepared by management, with the Company's working capital surplus at 31 December 2024 and the Company's ability to raise funds and to reduce costs if necessary, the Directors consider the going concern basis of preparation to be appropriate.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the Independence Declaration by the lead auditor under Section 307C is included on page 6 to the Interim Financial Report.

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



Dean Tuck
Managing Director
Perth, 7 March 2025



PKF Perth
ABN 64 591 268 274
Dynons Plaza,
Level 8, 905 Hay Street,
Perth WA 6000
PO Box 7206,
Cloisters Square, WA 6850
Australia

+61 8 9426 8999
perth@pkfperth.com.au
pkf.com.au

AUDITOR'S INDEPENDENCE DECLARATION

TO THE DIRECTORS OF DREADNOUGHT RESOURCES LIMITED

In relation to our review of the financial report of Dreadnought Resources Limited for the half year ended 31 December 2024, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the Corporations Act 2001 or any applicable code of professional conduct.

A handwritten signature in dark ink that reads 'PKF Perth'.

PKF PERTH

A handwritten signature in dark ink that appears to read 'Shane Cross'.

SHANE CROSS
PARTNER

7 MARCH 2025
PERTH,
WESTERN AUSTRALIA

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Notes	31-Dec-24 \$	31-Dec-23 \$
Interest received		2,455	115,727
Other income		-	108,607
Administration expenses		(527,131)	(842,073)
Depreciation expense		(56,868)	(62,850)
Amortisation expense		(21,220)	(19,192)
Interest expense		(6,975)	(7,914)
Exploration and evaluation expenditure		(2,519)	(7,166)
Profit /(loss) on disposal of assets		2,661	(13,177)
Legal fees		(58,598)	(109,335)
Staff costs		(293,552)	(403,884)
Share-based payment expense		(45,528)	(1,712,522)
Impairment of exploration and evaluation expenditure	3	(13,014,340)	(493,919)
Loss before income tax for the period		(14,021,615)	(3,447,698)
Income tax expense		-	-
Loss after income tax for the period		(14,021,615)	(3,447,698)
Other comprehensive loss for the period		-	-
Total comprehensive loss for the period		(14,021,615)	(3,447,698)
Loss per share attributable to ordinary equity holders			
Basic loss per share (cents)	7	(0.38)	(0.10)
Diluted loss per share (cents)	7	(0.38)	(0.10)

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

Condensed Consolidated Statement of Financial Position

	Notes	31-Dec-24 \$	30-Jun-24 \$
ASSETS			
Current Assets			
Cash and cash equivalents		523,219	1,448,571
Trade and other receivables		526,664	115,125
Other assets		457,235	433,268
Financial assets		15,008	11,725
Total Current Assets		1,522,126	2,008,689
Non-Current Assets			
Property, plant and equipment		242,082	303,519
Right-of-use-assets		129,299	123,055
Exploration assets	3	41,288,388	50,964,784
Total Non-Current Assets		41,659,769	51,391,358
Total assets		43,181,895	53,400,047
LIABILITIES			
Current Liabilities			
Trade and other payables		377,856	1,049,788
Provisions		193,075	169,346
Lease liabilities		48,655	39,217
Total Current Liabilities		619,586	1,258,351
Non-Current Liabilities			
Lease liabilities		101,721	104,167
Total Non-Current Liabilities		101,721	104,167
Total Liabilities		721,307	1,362,518
Net Assets		42,460,588	52,037,529
EQUITY			
Issued capital	5	109,887,288	105,387,633
Reserves	6	644,436	1,165,100
Accumulated losses		(68,071,136)	(54,515,204)
Total equity		42,460,588	52,037,529

The Consolidated Statement of Financial Position is to be read in conjunction with the accompanying notes.

