

# ASX/Media Announcement

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30 August 2024

Company Announcements Office  
ASX Limited  
Level 4, 20 Bridge Street  
Sydney, NSW 2000

## FINANCIAL STATEMENTS AND DIRECTORS' REPORT

Attached is a copy of the Financial Statements and Directors' Report for the Company for the year ended 30 June 2024.

Authorised by the Board.

Ira Gibbs  
**Company Secretary**

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**TRAKA RESOURCES LIMITED**

**ABN 63 103 323 173**

**FINANCIAL REPORT**

**30 JUNE 2024**

# **Directors' Report**

## **For the year ended 30 June 2024**

Traka Resources Limited (Traka or the Company) is an Australian company listed on the Australian Securities Exchange (ASX). The registered and corporate office of the Company is Suite 2, Ground Floor, 43 Ventnor Ave, West Perth, WA, 6005.

Your Directors present their report on Traka for the year ended 30 June 2024.

### **Directors**

The following persons were directors of the Company during the financial year and up to the date of this report:

Harvey Kaplan – appointed 17 June 2024

Patrick Verbeek – resigned effective 31 August 2024

Joshua Pitt – resigned effective 31 August 2024

Joshua Gordon – appointed 20 February 2024

George Petersons – resigned 20 February 2024

### **Principal Activities**

During the year the principal activity of the Company was exploration of Traka's mineral tenements.

### **Dividends**

No dividends were paid during the year and the directors do not recommend the payment of a dividend.

### **Review of Operations and Likely Developments**

The Company has undergone several steps forward during the year, including recapitalising its capital, board and executive changes as well as more actively seeking out and reviewing new projects in the battery, energy and base metals sectors as well as the critical minerals space.

The Gorge Creek Project has several walk-up drill targets for copper, lead and zinc, offering exciting near-term opportunities for significant discoveries, with similarities to those at the Century and MacArthur River Mines. Drilling has been delayed due to the need for new Heritage Agreements, but confidence remains that these agreements can be reached in the near future to enable the commencement of a drilling program. Meanwhile, new significant prospectivity for REE and Uranium has been identified, doubling the original tenement holding.

The Cranbrook Project comprises three contiguous exploration licenses in southwestern Western Australia, targeting near-surface clay and carbonatite intrusive-related REE mineralization. Access agreements with select private landowners are in progress to enable drilling of key aeromagnetic and geochemical targets identified through an integrated data review. The initial drill program to test these targets is expected to commence within coming months after year end.

# **Directors' Report**

## **For the year ended 30 June 2024**

### **Review of Operations and Likely Developments (continues)**

An Exclusive Option has been secured to gain 80% interest in the Mavago and Meponda projects in Mozambique. These projects are prospective for REE and Niobium within carbonatite intrusives and are located in the East African Rift Valley, an area with known potential and active development by other companies. The Option is subject to a 3-month due diligence period commencing upon grant of the tenements and ending 90 days after commencement.

At the Mt Cattlin Project, Traka conducted two deep diamond drill holes to test porphyry intrusive-related gold and copper mineralised targets and shallow aircore drill holes for clay-hosted Rare Earth Elements (REE). The drill programs intersected widespread but low-grade gold, copper, and REE mineralisation. Further exploration for this target style is not expected to significantly advance the Company's fortunes and consequently, exploration activity on this Project has ceased. The remaining prospectivity lies in evaluating numerous near-surface gold and copper prospects within the project area, which may offer potential toll treating or other extraction opportunities.

The Company is navigating through a period of significant transition, both in terms of its exploration focus and its leadership.

### **Significant Changes in the State of Affairs**

Other than the operating results and the issue of shares there were no significant changes in the state of affairs of the Company during the year.

### **Matters Subsequent to the End of the Financial Year**

Prior to the end of the financial year, on 28 June 2024, the Company announced that it has received firm commitments to raise \$690,263 (before costs) in a placement of 345,131,687 fully paid ordinary shares at \$0.002 per share with a 1 for 2 attaching unlisted option exercisable at \$0.005 and expiring on 15 December 2026. Subsequent to the end of the financial year, 195,000,000 fully paid ordinary shares were issued on 18 July 2024 with 97,500,000 attaching options to raise \$390,000, with \$90,000 being received before 30 June 2024.

On 22 July 2024 the Company appointed Mr Steve Lynn as Chief Executive Officer, and simultaneously announced the resignation of directors Mr Verbeek and Mr Pitt effective 31 August 2024.

To the best of the directors' knowledge and belief, there have not been any other matters or circumstances that have arisen after the balance date that have significantly affected, or may significantly affect, the operations of the Company, the results of those operations or the state of affairs of the Company in future financial periods.

# Directors' Report

## For the year ended 30 June 2024

### Environmental Regulation

The Company is subject to and compliant with all aspects of environmental regulation of its exploration activities. The directors are not aware of any environmental law that is not being complied with. The National Greenhouse and Energy Reporting Act 2007 requires certain entities to report annual greenhouse gas emission and energy use. The directors have assessed that there are no current reporting requirements, but that the Company may be required to report in the future.

### Information Relating to the Directors and Senior Management

#### Non Executive Chairman

##### **Harvey Kaplan LLB** (*appointed 17 June 2024*)

Mr Kaplan is a qualified lawyer having previously worked as a corporate solicitor in Perth and Melbourne. He spent 15 years as an associate director in the private wealth division at Macquarie Bank and prior to that was state manager for Victoria with broker firm, Hartley Poynton. He has extensive private wealth and corporate advisory experience having assisted in numerous corporate transactions involving listed companies and is managing director of Plutus Capital, a boutique corporate advisory and investment business. Mr Kaplan is currently also non-executive Chairman of US based technology business, Laava.id. Mr Kaplan has not held any other directorships with ASX listed companies during the last three years.

#### Executive Director

##### **Patrick Verbeek BSc, MAusIMM** (*resigned effective 31 August 2024*)

Mr Verbeek is a geologist with thirty years' experience in the resource industry in Australia and internationally. Mr Verbeek's experience is wide ranging and is spread equally between mineral exploration and mining, company management and corporate activity. Mr Verbeek has held a number of senior management positions in exploration and mining operations both in open-pit and underground gold and base metal operations as well as executive directorships in private and public resource companies. Mr Verbeek is a founding director of Traka. Mr Verbeek has held no other directorships of ASX listed companies during the last three financial years.

#### Non Executive Directors

##### **Joshua Pitt BSc, MAusIMM, MAIG** (*resigned effective 31 August 2024*)

Mr Pitt is a geologist with extensive exploration experience who has, for more than forty years, been a director of exploration and mining companies in Australia. Mr Pitt is involved in private mineral exploration and also in substantial resource investments. He was appointed a non-executive director of Traka in July 2003 and assumed the position of non-executive chairman in December 2019. He is the executive chairman of both Hampton Hill Mining NL (appointed a director in January 1997 and chairman in April 2012) and Red Hill Minerals Limited (appointed a director in June 2005 and chairman in December 2019). He has also held the position of non-executive director of Red Metal Limited since July 2003. Mr Pitt has held no other directorships of ASX listed companies during the last three financial years.

