



CANNINDAH RESOURCES LIMITED

ABN 35 108 146 694

INTERIM FINANCIAL REPORT

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

CANNINDAH RESOURCES LIMITED

ACN 108 146 694

DIRECTORS' REPORT

Your Directors submit their report for Cannindah Resources Limited (CAE, Company, Consolidated Entity) for the half year ended 31 December 2024.

Directors

The names of the Company's Directors in office during the half year and until the date of this report are set out below. All Directors held office for the whole of the period unless otherwise stated.

Michael Hansel – Non-executive Chairman
Thomas J Pickett – Managing Director
Geoff Missen – Non- executive Director (resigned 27 November 2024)
Simon Beams – Non- executive Director (resigned 26 February 2025)
John Morrison - Non- executive Director (Appointed 6 February 2025)
Tony Rovira - Non- executive Director (Appointed 26 February 2025)

Review of Operations

The loss for the Consolidated Entity for the half year ended 31 December 2024 was \$502,564 (2023: loss \$844,079). Cash on hand at the end of the period was \$3,291,133 (30 June 2024: \$25,249). During the period the Company raised \$5,000,000 in cash (before issue costs) through a share placement to sophisticated and professional investors. The Company also issued 25,000,000 shares at \$0.04 to Terra Search Pty Ltd in payment for \$1,000,000 of expenditure incurred with that company. The issue of the shares and cash payments made to Terra Search reduced the amount outstanding from \$2,630,016 at 30 June 2024, to \$834,845 at 31 December 2024.

Exploration activities conducted during the period included:

- **Announcement of a 117% increase in the Copper metal tonnage of the Mount Cannindah Mineral Resource Estimate on 3 July 2024.**

On 3 July 2024, Cannindah announced that it had significantly expanded the previously reported 2011 Mineral Resource Estimates (MRE). The new MRE now stands at a substantial 14.5Mt @ 1.09% copper equivalent (CuEq) at a cutoff grade of 0.3% CuEq. A significant majority of the MRE is classified under the 2012 JORC Code & Guidelines as Measured and Indicated.

The updated MRE represents a:

- 183% increase in overall tonnes.
- 117% increase in copper metal.
- 229% increase in gold ounces.
- 148% increase in silver ounces.
- Importantly the resource starts at surface, remains open along strike and at depth;
- The MRE assumes that mineral resources will be extracted via open pit method, with a maximum pit floor of 350M below surface to take into account reasonable prospects of economic extraction.

The upgraded MRE for the Mt Cannindah Cu/Au deposit is reported below.

- **Resumption of Drilling at Mt Cannindah Project**

In November 2024, following a capital raising of \$5,000,000 in cash (before issue costs) the Company announced that a major drilling program to test extensions to the existing Copper Gold Resource (Refer Mineral Resource Table below) and the other key IP Anomalies proximal to the Resource, was set to commence. The Company also announced that ongoing geophysical work at the Mt Cannindah Copper Gold Project had identified a significant and connected system of IP Anomalism associated with the 14.5Mt Mt Cannindah Resource. Modelling of the IP survey had shown a significant chargeability anomaly extending to the south and west beyond the current mineral resource area and of comparable size and strength to the IP anomaly over the Mt Cannindah Resource, which had not been tested effectively by recent and historical drilling.

The Company reported that drilling had commenced on 9 December 2024. Drilling continues as at the date of this report.

Mt Cannindah Mineral Resource Table

The MRE was prepared by independent resource specialists H&S Consultants The upgraded MRE for the Mt Cannindah Cu/Au deposit reported in the H&SC study is shown in the tables below:

Category	Mt	Cu%	Au gpt	Ag ppm	CuEq%	Density t/m3
Measured	7.1	0.77	0.41	15.4	1.15	2.77
Indicated	5.7	0.67	0.39	12.2	1.00	2.79
Inferred	1.7	0.70	0.58	12.0	1.15	2.78
Total	14.5	0.72	0.42	13.7	1.09	2.77

Category	Cu Kt	Au Kozs	Ag Mozs
Measured	54.7	93.4	3.5
Indicated	38.1	71.9	2.2
Inferred	11.9	32.0	0.7
Total	104.8	197.3	6.4

(minor rounding errors)

Source: H&SC "Updated Mineral Resource Estimate for the Mt Cannindah Cu/Au/Ag Deposit SE Queensland" (June 2024)
p9 Refer ASX Announcement 3 July 2024

There have been no material changes in the assumptions of the resource estimate between the release of the resource estimate on 3 July 2024 and the date of this report.