Condensed Consolidated Statement of Changes in Equity

	Issued Capital \$	Share Based Payments Reserve \$	Accumulated Losses \$	Total Equity \$
As at 1 July 2023	97,104,008	1,933,230	(48,195,822)	50,841,416
Comprehensive income				
Loss for the period	-	-	(3,447,698)	(3,447,698)
Other comprehensive loss	-	-	-	-
Total comprehensive loss for the period	-	-	(3,447,698)	(3,447,698)
Transactions with owners in their capacity as owners:				
Share issues, net of transaction costs and tax	5,375,124	-	-	5,375,124
Exercise of performance rights	2,522,936	(2,522,936)	-	-
Issue and vesting of performance rights	-	1,646,440	-	1,646,440
Issue and vesting of options	-	142,799	-	142,799
As at 31 December 2023	105,002,068	1,199,533	(51,643,520)	54,558,081
As at 1 July 2024	105,387,633	1,165,100	(54,515,204)	52,037,529
Comprehensive income				
Loss for the period	-	-	(14,021,615)	(14,025,029)
Other comprehensive loss	-	-	-	-
Total comprehensive loss for the period	-	-	(14,021,615)	(14,025,029)
Transactions with owners in their capacity as owners:				
Share issues, net of transaction costs and tax	3,463,146	-	-	3,463,146
Shares issues, on the acquisition of tenements	400,000	-	-	400,000
Share issues, for services rendered	502,382	-	-	502,382
Exercise of performance rights	132,000	(132,000)	-	-
Exercise of options	2,127	(565)	-	1,562
Expiry of options	-	(465,683)	465,683	-
Lapsing of options	-	(70,960)	-	(70,960)
Lapsing of performance rights	-	(24,101)	-	(24,101)
Issue and vesting of performance rights	-	140,590	-	140,590
Issue and vesting of options	-	32,055	-	32,055
As at 31 December 2024	109,887,288	644,436	(68,071,136)	42,460,588

The Consolidated Statement of Changes in Equity is to be read in conjunction with the accompanying notes.

Condensed Consolidated Statement of Cash Flows

	31-Dec-24 \$	31-Dec-23 \$
Cash flows from operating activities		
Payment to suppliers and employees	(828,225)	(1,360,897)
Interest received	2,455	115,727
Other income	-	108,607
Net cash outflow from operating activities	(825,770)	(1,136,563)
Cash flows from investing activities		
Payment for property, plant and equipment	(12,771)	(15,130)
Proceeds on disposal of equipment	20,001	37,275
Payment for exploration and evaluation activities	(4,855,812)	(13,802,310)
Payments for tenement acquisitions	(62,215)	(121,235)
Proceeds on disposal of tenements	25,000	-
Receipt from JV partner	-	365,618
Fuel tax credits	1,848	-
Government grants	1,350,388	521,530
Funds (placed on) / released from term deposits	(3,283)	6,000,000
Net cash outflow from investing activities	(3,536,844)	(7,014,252)
Cash flows from financing activities		
Proceeds from the issue of shares	3,710,000	5,628,000
Share issue costs	(246,854)	(291,159)
Payment of lease liability	(27,447)	(24,635)
Proceeds from exercise of options	1,563	-
Net cash inflow from financing activities	3,437,262	5,312,206
Cash and cash equivalents at the beginning of the period	1,448,571	5,664,368
Net (decrease) / increase in cash and cash equivalents	(925,352)	(2,838,609)
Cash and cash equivalents at the end of the period	523,219	2,825,759

The Consolidated Statement of Cash Flows is to be read in conjunction with the accompanying notes.

Notes to the Condensed Consolidated Financial Statement

1. Corporate Information

Dreadnought Resources Limited (referred to as 'Dreadnought' or the 'Company' or 'Parent Entity') is a Company domiciled in Australia. The address of the Company's registered office and principal place of business is disclosed in the Corporate Directory of this report. The Interim Financial Report of the Company as at and for the half-year ended 31 December 2024 (the "half-year" or the "period") comprises the Company and its subsidiaries (together referred to as the 'Consolidated Entity' or the 'Group'). The Group is primarily involved in exploration and development with a focus on discovering economic deposits in Western Australia.

2. Basis of Preparation

The Interim Financial Report is a condensed financial report prepared in accordance with the requirements of the *Corporations Act 2001* and AASB 134: *Interim Financial Reporting*.