# Directors' Report

## For the year ended 30 June 2024

### Information Relating to the Directors and Senior Management (continues)

#### **Joshua Gordon BCom(Fin), MManagement (Acc)** *(appointed 20 February 2024)*

Mr Gordon is an experienced corporate finance professional who has raised capital for many small and emerging resource and energy companies on the ASX. Mr Gordon is well versed in all facets of the Equity Capital Market transaction lifecycle with deep experience in transaction origination, structuring, execution and distribution. He holds a Bachelor of Commerce (Finance) degree from Monash University and a Master of Management (Accounting) from the University of Melbourne. Mr Gordon is a non-executive director of Advance Metals Limited and Dalaroo Metals Ltd and has held no other directorships of ASX listed companies during the last three years.

#### **George Petersons** *(resigned 20 February 2024)*

Mr Petersons is an experienced prospector with a long history of identifying and acquiring prospective exploration ground. He is a founding director of Traka. He has established himself as a consultant to the industry with local and offshore mining interests in precious metals, potash and lithium. Mr Petersons is Managing Director of Future Minerals Limited (Thailand), a company involved in exploration and project development in South East Asia. Mr Petersons has held no other directorships of ASX listed companies during the last three financial years.

#### **Chief Executive Officer**

#### **Steve Lynn BApp Sc (App Geol), M Econ Geol, MAIG** *(appointed 22 July 2024)*

Mr Lynn is a geologist with over 25 years' experience in exploration and development for a range of commodities including rare earth elements, lithium, nickel, gold and base metals. He has worked extensively within Australia, Africa, South America and Russia and has played a key role in the discovery of both nickel and VMS style base metal deposits within Western Australia. Prior to its takeover, Mr Lynn was CEO of WA nickel developer Cannon Resources Limited and is a founding director of ionic clay REE developer Harena Resources Limited. He is a member of the Australian Institute of Geoscientists and holds a Bachelor of Geology (App) and Master of Economic Geology degrees. Mr Lynn has held no directorships of ASX listed companies during the last three years.

### Information Relating to the Company Secretary

#### **Ira Gibbs BAcc (Hons), CA(SA)**

Ms Gibbs is a Chartered Accountant with experience ranging across various industries, combined with company secretarial and corporate governance experience at listed mineral exploration companies.

# Directors' Report

## For the year ended 30 June 2024

### Directors' Interests in Shares and Options

The numbers of shares and options in the Company held directly and indirectly by the directors as at the date of this report are as follows:

| Director    | Ordinary shares | Options over ordinary shares |
|-------------|-----------------|------------------------------|
| H Kaplan    | -               | 12,500,000                   |
| P A Verbeek | 29,786,354      | 4,000,000                    |
| J N Pitt    | 282,336,091     | 86,990,276                   |
| J Gordon    | 12,500,000      | 6,250,000                    |

### Meetings of Directors

The number of meetings of directors held during the year and the number attended by each of the directors whilst a director, in addition to the number of circular resolutions conducted by each director, were as follows:

| Director    | Meetings of directors | Meetings attended | Circular resolutions |
|-------------|-----------------------|-------------------|----------------------|
| H Kaplan    | -                     | -                 | 1                    |
| P A Verbeek | 2                     | 2                 | 18                   |
| J N Pitt    | 2                     | 2                 | 18                   |
| J Gordon    | 1                     | 1                 | 6                    |

Mr Kaplan and Mr Gordon were appointed during the year.

The Company does not have any subcommittees.

### Audited Remuneration Report

The information provided in this remuneration report has been audited as required by Section 308 (3C) of the Corporations Act 2001.

#### a) Principles used to determine the nature and amount of remuneration

The objective of the Company's remuneration policy is to ensure that:

- remuneration packages properly reflect the duties and responsibilities of the persons concerned,
- remuneration is competitive in attracting, retaining and motivating people of the highest quality, and
- remuneration is reviewed by the board on an annual basis having regard to performance and market competitiveness.

The remuneration framework has regard to shareholders' interests by:

- focusing on sustained growth in share price, as well as focusing the executives on key non-financial drivers of value, and
- attracting and retaining high calibre executives.

# Directors' Report

## For the year ended 30 June 2024

### Audited Remuneration Report (continues)

The remuneration framework has regard to executives' interests by:

- rewarding capability and experience,
- reflecting competitive reward for contributions in shareholder growth,
- providing a clear structure for earning rewards, and
- recognising contribution.

The remuneration policy is not linked to the Company's performance and is linked to shareholder wealth only in so far as options over the Company's shares are included in remuneration.

The Company may, from time to time, engage remuneration consultations to make a remuneration recommendation in respect of any key management personnel.

#### Non-executive directors

Fees and payments to non-executive directors reflect the demands which are made on, and the responsibilities of, the directors. Non-executive directors' fees are reviewed annually and remuneration packages are determined by the board within the maximum amount approved by shareholders from time to time (currently \$150,000 set in 2015) and are set fee amounts with prescribed superannuation, where applicable.

#### Executives

The remuneration of the executive director, Mr Patrick Verbeek, is determined by the board and comprises an agreed director fee and an hourly fee for consulting work in addition to his duties as an executive director payable to Malahang Pty Ltd, a company associated with Mr Verbeek. From time to time, at the discretion of the non-executive board members and with the approval of shareholders, Mr Verbeek is granted options to acquire shares in the Company. The non-executive directors review the terms of the executive director's remuneration on an annual basis, with the nature and amount of remuneration determined by reference to the services provided, experience, length of service and prevailing market rates.

#### Company performance and its consequences on shareholder wealth

It is not possible at this time to evaluate the Company's financial performance using generally accepted measures such as profitability and total shareholder return as the Company is an exploration company with no significant revenue stream. This assessment will be developed as and when the Company moves from explorer to producer.

The table below shows the gross revenue, losses and loss per share for the last five years for the Company:

|                          |       | 2024      | 2023      | 2022      | 2021      | 2020    |
|--------------------------|-------|-----------|-----------|-----------|-----------|---------|
| Revenue and other income | \$    | 45,713    | 26,354    | 1,590     | 16,833    | 275,258 |
| Net loss                 | \$    | 1,031,489 | 1,678,751 | 1,977,032 | 1,705,258 | 862,658 |
| Loss per share           | Cents | 0.08      | 0.23      | 0.31      | 0.35      | 0.22    |
| Share price at year end  | Cents | 0.2       | 0.6       | 0.6       | 1.5       | 0.7     |