Competent Person Statements

Mineral Resource Estimate

The data in this report that relates to Mineral Resource estimates for the Mount Cannindah copper / gold deposit is based on information evaluated by Mr Simmon Tear who is a member of the Australian Institute of Mining and Metallurgy (MAusIMM) and who has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 202 Edition of the Australasian Code for Reporting of Exploration Results Mineral Resources and Ore Reserves (the JOTRC Code). Mr Tear is a Director of H&S Consultants Pty Ltd and he consents to the inclusion in the report of the Mineral Resource in the form and context in which they appear.

Exploration Results

The information in this report that relates to Exploration Results is based on information compiled by Dr. Simon D. Beams, a full-time employee of Terra Search Pty Ltd, geological consultants employed by Cannindah Resources Limited to carry out geological evaluation of the mineralisation potential of their Mt Cannindah Project, Queensland, Australia. Dr. Beams has BSc Honours and PhD degrees in geology; he is a Member of the Australasian Institute of Mining and Metallurgy (Member #107121) and a Member of the Australian Institute of Geoscientists (Member #2689). Dr. Beams has sufficient relevant experience in respect to the style of mineralization, the type of deposit under consideration and the activity being undertaken to qualify as a Competent Person within the definition of the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves ("JORC Code).

Dr. Beams consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

Disclosure:

Dr Beams' employer Terra Search Pty Ltd and Dr Beams personally hold ordinary shares in Cannindah Resources Limited.

FORMULA FOR COPPER EQUIVALENT CALCULATIONS

Copper equivalent has been used to report the wider copper bearing intercepts that carry Au and Ag credits, with copper being dominant. eg have confidence that existing metallurgical processes would recover copper, gold and silver from Mt Cannindah. We have confidence that the Mt Cannindah ores are amenable to metallurgical treatments that result in equal recoveries. This confidence is reinforced by some preliminary metallurgical test work by previous holders, geological observations and our geochemical work which established a high correlation between Cu, Au, Ag.

The full equation for Copper Equivalent is: $CuEq/\% = (Cu/\% * 92.50 * CuRecovery + Au/ppm * 56.26 * AuRecovery + Ag/ppm * 0.74 * AgRecovery) / (92.5 * CuRecovery)$ When recoveries are equal this reduces to the simplified version: $CuEq/\% = (Cu/\% * 92.50 + Au/ppm * 56.26 + Ag/ppm * 0.74) / 92.5$

We have applied a 30 day average prices in USD for Q4,2021, for Cu, Au, Ag, specifically copper @ USD\$9250/tonne, gold @ USD\$1750/oz and silver @ USD\$23/oz. This equates to USD\$92.50 per 1 wt %Cu in ore, USD\$56.26 per 1 ppm gold in ore, USD\$0.74 per 1 ppm silver in ore. We have conservatively used equal recoveries of 80% for copper, 80% for gold, 80% for Ag and applied to the CuEq calculation. CAE are planning Metallurgical test work to quantify these recoveries.

Corporate and Financial Activities

• Capital Raising

On 29 October 2024 the Company announced the completion of the placement of 125,000,000 new fully paid ordinary shares to sophisticated and professional investors to raise \$5,000,000 million at an issue price of \$0.04 per share with the funds raised to be applied to exploration activity at the Mt Cannindah Copper Gold Project and general working capital. The placement was managed by Canaccord Genuity (Australia) Limited ("Canaccord").

Concurrently with the placement, the Company advised that Terra Search Pty Ltd, a company associated with then Director Dr Simon Beams, had agreed to convert \$1,000,000 of consulting and other fees owed to the company to 25,000,000 Shares at the same price as the placement. The issue of the Terra Search Shares was approved by shareholders at approval at the Annual General Meeting held on 27 November 2024.