The Interim Financial Report has been prepared on a going concern basis in accordance with the historical cost convention, unless otherwise stated.

The Interim Financial Report does not include all notes of the type normally included within the Annual Financial Report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position, financing and investing activities of the Company as the full financial report. Accordingly, this Interim Financial Report is to be read in conjunction with the Annual Financial Report for the year ended 30 June 2024 and considered together with any public announcements made by the Company during the period and up to the date of this report in accordance with the continuous disclosure obligations of the ASX Listing Rules.

The Interim Financial Report of Dreadnought Resources Limited was authorised for issue in accordance with a resolution of the directors on 7 March 2025.

(a) Summary of the material accounting policy information

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

New Accounting Standards and Interpretations

In the period ended 31 December 2024, the Directors have reviewed all the new and revised Standards and Interpretations issued by the AASB that are relevant to the Group and effective for the current reporting period. As a result of this review, the Directors have determined that there is no material impact of the new and revised Standards and Interpretations on the Group and, therefore, no material change is necessary to Group accounting policies.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

(b) Key estimates

The preparation of the Interim Financial Report requires management to make estimates and judgments. These estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Group and that are believed to be reasonable under the circumstances.

Please refer to the Group's 30 June 2024 Annual Financial Report for information on the Group's judgements, estimates and assumptions.

(c) Going Concern

The Interim Financial Report has been prepared on a going concern basis which assumes the Company and Group will have sufficient funds to pay its debts, as and when they become payable, for a period of at least 12 months from the date the Interim Financial Report is authorised for issue.

As at 31 December 2024, the Group had net assets of \$42,460,588 (30 June 2024: \$52,037,529).

During the half-year, the Group had cash outflows from operating activities of \$825,770 (31 December 2023: \$1,136,563) and cash outflows from investing activities (including payments for exploration and evaluation activities) of \$3,536,844 (31 December 2023: \$7,014,252).

Based on a cash flow forecast prepared by management, with the Company's working capital surplus at 31 December 2024 and the Company's ability to raise funds and to reduce costs if necessary, the Directors consider the going concern basis of preparation to be appropriate.

Notes to the Condensed Consolidated Financial Statement

3. Exploration and Evaluation Expenditure

	31-Dec-24 \$	30-Jun-24 \$
Capitalised exploration and evaluation expenditure at cost	41,288,388	50,964,784
Balance at the beginning of the period	50,964,784	42,278,019
Expenditure incurred	4,793,634	14,270,314
Acquisitions	400,295	346,157
Tenement divestment	(503,750)	-
JV Contributions	-	(846,271)
Fuel tax credits	(1,848)	(179,206)
Government grant - R&D credits	(983,246)	(2,236,777)
Government grant received	(367,142)	(442,695)
Impairment/written off	(13,014,339)	(2,224,757)
Balance at the end of the period	41,288,388	50,964,784

The ultimate recoupment of exploration and evaluation expenditure carried forward is dependent on successful development and commercial exploitation.

4. Segment Information

The directors have considered the requirements of AASB 8 – Operating Segments and the internal reports that are reviewed by the chief operating decision maker (the Board) in allocating resources and have identified segments for the broader project areas under which exploration and evaluation activities have been conducted. Other non-current assets are utilised across all segments and are thus not allocated to individual segments, and non-current liabilities relate to the lease for the business premises which has not been allocated to any operating segments.