# Directors' Report

## For the year ended 30 June 2024

### Audited Remuneration Report (continued)

#### b) Details of remuneration

The key management personnel of the Company are the directors and the chief executive officer. There are no other key management personnel. The remuneration of key management personnel for the year is summarised below:

|                                |      | Short term<br>benefits | Post<br>employment<br>benefits | Share based<br>payments | Total   | Performance<br>related |
|--------------------------------|------|------------------------|--------------------------------|-------------------------|---------|------------------------|
|                                | Year | Salary & fees          | Superannuation                 |                         |         |                        |
|                                |      | \$                     | \$                             | \$                      | \$      | %                      |
| <b>Non-executive directors</b> |      |                        |                                |                         |         |                        |
| H Kaplan                       | 2024 | 2,131                  | 245                            | 77                      | 2,453   | 3.1                    |
|                                | 2023 | n/a                    | n/a                            | n/a                     | n/a     | n/a                    |
| J N Pitt                       | 2024 | 60,000                 | 6,600                          | -                       | 66,600  | -                      |
|                                | 2023 | 60,000                 | 6,300                          | -                       | 66,300  | -                      |
| J Gordon                       | 2024 | 19,233                 | 2,116                          | 3,037                   | 24,386  | 12.5                   |
|                                | 2023 | n/a                    | n/a                            | n/a                     | n/a     | n/a                    |
| G J Petersons                  | 2024 | 22,500                 | 2,475                          | -                       | 24,975  | -                      |
|                                | 2023 | 30,000                 | 3,150                          | -                       | 33,150  | -                      |
| <b>Executive director</b>      |      |                        |                                |                         |         |                        |
| P A Verbeek                    | 2024 | 231,339                | 1,585                          | 820                     | 233,744 | 0.4                    |
|                                | 2023 | 270,000                | -                              | 7,800                   | 277,800 | -                      |
| Total                          | 2024 | 335,203                | 13,021                         | 3,114                   | 351,338 | -                      |
|                                | 2023 | 360,000                | 9,450                          | 7,800                   | 377,250 | -                      |

Mr Steve Lynn was appointed as chief executive officer subsequent to the end of the financial year.

The share-based payments granted to Mr Kaplan, Mr Gordon and Mr Verbeek during the year relate to performance rights, the vesting of which is dependent upon the Company's share price obtaining a volume weighted average price of 0.05 cents per share, and which are subject to approval by shareholders at the Company's next annual general meeting.

# Directors' Report

## For the year ended 30 June 2024

### Audited Remuneration Report (continued)

#### c) Service agreements Executive Director

The Company entered into a consultancy agreement with Malahang Pty Ltd (Malahang) on 14 Oct 2003 (Malahang Agreement). The Malahang Agreement commenced on 20 November 2003 with an initial term of 2 years and has been extended since for further terms of 1 or 2 years, and was more recently updated on 1 March 2024. The current term concludes on 31 December 2024 and may be extended by mutual written agreement at any time during or after the term. In accordance with the terms of the Malahang Agreement, Malahang agreed to provide the geological services of its employee and geologist, Patrick Verbeek, as an independent contractor, to undertake all functions, duties, roles and authorities which the Company may request in addition to his services as a director. The current level of remuneration in terms of this agreement is set at \$137 per hour with no guaranteed fee increases. Mr Verbeek is also reimbursed for the use of his four-wheel-drive motor vehicle on an as-claimed basis. Either Malahang or the Company may terminate the contract at any time during the term without reason by giving 2 months' written notice.

#### Chief Executive Officer

On 20 July 2024, the Company entered into an executive services agreement with Mr Steve Lynn for his appointment as Chief Executive Officer on a full-time basis subject to 3 months' probation and with 1 month termination notice. Mr Lynn will receive a salary of \$250,000 per annum plus statutory superannuation, as well as the following securities post the successful completion of probation, and subject to shareholder approval: 30,000,000 options of 10,000,000 each at \$0.005, \$0.01 and \$0.015 respectively, and 30,000,000 performance rights of 10,000,000 each vesting after 12 months service and a 15 day VWAP of \$0.005, \$0.01 and \$0.02 respectively.

#### d) Share-based compensation

Directors and other key management personnel are entitled to take part in the Traka Resources Employee Share Option Plan. Share based payments are made at the discretion of the board of directors in the context of the overall remuneration package of the personnel. Directors receiving share-based payments are not involved in any board discussions regarding their remuneration.

Share based payments are generally provided in the form of options vesting immediately. Options granted under the plan carry no dividend or voting rights. Each option is convertible into one ordinary share. The issue of these options is not linked to past company performance since their principal purpose is to promote additional incentive to the key management personnel. There is no specific board policy restricting employees from taking action to limit their exposure to risk in relation to share based payments. Nevertheless, in terms of the Company's corporate governance policies, all employees are prohibited from dealing in the Company's securities when they possess inside information and they are obliged to inform the board of any proposed transactions in securities.

# Directors' Report

## For the year ended 30 June 2024

### Audited Remuneration Report (continued)

The basic terms and conditions of each grant of options issued to the executive director Mr Verbeek and affecting his remuneration in the previous, current or future reporting periods are as follows:

| Grant date  | Date vested and exercisable | Expiry date | Exercise price cents | Value per option at grant date | Number of options |
|-------------|-----------------------------|-------------|----------------------|--------------------------------|-------------------|
| 29 Nov 2019 | 29 Nov 2019                 | 28 Nov 2022 | 1.03                 | 0.42 cents                     | 2,000,000         |
| 30 Nov 2021 | 30 Nov 2021                 | 29 Nov 2024 | 1.63                 | 0.94 cents                     | 2,000,000         |
| 25 Nov 2022 | 25 Nov 2022                 | 24 Nov 2025 | 0.80                 | 0.39 cents                     | 2,000,000         |

During the current year no options were issued to or exercised by key management personnel under share-based compensation arrangements, and no options expired.

Details of the options in the Company held by key management personnel of the Company are set out below. Further information on options is set out in Note 20 to the financial statements.

|               | Balance at beginning of year | Received as remuneration | Other      | Expired | Balance at end of year |
|---------------|------------------------------|--------------------------|------------|---------|------------------------|
| H Kaplan      | -                            | -                        | 12,500,000 | -       | 12,500,000             |
| P A Verbeek   | 4,000,000                    | -                        | -          | -       | 4,000,000              |
| J N Pitt      | -                            | -                        | 86,990,276 | -       | 86,990,276             |
| J Gordon      | -                            | -                        | 6,250,000  | -       | 6,250,000              |
| G J Petersons | -                            | -                        | -          | -       | -                      |

The other movement relates to free attaching options received during participation in a capital raise.

The basic terms and conditions of each grant of performance rights issued to non-executive directors Mr Kaplan and Mr Gordon and to executive director Mr Verbeek and affecting their remuneration in the previous, current or future reporting periods are as follows:

| Director  | Grant date                | Term from issue date | Exercise price | Value per performance right | Number of performance rights |
|-----------|---------------------------|----------------------|----------------|-----------------------------|------------------------------|
| J Gordon  | 30 June 2024 <sup>1</sup> | 3 years              | 0.5 cents      | 0.0527 cents                | 60,000,000                   |
| P Verbeek | 30 June 2024 <sup>1</sup> | 3 years              | 0.5 cents      | 0.0527 cents                | 20,000,000                   |
| H Kaplan  | 30 June 2024 <sup>1</sup> | 3 years              | 0.5 cents      | 0.0527 cents                | 60,000,000                   |

<sup>1</sup> The performance rights will be issued after shareholder approval and have been valued at balance date.

# Directors' Report

## For the year ended 30 June 2024

### Audited Remuneration Report (continued)

Details of the performance rights in the Company provided as remuneration to key management personnel of the Company are set out below. Further information on options is set out in Note 20 to the financial statements.

|               | Balance at beginning of year | Received as remuneration | Expired/ exercised | Balance at end of year |
|---------------|------------------------------|--------------------------|--------------------|------------------------|
| H Kaplan      | -                            | 60,000,000               | -                  | 60,000,000             |
| P A Verbeek   | -                            | 20,000,000               | -                  | 20,000,000             |
| J N Pitt      | -                            | -                        | -                  | -                      |
| J Gordon      | -                            | 60,000,000               | -                  | 60,000,000             |
| G J Petersons | -                            | -                        | -                  | -                      |

The issue of performance rights is subject to approval by shareholders.