- **Board Changes**

On 2 December 2024 the Company announced that long serving Director Geoff Missen had elected to retire from the Board at the Annual General Meeting held on 27 November 2024, that Dr Simon Beams agreed to retire from Board as technical director as soon as a replacement was confirmed and that Mr John Morrison had been invited to join the Board.

Mr Morrison's appointment was confirmed on 6 February 2025. Mr Morrison is a highly experienced investment banker and corporate adviser to many companies in the resources industry.

Mr Tony Rovira was appointed a Non-Executive Director of Cannindah Resources Limited on 26 February 2025. Mr Rivera is a highly regarded resources industry executive and was most recently the Managing Director of Azure Minerals Limited which discovered the world class Andover Lithium Deposit and was ultimately taken over by Hancock Prospecting and SQM.

Simon Beams resigned as a Director on the appointment of Mr Rovira. Dr Beams will remain closely involved with the company through his role as a Director of Cannindah's consultant geologists Terra Search.

On 7 March 2025 the Company announced the appointment of Cameron Switzer a highly experienced geologist with over 35 years in the mining industry, specializing in mineral exploration, resource development, and project evaluation to the position of Technical Advisor to the Board and Exploration Manager.

- **Other**

The Board is currently working through the usual commercial discussions that occur when certain commercial transactions are contemplated both in terms of capital raising and future commercial opportunities. The company will update shareholders on discussions regarding any such developments as they occur.

Strategy

The Company's goal, like most other exploration companies, is to preserve shareholder wealth and grow the value of the flagship assets with prudent exploration methods. The expansion of the Mt Cannindah project remains the focus of the company at present. Drilling and other activities to date has been very successful in identifying further exploration opportunities within the project area in both copper and gold. The Piccadilly Gold project in North Queensland will progress through ground-based exploration with a view to expanding the gold target areas across the project area. The company will be moving forward into 2025 with a different looking Board which will remain focused on creating further value for all shareholders

The Company's corporate activities also include the review of opportunities for expansion through acquisitions and mergers and through potential diversification opportunities to take advantage of positive market sentiments. At the date of this report, no investments have been undertaken.

Going Concern

The Consolidated Entity's incurred a net loss of \$502,564 and had net cash outflows from operating and investment activities (exploration expenditure) of \$1,463,362 for the six months ended 31 December 2024 but had an excess of current assets over current liabilities of \$1,940,685 at that date.

Whilst the events and conditions described above indicate that there is a material uncertainty relating to going concern, the Directors expect that to complete the projected exploration activities over the next 12 months additional funds will be required. It is expected that these funds will be obtained through additional capital raisings and/or loan funds as required. Based on their previous experience and success in raising capital and loan funds, the Directors are confident that the required additional funds can be obtained. In this regard, the Directors note that during the period

\$5,000,000 in cash (before issue costs) was raised from sophisticated and professional investors through a Share Placement.

The Directors are satisfied that they will be able to secure the additional funds required, and that the going concern basis of preparation for the financial report is appropriate. If for any reason the Consolidated Entity is unable to continue as a going concern, it would impact on the Consolidated Entity's ability to realise assets at their recognised values and to extinguish liabilities in the normal course of business at the amounts stated in the consolidated financial statements.

The financial report does not include any adjustments relating to the amounts or classification of recorded assets or liabilities that might be necessary if the Consolidated Entity does not continue as a going concern.

Subsequent Events

On 6 February 2025 the Company announced the appointment of Mr John Morrison as a Director replacing Mr Geoffrey Missen who resigned at the Annual General Meeting on 27 November 2024. On 26 February 2025 Mr Tony Rovira was appointed to the Board while as previously advised Dr Simon Beams resigned on Mr Rovira's appointment. On 7 March 2025 the Company announced the appointment of Cameron Switzer to the position of Technical Advisor to the Board and Exploration Manager.