	Mangaroon (REE) \$	Mangaroon (Other) \$	Central Yilgarn \$	Bresnahan \$	Kimberley \$	Total \$
Balance at 1 July 2023	16,473,792	5,209,043	10,218,468	1,168,831	9,207,885	42,278,019
Expenditure incurred	5,879,547	3,119,971	1,849,262	628,257	2,793,277	14,270,314
Acquisitions	608	175,911	190	169,558	(110)	346,157
JV Contributions	-	(846,271)	-	-	-	(846,271)
Fuel tax credits	(139,417)	(34,427)	(3,214)	(929)	(1,219)	(179,206)
Government grants	(142,197)	-	(240,320)	-	(60,178)	(442,695)
R&D tax incentive	(2,112,598)	-	-	-	(124,179)	(2,236,777)
Impairment ¹	(17,339)	(15,206)	(576,632)	(495,992)	(1,119,588)	(2,224,757)
Balance at 30 June 2024	19,942,396	7,609,021	11,247,754	1,469,725	10,695,888	50,964,784
Balance at 1 July 2024	19,942,396	7,609,021	11,247,754	1,469,725	10,695,888	50,964,784
Expenditure incurred	967,071	2,451,772	548,235	216,405	610,151	4,793,634
Acquisitions	418	399,877	-	-	-	400,295
Divestment	-	-	(503,750)	-	-	(503,750)
Fuel tax credits	(140)	(1,310)	-	-	(398)	(1,848)
Government grants	(145,818)	(104,321)	-	-	(117,003)	(367,142)
R&D tax incentive	(815,407)	-	-	-	(167,839)	(983,246)
Impairment ¹	(135,432)	(3,114,255)	(8,217,769)	(1,077,997)	(468,886)	(13,014,339)
Balance at 31 December 2024	19,813,088	7,240,784	3,074,470	608,133	10,551,913	41,288,388

¹ Impairment has been recognised in respect of:

- Expenditure on any tenements that had been surrendered or is planned for surrender.
- Amounts greater than the realisable value for any tenement pending divestments.
- Amounts greater than the acquisition costs for any tenements on which there is no significant discoveries to date.

Notes to the Condensed Consolidated Financial Statement

4. Segment Information (continued)

Reconciliation	Non-current Assets		Non-current Liabilities		Net Loss	
	31-Dec-24	30-Jun-24	31-Dec-24	30-Jun-24	31-Dec-24	31-Dec-23
	\$	\$	\$	\$	\$	\$
Segments	41,288,385	50,964,784	-	-	(13,014,340)	(493,919)
Unallocated	371,384	426,574	(101,721)	(104,167)	(1,007,275)	(2,953,779)
Total	41,659,769	51,391,358	(101,721)	(104,167)	(14,021,615)	(3,447,698)

5. Issued Capital

		31-Dec-24	30-Jun-24
		\$	\$
Ordinary shares fully paid		109,887,288	105,387,633
		No.	\$
Date	Opening balance 1 July 2023	3,327,728,220	97,104,008
01/08/2023	Issue of shares – Class B Performance Rights exercised	14,550,001	1,261,468
18/08/2023	Issue of shares – tenement acquisition	2,500,000	115,000
09/10/2023	Placement	84,255,319	3,960,000
30/10/2023	Share purchase plan	13,361,764	628,000
04/09/2023	Issue of shares – Class C Performance Rights exercised	14,549,996	1,261,468
22/12/2023	Director participation - placement	22,127,660	1,040,000
13/02/2024	Issue of shares – tenement acquisition	2,500,000	55,000
09/04/2024	Options exercised	31,500,000	157,400
09/04/2024	Exercise of options – transfer from reserves	-	184,517
	Less: Transaction costs	-	(379,328)
	Closing balance 30 June 2024	3,513,072,960	105,387,633
		No.	\$
Date	Opening balance 1 July 2024	3,513,072,960	105,387,633
24/07/2024	Issue of share – services provided	5,927,040	100,760
24/07/2024	Issue of share – services provided	1,000,000	22,000
26/07/2024	Issue of shares – tenement acquisition	16,000,000	400,000
09/08/2024	Placement	194,444,445	3,500,000
12/08/2024	Issue of share – services provided	2,555,555	56,222
05/09/2024	Issue of share – services provided	5,000,000	80,000
23/09/2024	Issue of share – services provided	6,000,000	108,000
23/09/2024	Issue of share – services provided	2,000,000	39,600
23/09/2024	Issue of shares – Class F Performance Rights exercised	512,500	16,400
25/09/2024	Issue of share – services provided	5,987,500	95,800
07/10/2024	Issue of shares – Class F Performance Rights exercised	250,000	8,000
06/12/2024	Director participation - placement	11,666,667	210,000
06/12/2024	Issue of shares – Class F Performance Rights exercised	3,362,500	107,600
06/12/2024	Exercise of options	20,833	1,562
06/12/2024	Exercise of options – transfer from reserves	-	564
	Less: Transaction costs	-	(246,853)
	Closing balance 31 December 2024	3,767,800,000	109,887,288