#### e) Shares held by key management personnel

The numbers of shares in the Company held directly and indirectly by key management personnel and any movements over the year, are set out below:

|               | Balance at beginning of year | Acquired on market | Disposed | Other       | Balance at end of year |
|---------------|------------------------------|--------------------|----------|-------------|------------------------|
| H Kaplan      | -                            | -                  | -        | -           | -                      |
| P A Verbeek   | 29,786,354                   | -                  | -        | -           | 29,786,354             |
| J N Pitt      | 108,355,539                  | 173,980,552        | -        | -           | 282,336,091            |
| J Gordon      | -                            | 12,500,000         | -        | -           | 12,500,000             |
| G J Petersons | 2,325,331                    | -                  | -        | (2,325,331) | -                      |

Mr Gordon acquired the shares via a capital raising prior to his appointment as director. Mr Petersons resigned as director during the year.

#### f) Transactions with key management personnel

##### *Payments to related parties*

During the financial year, the Company paid \$nil (2023: \$1,240) to Red Hill Minerals Limited, a listed company of which Mr Pitt is a director and shareholder, for staff amenities paid for on behalf of the Company on normal commercial terms and conditions determined on an arms-length basis.

During the financial year, the Company paid \$11,594 (2023: \$10,710) to The PAV Unit Trust, a trust associated with Mr Verbeek, in respect of a storage unit for exploration equipment and documents. This rental agreement was entered into on normal commercial terms and conditions determined on an arms'-length basis between the parties.

# Directors' Report

## For the year ended 30 June 2024

### Audited Remuneration Report (continued)

During the current year the Company accessed funding totalling \$239,008 from an entity associated with director, Joshua Pitt, to assist with meeting its working capital needs. Following the entitlement issue in January 2024, these borrowings were repaid in full.

At 30 June 2024, an amount of \$916 was due to Patrick Verbeek in relation to expense claim reimbursements.

#### *Loans to key management personnel*

The Company has not made any loans to key management personnel during the year.

There were no other transactions with key management personnel and related parties during the year other than those reported in Note 18.

#### **g) Additional Information**

##### *Voting and comments at the Company's 2023 Annual General Meeting (AGM)*

The Company received a majority of votes in favour of its remuneration report for the 2023 financial year at its Annual General Meeting (AGM). The Company did not receive any specific comments on its remuneration practices at the AGM or throughout the year.

The audited remuneration report ends here.

### Insurance of Officers

During the year the Company paid an amount to insure all current directors of the Company and current executive officers of the Company against liabilities arising out of their conduct whilst acting in the capacity of a director or officer of the Company other than conduct involving a wilful breach of duty to the Company. The policy requires that the amount of premium paid and the limits imposed remain confidential.

### Unissued Shares Under Performance Rights

The numbers of unlisted performance rights on issue at the date of this report are as follows:

| Grant date                | Expiry date        | Exercise price | Number under option | Percent vested |
|---------------------------|--------------------|----------------|---------------------|----------------|
| 30 June 2024 <sup>1</sup> | 3 years from issue | -              | 60,000,000          | 0%             |
| 30 June 2024 <sup>1</sup> | 3 years from issue | -              | 20,000,000          | 0%             |
| 30 June 2024 <sup>1</sup> | 3 years from issue | -              | 60,000,000          | 0%             |

<sup>1</sup>The performance rights will be issued following shareholder approval.

The vesting of the performance rights is dependent upon the Company's share price obtaining a volume weighted average price of 0.5 cents per share and the director to whom these performance rights have been issued having 12 months service with the Company. The performance rights remain subject to approval by shareholders.

# Directors' Report

## For the year ended 30 June 2024

### Unissued Shares Under Option

Unissued ordinary shares of the Company under option at the date of this report are as follows:

| Grant date       | Expiry date      | Exercise price | Number under option | Percent vested |
|------------------|------------------|----------------|---------------------|----------------|
| 30 November 2021 | 29 November 2024 | 1.63 cents     | 2,000,000           | 100%           |
| 7 June 2022      | 24 May 2025      | 1.3 cents      | 650,000             | 100%           |
| 25 November 2022 | 24 November 2025 | 0.8 cents      | 2,000,000           | 100%           |
| 24 January 2024  | 15 December 2026 | 0.5 cents      | 525,197,559         | 100%           |
| 27 June 2024     | 15 December 2026 | 0.5 cents      | 15,000,000          | 0%             |
| 18 July 2024     | 15 December 2026 | 0.5 cents      | 97,500,000          | 100%           |

During January 2024 the Company issued 437,664,632 free attaching unlisted options under a non-renounceable entitlement offer of 1 new unlisted option exercisable at 0.5 cents and expiring on 15 December 2026 for every 2 shares held by eligible shareholders, and a further 87,532,927 options for lead manager services.

On 27 June 2024 the Company agreed to issue 30,000,000 ordinary shares and 15,000,000 unlisted options to a consultant for services rendered. These shares and options will be issued following the refreshment of the Company's placement capacity.

After year end, on 18 July 2024 the Company issued 97,500,000 free attaching unlisted options under a placement of shares to sophisticated investors exercisable at 0.5 cents and expiring on 15 December 2026 on the basis of 1 for every 2 shares applied for in the placement.

### Proceedings on Behalf of the Company

No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party, for the purpose of taking responsibility on behalf of the Company for all or part of those proceedings. The Company was not party to any such proceedings during the year.

### Audit Committee

The Company is not of a size nor are its financial affairs of such complexity to justify a separate audit committee of the board of directors. All matters that might properly be dealt with by such a committee are the subject of scrutiny at full board meetings.

### Non-Audit Services

HLB Mann Judd (HLB), the Company's auditor, did not perform any non-audit services for the Company for the year ended 30 June 2024.

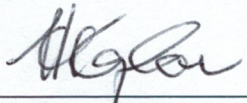
# **Directors' Report**

## **For the year ended 30 June 2024**

### **Auditor's Independence Declaration**

A copy of the auditor's independence declaration as required by Section 307C of the Corporations Act 2001 is included in this Financial Report. HLB holds office in accordance with section 327C (2) of the Corporations Act 2001.