On his appointment to the Board and as a show of support for the future growth and strategic direction of the Company, Mr Rovira has agreed to invest \$250,000 in the Company via a placement, of 5,000,000 fully paid ordinary shares in the capital of Cannindah (Shares) at an issue price of \$0.05 per Share. Fellow non-executive Directors, John Morrison and Michael Hansel will invest \$200,000 (4,000,000 Shares) and \$25,000 (500,000 Shares) respectively into the Company on the same terms and conditions as Mr Rovira as a further show of commitment and an endorsement of the Company's assets.

The Company also proposes to issue 10 million options to each of the three non-executive Directors for an aggregate of 30 million options (exercisable at \$0.105 each on or before the date that is 3 years from the date of issue) (**Options**) to the Directors as part of their remuneration packages as an equity-based incentive. The options will vest in 3 equal tranches to be allocated on the following basis:

- Tranche 1 on grant.
- Tranche 2 on 1st anniversary.
- Tranche 3 on 2nd anniversary.
- Vesting is contingent on remaining as a director on vesting date.

The issue of the Shares and Options to the Directors as outlined above is subject to shareholder approval at a general meeting.

Other than as disclosed in these financial statements, no matters or circumstances have arisen since 31 December 2024, which significantly affect or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in subsequent financial years.

On behalf of the Directors



Thomas J. Pickett
Managing Director
Gold Coast
14 March 2025

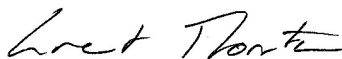
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Auditor's Independence Declaration

To the Directors of Cannindah Resources Limited

In accordance with the requirements of section 307C of the *Corporations Act 2001*, as lead auditor for the review of Cannindah Resources Limited for the half-year ended 31 December 2024, I declare that, to the best of my knowledge and belief, there have been:

- a no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- b no contraventions of any applicable code of professional conduct in relation to the audit.



Grant Thornton Audit Pty Ltd
Chartered Accountants



A F Newman
Partner – Audit & Assurance

Brisbane, 14 March 2025

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CANNINDAH RESOURCES LIMITED

ACN 108 146 694

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

for the half year ended 31 December 2024

		Consolidated	
	Note	Half year ended 31 December 2024 \$	Half year ended 31 December 2023 \$
Other income	2	7,742	3,903
Expenses			
Employee benefits expense		(187,970)	(179,024)
Share based payments expense	7	-	(447,379)
Exploration and evaluation expenditure w/off		-	(759)
Depreciation and amortisation		(17,733)	(16,880)
Administrative expenses		(232,157)	(201,942)
Finance expense		(72,446)	(1,998)
Loss before income tax expense		(502,564)	(844,079)
Income tax expense		-	-
Profit / (Loss) attributable to members of the group		(502,564)	(844,079)
Other comprehensive income for the period, net of tax		-	-
Total comprehensive income / (loss) for the year attributable to the members of the group		(502,564)	(844,079)
Basic earnings and diluted earnings per share (cents per share)		(0.08)	(0.15)

The accompanying notes form part of this financial report

CANNINDAH RESOURCES LIMITED

ACN 108 146 694

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 31 December 2024

	Note	31 December 2024 \$	Consolidated 30 June 2024 \$
CURRENT ASSETS			
Cash and cash equivalents	3	3,291,133	25,249
Trade and other receivables		335,456	224,019
Total Current Assets		3,626,589	249,268
NON-CURRENT ASSETS			
Other assets		116,912	116,912
Property plant and equipment	4	43,528	61,271
Exploration and evaluation expenditure	5	17,788,651	17,399,347
Total Non-Current Assets		17,949,091	17,577,530
TOTAL ASSETS		21,575,680	17,826,798
CURRENT LIABILITIES			
Trade and other payables		1,416,701	2,904,612
Employee benefits		155,384	146,551
Short term borrowings	6	80,000	-
Lease liabilities		33,819	32,365
Total Current Liabilities		1,685,904	3,083,528
NON-CURRENT LIABILITIES			
Lease liabilities		11,783	29,118
Total Non-Current Liabilities		11,783	29,118
TOTAL LIABILITIES		1,697,687	3,112,646
NET ASSETS		19,877,993	14,714,152
EQUITY			
Issued capital	8	68,600,570	63,034,165
Reserves	9	495,614	2,364,009
Accumulated losses		(49,218,191)	(50,684,022)
TOTAL EQUITY		19,877,993	14,714,152