Notes to the Condensed Consolidated Financial Statement

6. Share-Based Payment Reserves

	31-Dec-24 \$	30-Jun-24 \$
Options (a)	517,211	1,022,363
Performance rights (b)	127,225	142,738
	644,436	1,165,101

(a) Options

At 31 December 2024, there were 20,326,592 unissued ordinary shares under option (30 June 2024: 34,676,249 options). The details of the unlisted options are as follows:

Number	Exercise Price	Expiry Date
6,500,000	0.0650	14/07/2025
6,000,000	0.0940	09/10/2025
853,098	0.1575	16/12/2025
1,223,151	0.1200	02/03/2026
1,979,167	0.0750	14/06/2026
3,771,176	0.0225	29/11/2028
20,326,592		

Expiry / Grant Date	At beginning of period	No.	\$
		34,676,249	1,022,363
02/07/2024	Expiry of options	(12,100,000)	(326,647)
11/08/2024	Expiry of options	(2,000,000)	(68,593)
26/11/2024	Expiry of options	(2,000,000)	(70,443)
17/10/2024	Lapse of options	(2,000,000)	(70,960)
06/12/2024	Exercise of options	(20,833)	(564)
06/12/2024	Options issued to Directors	3,771,176	32,055
	At end of period	20,326,592	517,211

On 28 November 2024, the Company granted 3,771,176 options to Directors in lieu of director fees for the period 1 September 2024 to 30 November 2024. The options were issued on 29 November 2024 and have an exercise price of \$0.0225 and an expiry date of 29 November 2028.

The options were deemed to have a fair value at grant date of \$0.0085 per option. This value was calculated using the Black-Scholes option pricing model applying the following inputs:

Share price	\$0.015
Exercise price	0.0225
Expected volatility	87%
Risk free interest rate	3.5%
Useful life	4 years

(b) Performance rights

On 6 December 2024, the Company issued 66,400,000 unlisted performance rights divided equally into four classes via the Dreadnought Employee Equity Incentive Plan. 20,000,000 rights were issued to a director, and 46,400,000 rights were issued to employees of the Company subject to the following vesting conditions:

- Class H: the Company finalising a turn-key funding, development and processing arrangement in relation to the Star of Mangaroon deposit by 31 December 2025;
- Class I: the Company announcing a 100kOz Mineral Resource Estimate in accordance with JORC 2012 requirements of at least 3 grams per tonne of gold (Au) * by 31 December 2025;
- Class J: the Company announcing a 250kOz Mineral Resource Estimate in accordance with JORC 2012 requirements of at least 3 grams per tonne of gold (Au) * by 31 December 2026; and
- Class K: the Company announcing a 400kOz Mineral Resource Estimate in accordance with JORC 2012 requirements of at least 3 grams per tonne of gold (Au)* by 31 December 2027.

* or in-situ equivalent for other metals

Notes to the Condensed Consolidated Financial Statement

6. Share-Based Payment Reserves (continued)

(b) Performance rights (continued)

Grant Date		No.	\$
At beginning of period		16,500,000	142,738
17/09/2024	Class D, E & G Rights lapsed	(2,287,500)	(12,152)
23/09/2024	Class F Rights - vested and exercised ⁽¹⁾	(512,500)	(16,400)
7/10/2024	Class F Rights - vested and exercised ⁽¹⁾	(250,000)	(8,000)
02/12/2024	Class D, E & G Rights lapsed	(1,500,000)	(7,966)
06/12/2024	Class F Rights - vested and exercised ⁽¹⁾	(3,362,500)	(107,600)
06/12/2024	Class H, I J & K Rights – issued - Director ⁽²⁾	20,000,000	16,527
06/12/2024	Class H, I J & K Rights – issued - Employees ⁽³⁾	46,400,000	33,387
23/12/2024	Class D, E, G, Rights lapsed	(750,000)	(3,983)
23/12/2024	Class H, I, J & K Rights lapsed	(6,000,000)	-
	Net vesting expense during period	-	90,674
At end of period		68,237,500	127,225