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



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**HARVEY KAPLAN**

**Chairman**

30 August 2024

# Statement of Profit or Loss and Other Comprehensive Income

For the year ended 30 June 2024

|                                                                                                  | Notes | 2024<br>\$  | 2023<br>\$  |
|--------------------------------------------------------------------------------------------------|-------|-------------|-------------|
| Other income                                                                                     | 2     | 45,713      | 26,354      |
| Exploration and evaluation expenditure                                                           | 4     | (528,166)   | (1,075,205) |
| Administration expenses                                                                          | 3     | (549,036)   | (629,900)   |
| Loss before income tax                                                                           |       | (1,031,489) | (1,678,751) |
| Income tax expense                                                                               | 5     | -           | -           |
| Loss for the year                                                                                |       | (1,031,489) | (1,678,751) |
| Other comprehensive income for the year                                                          |       | -           | -           |
| Total comprehensive loss for the year attributable to the ordinary equity holders of the Company |       | (1,031,489) | (1,678,751) |
| Loss per share attributable to the ordinary equity holders of the Company                        |       | Cents       | Cents       |
| Basic and diluted loss per share                                                                 | 6     | (0.08)      | (0.23)      |

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

# Statement of Financial Position

As at 30 June 2024

|                                       | Notes | 2024<br>\$   | 2023<br>\$   |
|---------------------------------------|-------|--------------|--------------|
| <b>Current assets</b>                 |       |              |              |
| Cash and cash equivalents             | 7     | 690,937      | 30,069       |
| Trade and other receivables           | 8     | 79,321       | 95,496       |
| <b>Total current assets</b>           |       | 770,258      | 125,565      |
| <b>Non-current assets</b>             |       |              |              |
| Plant and equipment                   | 9     | 5,255        | 10,256       |
| <b>Total non-current assets</b>       |       | 5,255        | 10,256       |
| <b>Total assets</b>                   |       | 775,513      | 135,821      |
| <b>Current liabilities</b>            |       |              |              |
| Trade and other payables              | 10    | 138,907      | 181,490      |
| Provisions                            | 11    | -            | 11,341       |
| <b>Total current liabilities</b>      |       | 138,907      | 192,831      |
| <b>Total liabilities</b>              |       | 138,907      | 192,831      |
| <b>Net assets/(Net liabilities)</b>   |       | 636,606      | (57,010)     |
| <b>Equity</b>                         |       |              |              |
| Share capital                         | 12    | 24,960,592   | 23,331,420   |
| Reserves                              | 13    | 982,286      | 886,353      |
| Accumulated losses                    |       | (25,306,272) | (24,274,783) |
| <b>Total equity /(Net deficiency)</b> |       | 636,606      | (57,010)     |

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

# Statement of Changes in Equity

For the year ended 30 June 2024

|                                                                       | Issued capital | Unissued capital | Share based payments reserve | Exercised option reserve | Accumulated losses | Total equity / (Net deficiency) |
|-----------------------------------------------------------------------|----------------|------------------|------------------------------|--------------------------|--------------------|---------------------------------|
|                                                                       | \$             | \$               | \$                           | \$                       | \$                 | \$                              |
| <b>2024</b>                                                           |                |                  |                              |                          |                    |                                 |
| As at 1 July 2023                                                     | 23,331,420     | -                | 766,294                      | 120,059                  | (24,274,783)       | (57,010)                        |
| Loss for the year                                                     | -              | -                | -                            | -                        | (1,031,489)        | (1,031,489)                     |
| Total comprehensive loss for the year                                 | -              | -                | -                            | -                        | (1,031,489)        | (1,031,489)                     |
| Transactions with equity holders in their capacity as equity holders: |                |                  |                              |                          |                    |                                 |
| Issue of ordinary fully paid shares, net of transaction costs         | 1,584,172      | 45,000           | -                            | -                        | -                  | 1,629,172                       |
| Share based payments                                                  | -              | -                | 95,933                       | -                        | -                  | 95,933                          |
| As at 30 June 2024                                                    | 24,915,592     | 45,000           | 862,227                      | 120,059                  | (25,306,272)       | 636,606                         |
| <b>2023</b>                                                           |                |                  |                              |                          |                    |                                 |
| As at 1 July 2022                                                     | 22,544,057     | -                | 758,494                      | 120,059                  | (22,596,032)       | 826,578                         |
| Loss for the year                                                     | -              | -                | -                            | -                        | (1,678,751)        | (1,678,751)                     |
| Total comprehensive loss for the year                                 | -              | -                | -                            | -                        | (1,678,751)        | (1,678,751)                     |
| Transactions with equity holders in their capacity as equity holders: |                |                  |                              |                          |                    |                                 |
| Issue of ordinary fully paid shares, net of transaction costs         | 787,363        | -                | -                            | -                        | -                  | 787,363                         |
| Share based payments                                                  | -              | -                | 7,800                        | -                        | -                  | 7,800                           |
| As at 30 June 2023                                                    | 23,331,420     | -                | 766,294                      | 120,059                  | (24,274,783)       | (57,010)                        |

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

# Statement of Cashflows

## For the year ended 30 June 2024

|                                                                   | Notes | 2024<br>\$         | 2023<br>\$         |
|-------------------------------------------------------------------|-------|--------------------|--------------------|
| <b>Cash flows from operating activities</b>                       |       |                    |                    |
| Interest received                                                 |       | 3,660              | 3,767              |
| Payments to suppliers and employees                               |       | (606,805)          | (635,098)          |
| Payments for exploration activities                               |       | (491,243)          | (1,236,621)        |
| Other receipts                                                    |       | 26,629             | -                  |
| Receipt of government co-funding for exploration                  | 4     | 44,000             | 176,000            |
| <b>Net cash outflows from operating activities</b>                | 14    | <b>(1,023,759)</b> | <b>(1,691,952)</b> |
| <b>Cash flows from investing activities</b>                       |       |                    |                    |
| Proceeds from disposal of plant, equipment and motor vehicle      |       | 40,455             | -                  |
| Payments for acquisition of plant, equipment and motor vehicle    |       | -                  | (13,037)           |
| <b>Net cash inflows /(outflows) from investing activities</b>     |       | <b>40,455</b>      | <b>(13,037)</b>    |
| <b>Cash flows from financing activities</b>                       |       |                    |                    |
| Proceeds from share issue                                         | 12    | 1,750,659          | 895,328            |
| Proceeds received in advance of share issues                      | 12    | 90,000             | -                  |
| Payments for share issue costs                                    | 12    | (196,487)          | (107,965)          |
| Proceeds from borrowings                                          | 16    | 239,008            | -                  |
| Repayment of borrowings                                           | 16    | (239,008)          | -                  |
| <b>Net cash inflows from financing activities</b>                 |       | <b>1,644,172</b>   | <b>787,363</b>     |
| <b>Net increase/ (decrease) in cash and cash equivalents held</b> |       | <b>660,868</b>     | <b>(917,626)</b>   |
| Cash and cash equivalents at the beginning of the financial year  |       | 30,069             | 947,695            |
| <b>Cash and cash equivalents at the end of the financial year</b> | 7     | <b>690,937</b>     | <b>30,069</b>      |

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

# Notes to the Financial Statements

## For the year ended 30 June 2024

### NOTE 1: SEGMENT INFORMATION

Management has determined that the Company has one reportable operating and geographical segment, being mineral exploration within Australia. Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the members of the board of directors. The board of directors monitors the Company based on actual versus budgeted exploration expenditure. This internal reporting framework is the most relevant to assist the board with making decisions regarding its ongoing exploration activities.

|                                  | 2024          | 2023          |
|----------------------------------|---------------|---------------|
| NOTE 2: REVENUE AND OTHER INCOME | \$            | \$            |
| <b>Other income</b>              |               |               |
| Interest received                | 3,660         | 3,589         |
| Profit on disposal of assets     | 40,455        | -             |
| Other                            | 1,598         | 22,765        |
|                                  | <b>45,713</b> | <b>26,354</b> |

Revenue is measured at the fair value of the consideration received or receivable. Interest income is brought to account as income over the term of each financial instrument on an effective interest rate basis. Other revenue is recognised as it accrues. Government co-funding for exploration is offset against exploration and evaluation expenditure in the Statement of Profit or Loss and Other Comprehensive Income. Refer to Note 4.