The accompanying notes form part of this financial report

CANNINDAH RESOURCES LIMITED

ACN 108 146 694

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY for the half year ended 31 December 2024

	Contributed Equity \$	Reserves \$	Accumulated Losses \$	Total \$
2024				
Balance at 1 July 2024	63,034,165	2,364,009	(50,684,022)	14,714,152
Shares issued during the period	6,000,000	-	-	6,000,000
Share issue costs	(433,595)	-	-	(433,595)
Share based payments – broker options	-	100,000	-	100,000
Transfer lapsed and vested performance rights reserve to accumulated losses	-	(1,968,395)	1,968,395	-
Loss attributable to members of the company	-	-	(502,564)	(502,564)
Balance at 31 December 2024	68,600,570	495,614	(49,218,191)	19,877,993
2023				
Balance at 1 July 2023	61,497,863	1,756,848	(49,177,345)	14,077,366
Shares issued during the period	1,610,000	-	-	1,610,000
Share issue costs	(73,698)	-	-	(73,698)
Share based payments	-	447,379	-	447,379
Loss attributable to members of the company	-	-	(844,079)	(844,079)
Balance at 31 December 2023	63,034,165	2,204,227	(50,021,424)	15,216,968

The accompanying notes form part of this financial report.

CANNINDAH RESOURCES LIMITED
ACN 108 146 694
CONSOLIDATED STATEMENT OF CASH FLOWS
for the half year ended 31 December 2024

		Consolidated	
	Note	Half year ended 31 December 2024	Half year ended 31 December 2023
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Interest received		7,742	3,903
Payments to suppliers and employees		(486,977)	(506,783)
Net cash provided by (used in) operating activities		(479,235)	(502,880)
CASH FLOWS FROM INVESTING ACTIVITIES			
Exploration and evaluation expenditure		(984,126)	(1,395,008)
Net cash provided by (used in) investing activities		(984,126)	(1,395,008)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares		5,000,000	1,610,000
Issue costs		(333,595)	(55,757)
Proceeds from borrowings		110,000	-
Repayment of borrowings		(30,000)	-
Lease payments		(17,160)	-
Net cash provided by (used in) financing activities		4,729,245	1,554,243
Net increase / (decrease) in cash and cash equivalents during the period		3,265,884	(343,645)
Cash and cash equivalents at beginning of period		25,249	659,355
Cash and cash equivalents at end of period	3	3,291,133	315,710

The accompanying notes form part of this financial report.

CANNINDAH RESOURCES LIMITED

ACN 108 146 694

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS for the half year ended 31 December 2024

1. Basis of Preparation and Accounting Policies

This general-purpose financial report for the interim half-year reporting period ended 31 December 2024 has been prepared in accordance with Australian Accounting Standard AASB 134 *“Interim Financial Reporting”* and the *Corporations Act 2001*. AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*.

The half year 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 and financing and investing activities of the Consolidated Entity as the full financial report.

It is recommended that the half year financial report be read in conjunction with the annual report of Cannindah Resources Limited (CAE) as at 30 June 2024, together with any public announcements made by Cannindah Resources Limited during the interim reporting period in accordance with the continuous disclosure obligations of the *Corporations Act 2001*.

The accounting policies and methods of computation adopted are consistent with those of the previous financial period as disclosed in the 30 June 2024 annual report.

New or amended Accounting Standards and Interpretations adopted

The Consolidated Entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Going Concern

The Consolidated Entity incurred a net loss of \$502,564 and had net cash outflows from operating and investment activities (exploration expenditure) of \$1,463,362 for the six months ended 31 December 2024 but had an excess of current assets over current liabilities of \$1,940,686 at that date.