Share-based payment expense in relation to vested rights

- (1) The vesting conditions for **Class F** were waived in respect of 762,500 performance rights on 17 September 2024 relating to employees who were made redundant, resulting in 512,500 fully paid ordinary shares being issued on 23 September 2024 and 250,000 fully paid ordinary shares being issued on 7 October 2024.
The vesting conditions for the remaining **Class F** were achieved on 4 December 2024 resulting in 3,362,500 fully paid ordinary shares being issued to employees on 6 December 2024.
The total share-based payment expense arising from performance rights vesting during the period ended 31 December 2024 was \$140,588 of which \$40,815 was for Directors and \$99,773 were for employees.

Fair value of performance rights issued during the period

- (2) The fair value of 20,000,000 performance rights issued to a director has been calculated at \$280,000.
(3) The fair value of 46,400,000 performance rights issued to employees has been calculated at \$649,600.

The fair value of **Class H, I, J, and K** was calculated using the share price of \$0.014 at grant date, being 6 December 2024.

Assumption	Class H	Class I	Class J	Class K
Valuation date	2 December 2024	2 December 2024	2 December 2024	2 December 2024
Expiry date	31 December 2025	31 December 2025	31 December 2026	31 December 2027
Underlying security price	\$0.014	\$0.014	\$0.014	\$0.014
Exercise Price	nil	nil	nil	nil
Risk free interest rate	n/a	n/a	n/a	n/a
Volatility	n/a	n/a	n/a	n/a
Value per right	\$0.014	\$0.014	\$0.014	\$0.014
Quantity issued	16,600,000	16,600,000	16,600,000	16,600,000
Total Value	\$232,400	\$232,400	\$232,400	\$232,400

The share-based payment expense recognised during the period relating to these performance rights issued was \$49,914.

7. Loss Per Share

	31-Dec-24 \$	31-Dec-23 \$
Loss per share (basic and diluted) (cents per share)	(0.38)	(0.10)
Loss for the period (\$)	(14,021,615)	(3,447,698)
Weighted average number of ordinary shares (number)	3,701,524,681	3,394,504,141

As the Company has incurred a loss, any exercise of options would be antidilutive therefore the basic and diluted loss per share is equal.

8. Commitments

In order to maintain current rights of tenure to exploration tenements, the Group will be required to outlay amounts totalling \$3,852,086 at 31 December 2024 (30 June 2024: \$4,299,960) in respect of tenement lease rentals and to meet minimum expenditure requirements. This commitment was reduced by \$614,000 on 28 January 2025 in respect of the divestment of tenements to Catalina Resources Ltd (refer note 12).

Notes to the Condensed Consolidated Financial Statement

9. Related Parties

(a) Transactions with related parties (Refer to Notes 5 and 6).

During the half-year ended 31 December 2024 the Company:

- Issued 11,666,667 ordinary shares to directors for their \$210,000 participation in a placement (31 December 2023: 22,127,660 ordinary shares for their \$1,040,000 participation in a placement);
- issued 20,000,000 performance rights to a director (31 December 2023: 3,600,000 performance rights); and
- granted 3,771,176 options to directors in lieu of \$32,055 in director fees (31 December 2023: nil options).

There are no other transactions with directors during the half-year ended 31 December 2024.

(b) Subsidiaries included in the consolidated financial statements:

Name of subsidiary	% ownership interest 31-Dec-24	% ownership interest 30-Jun-24
Dreadnought Exploration Pty Ltd	100	100
Dreadnought (Yilgarn) Pty Ltd	100	100
Dreadnought (Bresnahan) Pty Ltd	100	100

10. Contingent Liabilities

There is a contingent liability of \$15,008 for a rental bond on the lease of business premises entered into on 22 September 2021 which has been secured via a term deposit for the same amount.