|                                                                        | 2024           | 2023           |
|------------------------------------------------------------------------|----------------|----------------|
| NOTE 3: ADMINISTRATION EXPENSES                                        | \$             | \$             |
| Loss before income tax includes the following administration expenses: |                |                |
| Personnel expenses                                                     |                |                |
| Salaries, directors' and management fees, other staff costs            | 436,584        | 613,135        |
| Superannuation                                                         | 27,086         | 35,473         |
| Share based payments                                                   | 4,403          | 7,800          |
| Less: included as part of exploration expenditure                      | (159,730)      | (342,275)      |
|                                                                        | <b>308,343</b> | <b>314,133</b> |

# Notes to the Financial Statements

## For the year ended 30 June 2024

| <b>NOTE 3: ADMINISTRATION EXPENSES (continued)</b> | <b>2024</b>    | <b>2023</b>    |
|----------------------------------------------------|----------------|----------------|
|                                                    | <b>\$</b>      | <b>\$</b>      |
| Depreciation                                       | 5,001          | 2,715          |
| Rental of office and storage                       | 44,922         | 44,213         |
| Company secretarial and accounting                 | 68,822         | 69,632         |
| Audit                                              | 32,213         | 31,045         |
| Communications                                     | 18,695         | 23,745         |
| Listing fees                                       | 19,490         | 18,926         |
| Public relations and conferences                   | 1,568          | 56,834         |
| Other                                              | 49,982         | 68,657         |
|                                                    | <b>549,036</b> | <b>629,900</b> |

Rental of office and storage space is expensed to profit or loss as incurred as the Company has elected to utilise the exemption in paragraph 5 of AASB16 Leases relating to short term leases.

| <b>NOTE 4: EXPLORATION AND EVALUATION EXPENDITURE</b> | <b>2024</b>    | <b>2023</b>      |
|-------------------------------------------------------|----------------|------------------|
|                                                       | <b>\$</b>      | <b>\$</b>        |
| Exploration and evaluation expenditure incurred       | 572,166        | 1,251,205        |
| less Government co-funding for exploration            | (44,000)       | (176,000)        |
|                                                       | <b>528,166</b> | <b>1,075,205</b> |

Expenditure incurred during exploration and early evaluation stages of areas of interest is written off as incurred. Once a decision to proceed to development has been taken, all further expenditure incurred relating to the area will be capitalised. Expenditure on acquisition of an area of interest is only carried forward to the extent that they are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves. When production commences, the accumulated costs for the relevant area of interest are amortised over the life of the area according to the rate of depletion of the economically recoverable reserves.

# Notes to the Financial Statements

## For the year ended 30 June 2024

| <b>NOTE 5: INCOME TAX</b>                      | <b>2024</b> | <b>2023</b> |
|------------------------------------------------|-------------|-------------|
|                                                | <b>\$</b>   | <b>\$</b>   |
| <b>a) Income tax benefit</b>                   |             |             |
| The components of income tax benefit comprise: |             |             |
| Current tax                                    | -           | -           |
| Deferred tax                                   | -           | -           |
|                                                | -           | -           |

**b) Reconciliation of income tax benefit to prima facie tax benefit on accounting loss**

|                                                                   |                    |             |
|-------------------------------------------------------------------|--------------------|-------------|
| Operating loss before income tax                                  | <b>(1,031,489)</b> | (1,678,751) |
| Prima facie tax benefit at the Australian rate of 30% (2023: 30%) | <b>309,447</b>     | 503,625     |
| Adjusted for tax effect of the following amounts:                 |                    |             |
| Non-deductible items                                              | <b>(11,821)</b>    | (2,771)     |
| Non-taxable items                                                 | <b>34,349</b>      | 24,180      |
| Income tax benefit not brought to account                         | <b>(331,975)</b>   | (525,034)   |
| Income tax benefit                                                | -                  | -           |

The credit for current income tax benefit is based on the loss for the year adjusted for any non-assessable or disallowed items. It is calculated using tax rates that have been enacted or are substantively enacted by the balance date.

**c) Deferred tax assets and liabilities not brought to account**

The directors estimate that the potential deferred tax assets and liabilities carried forward but not brought to account at year end, at the full corporate tax rate of 30% (2023: 30%) are made up as follows:

|                                      | <b>2024</b>      | <b>2023</b> |
|--------------------------------------|------------------|-------------|
|                                      | <b>\$</b>        | <b>\$</b>   |
| On income tax account:               |                  |             |
| Carried forward tax losses           | <b>6,787,095</b> | 6,471,462   |
| Deductible temporary differences     | <b>121,133</b>   | 104,792     |
| Unrecognised net deferred tax assets | <b>6,908,228</b> | 6,576,254   |

# Notes to the Financial Statements

## For the year ended 30 June 2024

|                                                                                                                                               | 2024                 | 2023         |
|-----------------------------------------------------------------------------------------------------------------------------------------------|----------------------|--------------|
| <b>NOTE 6: LOSS PER SHARE</b>                                                                                                                 |                      |              |
| Basic and diluted loss per share (cents)                                                                                                      | <b>0.08</b>          | 0.23         |
| Reconciliation of loss                                                                                                                        | \$                   | \$           |
| The loss used in calculating the basic and diluted loss per share is equal to the loss attributable to ordinary equity holders of the Company | <b>1,031,489</b>     | 1,678,751    |
|                                                                                                                                               | <b>No of Shares</b>  | No of Shares |
| Weighted average number of ordinary shares used as a denominator in calculating basic and diluted loss per share                              | <b>1,252,023,336</b> | 737,771,713  |

The weighted average number of ordinary shares used in calculating basic and diluted loss per share is derived from the fully paid ordinary shares on issue.

Basic loss per share is determined by dividing the loss from ordinary activities after income tax expense by the weighted average number of ordinary shares outstanding during the financial year.

Diluted loss per share adjusts the figures used in determination of basic loss per share by taking into account amounts unpaid on ordinary shares and any reduction in earnings per share that will arise from the exercise of options outstanding during the year. The diluted loss per share is the same as the basic loss per share on account of the Company's potential ordinary shares (in the form of options) not being dilutive because their conversion to ordinary shares would not increase the loss per share.

|                                          | 2024           | 2023   |
|------------------------------------------|----------------|--------|
| <b>NOTE 7: CASH AND CASH EQUIVALENTS</b> | \$             | \$     |
| Cash at bank and on hand                 | <b>690,937</b> | 30,069 |

Cash includes deposits at call with financial institutions and other highly liquid investments with short periods to maturity which is readily convertible to cash on hand and are subject to an insignificant risk of changes in value, net of outstanding bank overdrafts.

Information about the Company's exposure to interest rate risk and sensitivity analysis for financial assets and liabilities is disclosed in Note 24.

# Notes to the Financial Statements

## For the year ended 30 June 2024

|                                    | 2024          | 2023          |
|------------------------------------|---------------|---------------|
| NOTE 8: TRADE AND OTHER RECEIVABLE | \$            | \$            |
| Other receivables                  | 22,791        | 95,496        |
| Prepayments                        | 56,530        | -             |
|                                    | <b>79,321</b> | <b>95,496</b> |

Interest receivable comprises pro-rata interest receivable at balance date in respect of deposits at call which are expected to be repaid within 90 days. Other receivables relate to amounts recoverable from the Australian Taxation Office in respect of goods and services tax (GST) and cash flow boost grants.