Whilst the events and conditions described above indicate that there is a material uncertainty relating to going concern, the Directors expect that to complete the projected exploration activities over the next 12 months additional funds will be required. It is expected that these funds will be obtained through additional capital raisings and/or loan funds as required. Based on their previous experience and success in raising capital and loan funds, the Directors are confident that the required additional funds can be obtained. In this regard, the Directors note that during the period \$5,000,000 in cash (before issue costs) was raised from sophisticated and professional investors through a Share Placement

The Directors are satisfied that they will be able to secure the additional funds required, and that the going concern basis of preparation for the financial report is appropriate. If for any reason the Consolidated Entity is unable to continue as a going concern, it would impact on the Consolidated Entity's ability to realise assets at their recognised values and to extinguish liabilities in the normal course of business at the amounts stated in the consolidated financial statements.

The financial report does not include any adjustments relating to the amounts or classification of recorded assets or liabilities that might be necessary if the Consolidated Entity does not continue as a going concern.

CANNINDAH RESOURCES LIMITED

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS for the half year ended 31 December 2024

		Consolidated	
		Half year ended 31 December 2024 \$	Half year ended 31 December 2023 \$
2. Other income			
Bank interest received		7,742	3,903
Total other income		7,742	3,903
		Consolidated 31 December 2024 \$	30 June 2024 \$
3. Cash and cash equivalents			
Cash at bank and on hand		3,291,133	25,249
4. Property, plant and equipment			
Plant and equipment at cost		11,292	11,292
Accumulated depreciation		(10,362)	(8,594)
Right of use asset - Office lease at cost		95,846	95,846
Less accumulated depreciation		(53,248)	(37,273)
Plant and equipment at written down value		43,528	61,271
5. Exploration and evaluation expenditure			
Exploration and evaluation phase - at cost		17,788,651	17,399,347
6. Short Term Borrowings			
Borrowings at end of the period		80,000	-

During the period, the Consolidated Entity obtained from a significant shareholder a short-term credit facility of \$200,000 of which \$100,000 was drawn during the period and \$20,000 was repaid. Since the end of the period the loan has been repaid in full and no credit facility exists. The Company had also borrowed \$10,000 from a shareholder. This loan was repaid during the period.

CANNINDAH RESOURCES LIMITED

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS for the half year ended 31 December 2024

	Consolidated	
	Half year ended 31 December 2024	Half year ended 31 December 2023
	\$	\$
7 Share Based Payments		
Amortisation of fair value of Performance Rights	-	447,379
Total share-based payments	-	447,379

Performance rights in existence at 30 June 2024, and which had not been previously exercised, lapsed on 17 December 2024. The fair value of the rights were fully amortised at 30 June 2024 and accordingly no expense was recorded during the period in relation to these rights.

8. Contributed Equity

Movements in Contributed Equity net of transaction costs during the six months ended 31 December 2024 were as follows:

	No of Shares	\$
Opening balance at 1 July 2024	578,079,953	63,034,165
Placement to sophisticated and professional investors at \$0.04 each	125,000,000	5,000,000
Less share issue costs	-	(433,595)
Shares issued to related party in lieu of fees and other costs at \$0.04 each pursuant to Shareholder approval received at the AGM	25,000,000	1,000,000
Balance at 31 December 2024	728,079,953	68,600,570

9. Reserves

Share Option Reserve

The share option reserve records items recognised as expenses or issue costs on valuation of options.

	Consolidated	
	31 December 2024	30 June 2024
	\$	\$
<i>Movements in reserve</i>		
Opening balance	395,614	395,614
Broker options issued	100,000	-
Closing Balance	495,614	395,614

CANNINDAH RESOURCES LIMITED

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS for the half year ended 31 December 2024

9. Reserves (continued)

Broker options issued

As part of their fee for acting as Lead Manager to the Share Placement Canaccord Genuity (Australia) Limited ("Canaccord") received 5 million options over fully paid ordinary shares (exercisable at \$0.06 each and expiring 3 years from issue (31 October 2024)). The options were valued by independent valuer MarketLine using the Black Scholes methodology at \$0.02 per option (\$100,000) applying as key assumptions a risk-free interest rate of 4.02% and volatility of 90%. The broker options valuation has been recognised in share issue costs in the Statement of Changes in Equity.