The Group has royalty arrangements with unrelated parties contingent on potential production on the following tenements:

Project Area	Royalty	Tenements
Mangaroon	0.5% Gross Revenue	M09/174, M09/175
	1% Gross Revenue	E08/3274, E08/3275, E09/2290, E09/2422, E09/2433, E09/2359, E09/2448, E09/2449, E09/2450, E08/3229, E08/3539, M09/91, M09/146, M09/147
	2% Gross Revenue	E08/3178, E09/2370, E09/238, E09/2433
Central Yilgarn	1% Net Smelter	E29/957, E29/959, E29/1050, E30/471, E30/476,
Bresnahan	1% Gross Revenue	E52/3412, E52/3462, E52/3936, E52/4083

There were no other material contingent liabilities or contingent assets for the half-year ended 31 December 2024.

11. Dividends

No dividends have been paid or declared since the start of the half-year, and none are recommended.

12. Subsequent Events

The Company released a robust scoping study for the Star of Mangaroon supporting the Gold Commercialisation Strategy (ASX: 27 January 2025).

The Company completed the transaction with Catalina Resources Ltd (ASX:CTN) to divest the Evanston and Yerilgee Projects (part of Central Yilgarn Project) (ASX: 29 January 2025).

The Company acquired E09/2383 to further consolidate ground at Mangaroon with significant gold and base metal potential. The Company issued 3,333,333 shares at \$0.015 in respect of this acquisition and paid a further \$50,000 in cash. (ASX: 30 January 2025).

The Company entered into a share purchase agreement with Black Cat Syndicate Ltd (ASX: BC8) for \$1,000,000 at a share price of \$0.01 (ASX: 3 February 2025).

The Company completed a placement at \$0.01 per share to institutional and sophisticated investors raising a further \$3,100,000 (before costs) (ASX: 5 February 2025).

The Company issued (ASX: 12 February 2025):

- 288,000,000 ordinary shares relating to the placement at \$0.01 per share.
- (22,000,000 shares had been subscribed for by directors and will be issued subject to shareholder approval.)
- 100,000,000 ordinary shares relating to a share purchase agreement at \$0.01 per share
- 66,667 ordinary shares upon the exercise of options at \$0.075 per share.

The Company announced a Niobium Exploration Target at Mangaroon as a result of an internal study highlight significant economic potential at the Stinger Niobium target (ASX: 3 March 2025).


There has not been any other matter or circumstance occurring subsequent to the end of the financial period that has significantly affected, or may significantly affect, the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

Directors' Declaration

The Directors of the Company declare that:

- (a) The financial statements and notes of the Group are in accordance with the *Corporations Act 2001*, and:
 - (i) give a true and fair view of the Group's financial position as at 31 December 2024 and its performance for the half-year ended on that date.
 - (ii) comply with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.
- (b) In the Director's opinion there are reasonable grounds to believe that the Group 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 Board of Directors and is signed on behalf of the Directors by:



Dean Tuck
Managing Director
Perth, 7 March 2025

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF DREADNOUGHT RESOURCES LIMITED

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Dreadnought Resources Limited (the company) and controlled entities (consolidated entity) which comprises the consolidated statement of financial position as at 31 December 2024, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, and notes to the financial statements, including material policy information and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at 31 December 2024, or during the half year.

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 Dreadnought Resources Limited is not in accordance with the Corporations Act 2001 including:

- (a) giving a true and fair view of the consolidated entity'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.

Independence

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 (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.

Directors' Responsibility for the Interim 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 the Australian Accounting Standards and the Corporations Act 2001 and for such internal controls 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 Responsibilities for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2024 and its performance for the half year ended on that date; and complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporation 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.



PKF PERTH



SHANE CROSS
PARTNER

7 MARCH 2025
PERTH,
WESTERN AUSTRALIA