Due to the short-term nature of these receivables, their carrying value is assumed to approximate their fair value.

Information about the Company's exposure to interest rate risk and sensitivity analysis for financial assets and liabilities is disclosed in Note 24.

|                                                  | 2024         | 2023          |
|--------------------------------------------------|--------------|---------------|
| NOTE 9: PLANT AND EQUIPMENT                      | \$           | \$            |
| Field equipment – at cost                        | 125,781      | 152,237       |
| Accumulated depreciation                         | (125,781)    | (152,237)     |
| Field equipment – carrying amount                | -            | -             |
| Office furniture and equipment – at cost         | 86,970       | 86,970        |
| Accumulated depreciation                         | (81,715)     | (76,714)      |
| Office furniture and equipment – carrying amount | 5,255        | 10,256        |
| Motor vehicle – at cost                          | 19,473       | 89,835        |
| Accumulated depreciation                         | (19,473)     | (89,835)      |
| Motor vehicle – carrying amount                  | -            | -             |
| Total plant and equipment – carrying amount      | <b>5,255</b> | <b>10,256</b> |

# Notes to the Financial Statements

## For the year ended 30 June 2024

### NOTE 9: PLANT AND EQUIPMENT (continued)

A reconciliation of the carrying amounts of each class of plant and equipment at the beginning and end of the current financial year is set out below:

|                                 | Field<br>equipment<br>\$ | Office furniture<br>& equipment<br>\$ | Motor<br>Vehicle<br>\$ | Total<br>\$ |
|---------------------------------|--------------------------|---------------------------------------|------------------------|-------------|
| <b>2024</b>                     |                          |                                       |                        |             |
| Carrying amount at 1 July 2023  | -                        | 10,256                                | -                      | 10,256      |
| Additions during the year       | -                        | -                                     | -                      | -           |
| Depreciation expense            | -                        | (5,001)                               | -                      | (5,001)     |
| Carrying amount at 30 June 2024 | -                        | 5,255                                 | -                      | 5,255       |
| <b>2023</b>                     |                          |                                       |                        |             |
| Carrying amount at 1 July 2022  | -                        | 4,789                                 | -                      | 4,789       |
| Additions during the year       | -                        | 8,182                                 | -                      | 8,182       |
| Depreciation expense            | -                        | (2,715)                               | -                      | (2,715)     |
| Carrying amount at 30 June 2023 | -                        | 10,256                                | -                      | 10,256      |

#### Recognition and measurement

Plant and equipment is stated at historical cost less accumulated depreciation and impairment losses. Costs include expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the assets' carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

The carrying amount of plant and equipment is reviewed annually by the directors to ensure it is not in excess of the recoverable amount of these assets.

#### Depreciation

Depreciation is calculated on a straight line basis so as to write off the net cost or revalued amount of each item of plant and equipment over its expected useful life to the Company. Estimates of remaining useful lives are made on a regular basis for all assets, with annual reassessments for major items. The depreciation rates used for the current and comparative periods are as follows:

|                      |                         |
|----------------------|-------------------------|
| Plant and equipment: | 10% - 20% straight line |
| Motor vehicle:       | 12.5% straight line     |

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss.

# Notes to the Financial Statements

## For the year ended 30 June 2024

|                                   | 2024           | 2023    |
|-----------------------------------|----------------|---------|
| NOTE 10: TRADE AND OTHER PAYABLES | \$             | \$      |
| Trade creditors and accruals      | 135,027        | 145,782 |
| Employee entitlements             | 3,880          | 35,708  |
|                                   | <b>138,907</b> | 181,490 |

These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial year and which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Due to the short-term nature of these payables, their carrying value is assumed to approximate their fair value. The Company's exposure to liquidity risk is disclosed in Note 24.

Employee entitlements include accruals for annual leave. The entire obligation is presented as current since the Company does not have an unconditional right to defer settlement. However, it is possible that some employees may not take the full amount of their accrued leave during the next 12 months.

|                                                                  | 2024     | 2023   |
|------------------------------------------------------------------|----------|--------|
| NOTE 11: PROVISIONS                                              | \$       | \$     |
| Current                                                          |          |        |
| Long service leave                                               | -        | 11,341 |
| Non-current                                                      |          |        |
| Long service leave                                               | -        | -      |
| Movement in provisions during the financial year, is as follows: |          |        |
| Carrying amount at beginning of year                             | 11,341   | 9,852  |
| (Decrease)/ Increase in entitlement                              | (11,341) | 1,489  |
| Carrying amount at end of year                                   | -        | 11,341 |

|                                                              | 2024       | 2023       |
|--------------------------------------------------------------|------------|------------|
| NOTE 12: SHARE CAPITAL                                       | \$         | \$         |
| <b>Issued capital</b>                                        |            |            |
| 1,750,658,554 (2023: 871,329,277) fully paid ordinary shares | 24,825,592 | 23,331,420 |
| <b>Unissued capital</b>                                      |            |            |
| 75,000,000 (2023: nil) unissued ordinary shares              | 135,000    | -          |

# Notes to the Financial Statements

## For the year ended 30 June 2024

### NOTE 12: SHARE CAPITAL (continued)

On 27 June 2024, the Company agreed to issue 30,000,000 ordinary shares as well as 15,000,000 options exercisable at \$0.005 by 15 December 2024 to a consultant for the provision of public and investor relations services for the FY2025 year. The fair value of shares of \$45,000 was determined by the share price at grant date. These shares and options will be issued once the Company has refreshed its placement capacity at the next Annual General Meeting, and remain unissued at year end.

Prior to the financial year end, the Company received \$90,000 relating to the 18 July 2024 capital raise representing 45,000,000 ordinary shares at \$0.002 per share. Refer to Note 22 for details.

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds. The Company's capital risk management policy is set out in Note 24.

#### Movements in ordinary share capital during the past two years:

|                                       | 2024<br>No of shares | 2023<br>No of shares | 2024<br>Amount<br>\$ | 2023<br>Amount<br>\$ |
|---------------------------------------|----------------------|----------------------|----------------------|----------------------|
| At 1 July                             | 871,329,277          | 688,774,561          | 23,331,420           | 22,544,057           |
| Issue of ordinary shares:             |                      |                      |                      |                      |
| Acquisition of tenements              | 4,000,000            | -                    | 20,000               | -                    |
| Collateral for At-the-market facility | -                    | 34,000,000           | -                    | -                    |
| Entitlement issue                     | 875,329,277          | 144,554,716          | 1,750,659            | 867,328              |
| Services rendered                     | -                    | 4,000,000            | -                    | 28,000               |
| Capital raising costs                 | -                    | -                    | (276,487)            | (107,965)            |
| At 30 June                            | 1,750,658,554        | 871,329,277          | 24,825,592           | 23,331,420           |

During the current year the Company concluded a non-renounceable 1 for 1 pro rata issue of ordinary shares at 0.2 cents each, together with 1 free attaching option for every 2 shares issued, issuing 875,329,277 shares and 437,664,638 options raising \$1,750,658 (before costs).