Performance Rights

The performance rights reserve recognises the fair value of performance rights issued to KMPs in relation to the supply of goods or services. Once all performance rights in the series have vested or have expired, the reserve related to those rights will be transferred to accumulated losses.

Movements in Reserve

	Consolidated	
	31 December 2024	30 June 2024
	\$	\$
Opening balance	1,968,395	1,361,234
Amortisation of fair value of Performance Rights	-	607,161
Transferred to Accumulated Losses on Expiry	(1,968,395)	-
Closing Balance	-	1,968,395
Total reserves	495,614	2,364,009

10. Expenditure Commitments and Contingent Liabilities

There were no significant changes to the commitments and contingencies disclosed in the most recent annual financial report.

11. Subsequent Events

On 6 February 2025 the Company announced the appointment of Mr John Morrison as a Director replacing Mr Geoffrey Missen who resigned at the Annual General Meeting on 27 November 2024. On 26 February 2025 Mr Tony Rovira was appointed to the Board while Dr Simon Beams resigned on Mr Rovira's appointment. On 7 March 2025 the Company announced the appointment of Cameron Switzer to the position of Technical Advisor to the Board and Exploration Manager.

On his appointment to the Board and as a show of support for the future growth and strategic direction of the Company, Mr Rovira agreed to invest \$250,000 in the Company via a placement, of 5,000,000 fully paid ordinary shares in the capital of the Company (Shares) at an issue price of \$0.05 per Share. Fellow non-executive Directors, John Morrison and Michael Hansel will invest \$200,000 (4,000,000 Shares) and \$25,000 (500,000 Shares) respectively into the Company on the same terms and conditions as Mr Rovira as a further show of commitment and an endorsement of the Company's assets.

The Company also proposes to issue 10 million options to each of the three non-executive Directors for an aggregate of 30 million options (exercisable at \$0.105 each on or before the date that is 3 years from the date of issue) (**Options**) to the Directors as part of their remuneration packages as an equity-based incentive. The options will vest in 3 equal tranches to be allocated on the following basis:

CANNINDAH RESOURCES LIMITED

ACN 108 146 694

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
for the half year ended 31 December 2024**

11. Subsequent Events (continued)

- Tranche 1 on grant.
- Tranche 2 on 1st anniversary.
- Tranche 3 on 2nd anniversary.
- Vesting is contingent on remaining as a director on vesting date.

The issue of the Shares and Options to the Directors as outlined above is subject to shareholder approval at a general meeting.

Other than as disclosed in these financial statements, no matters or circumstances have arisen since 31 December 2024, which significantly affect or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in subsequent financial years.

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CANNINDAH RESOURCES LIMITED

ACN 108 146 694

DIRECTORS' DECLARATION

The Directors of the Company declare that:

1. The financial statements and notes:
 - a). comply with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations; and
 - b. give a true and fair view of the economic entity's financial position as at 31 December 2024 and of its performance for the half-year ended on that date.
2. In the directors' opinion 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 made in accordance with a resolution of the Board of Directors.



Thomas J. Pickett
Managing Director
Gold Coast
14 March 2025

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Independent Auditor's Review Report

To the Members of Cannindah Resources Limited

Report on the half-year financial report

Conclusion

We have reviewed the accompanying half-year financial report of Cannindah Resources Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2024, and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half year ended on that date, including material accounting policy information, other selected explanatory notes, and the directors' declaration.

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

- a giving a true and fair view of the Group'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 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.

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Material uncertainty related to going concern

We draw attention to Note 1 in the financial report, which indicates that the Group incurred a net loss of \$502,564 during the half year ended 31 December 2024 and had net cash outflows from operating and investment activities of \$1,463,361. As stated in Note 1, these events or conditions, along with other matters as set forth in Note 1, indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

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 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. 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, 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 Group'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.

Grant Thornton Audit Pty Ltd
Chartered Accountants

A F Newman
Partner – Audit & Assurance

Brisbane, 14 March 2025