A further 4,000,000 ordinary shares were issued during the year to a private entity as consideration for the withdrawal of their tenement application in favour of the Company's overlapping application of the same area.

# Notes to the Financial Statements

## For the year ended 30 June 2024

### NOTE 12: ISSUED CAPITAL (continued)

On 27 June 2024 the Company entered into an agreement with a consultant for the provision of public and investor relation services for a fee of 30,000,000 ordinary shares at an issue price of 0.2 cents as well as 15,000,000 options exercisable at 0.5 cents by 15 December 2024. These shares and options will be issued only once the Company's capacity under ASX Listing Rules 7.1 has been re-instated at the next annual general meeting, and remain unissued at year end.

#### Options and performance rights to acquire ordinary shares

Set out below is a summary of unlisted options to acquire ordinary shares in the Company:

| Type             | Expiry date | Exercise price | 2024<br>Number | 2023<br>Number |
|------------------|-------------|----------------|----------------|----------------|
| Director options | 29 Nov 2024 | 1.63 cents     | 2,000,000      | 2,000,000      |
| Staff options    | 24 May 2025 | 1.30 cents     | 650,000        | 650,000        |
| Director options | 24 Nov 2025 | 0.80 cents     | 2,000,000      | 2,000,000      |
| Options          | 15 Dec 2026 | 0.50 cents     | 525,197,559    | -              |
| Total            |             |                | 529,847,559    | 4,650,000      |

Set out below is a summary of performance rights to acquire ordinary shares in the Company:

| Type                        | Expiry date | Exercise price | 2024<br>Number | 2023<br>Number |
|-----------------------------|-------------|----------------|----------------|----------------|
| Director performance rights | 15 Dec 2026 | 0.50 cents     | 140,000,000    | -              |
| Total                       |             |                | 140,000,000    | -              |

Director and staff options were issued in terms of the Company's Employee Share Option Plan, while the performance rights issued to directors remain subject to shareholder approval. A further 15,000,000 consultant options will be issued only once the Company's capacity under ASX Listing Rules 7.1 has been re-instated at the next annual general meeting.

Details of share-based payments are set out in Note 20.

#### Rights attaching to ordinary shares

Ordinary shares entitle the holder to participate in dividends and proceeds on winding up of the Company in proportion to the number of and amounts paid on the shares being held. On a show of hands every holder of ordinary shares present at a meeting in person or by proxy, is entitled to one vote and upon a poll each share is entitled to one vote. The ordinary fully paid shares are listed on the ASX and carry no trade restrictions.

# Notes to the Financial Statements

## For the year ended 30 June 2024

| <b>NOTE 13: RESERVES</b>     | <b>2024</b><br><b>\$</b> | <b>2023</b><br><b>\$</b> |
|------------------------------|--------------------------|--------------------------|
| Share-based payments reserve | <b>862,227</b>           | 766,294                  |
| Exercised option reserve     | <b>120,059</b>           | 120,059                  |
|                              | <b>982,286</b>           | 886,353                  |

The share-based payments reserve is used to recognise the fair value of options issued.

The exercised option reserve arises on the exercise of options when the share-based payments reserve attributable to the options being exercised is transferred to this reserve.

| <b>NOTE 14: CASH FLOW INFORMATION</b>                                                                 | <b>2024</b><br><b>\$</b> | <b>2023</b><br><b>\$</b> |
|-------------------------------------------------------------------------------------------------------|--------------------------|--------------------------|
| <b>Reconciliation of operating loss after income tax to net cash flows from operating activities:</b> |                          |                          |
| Operating loss after income tax                                                                       | <b>(1,031,489)</b>       | (1,678,751)              |
| Depreciation                                                                                          | <b>5,001</b>             | 2,715                    |
| Share-based payments                                                                                  | <b>4,403</b>             | 7,800                    |
| Acquisition of tenements                                                                              | <b>20,000</b>            | -                        |
| Proceeds from sale of fixed assets                                                                    | <b>(40,455)</b>          | -                        |
| Decrease/(increase) in receivables                                                                    | <b>72,704</b>            | (68,823)                 |
| (Decrease)/increase in payables and provisions                                                        | <b>(53,924)</b>          | 45,107                   |
| Net cash outflows from operating activities                                                           | <b>(1,023,759)</b>       | (1,691,952)              |

Financing activities include non-cash flows of \$20,000 from the issue of 4,000,000 ordinary share at \$0.005 to a private entity as consideration for the withdrawal of their tenement application in favour of the Company's overlapping application of the same area.

There were no non-cash flows from investing activities.

### NOTE 15: CONTINGENCIES

The directors are not aware of any material contingent liabilities at 30 June 2024.

# Notes to the Financial Statements

## For the year ended 30 June 2024

### NOTE 16: BORROWINGS

During the prior year, the Company entered into an At-the-Market subscription facility (ATM) providing it with up to \$3 million of standby equity over the next 3 years, and issued 34 million shares as collateral under the agreement. The ATM provides sole discretion to the Company as to whether or not to utilise it, the number of shares to be issued, the minimum issue price of the shares and the timing of each subscription. There is no obligation for the Company to utilise the ATM and it can be terminated at any time without cost or penalty. No amount of the facility has been utilised.

During the current year the Company accessed interest-free funding of \$239,008 from an entity associate with director, Joshua Pitt, to assist with meeting its working capital needs. Following the entitlement issue in January 2024, these borrowings were repaid in full.

### NOTE 17: COMMITMENTS

#### Lease commitments

Although AASB16 Leases applies to the Company's lease of office space from 1 July 2019, the Company has elected to utilise the exemption in paragraph 5 of AASB16 relating to short term leases with terms of 12 months or less. Consequently, no further lease commitments are recognised.

|                                                                                                                                                                                   | 2024 | 2023    |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------|---------|
| Remuneration commitments                                                                                                                                                          | \$   | \$      |
| Commitments for the payment of salaries and other remuneration under long-term employment contracts in existence at the reporting date but not recognised as liabilities payable: |      |         |
| Not later than one year                                                                                                                                                           | -    | 135,000 |
| Later than one year but not later than five years                                                                                                                                 | -    | -       |
| Later than five years                                                                                                                                                             | -    | -       |
|                                                                                                                                                                                   | -    | 135,000 |

#### Exploration commitments

In order to maintain the mineral tenements in which the Company and other parties are involved, the Company is committed to fulfil the minimum annual expenditure conditions under which the tenements are granted. This represents potential expenditure which may be avoided by relinquishment of tenure. Exploration expenditure commitments beyond twelve months cannot be reliably determined. The current year minimum estimated expenditure in accordance with the requirements of the Western Australian Department of Mines, Industry Regulation and Safety and the Queensland Department of Natural Resources, Mines and Energy for the next financial year is \$1,073,000 (2023: \$528,600).

# Notes to the Financial Statements

## For the year ended 30 June 2024

### NOTE 18: RELATED PARTY TRANSACTIONS

#### Key management personnel

The key management personnel of the Company are the directors and the chief executive officer.

Directors of the Company during the financial year were:

Harvey Kaplan – appointed 17 June 2024

Patrick Verbeek

Joshua Pitt

Joshua Gordon – appointed 20 February 2024

George Petersons – resigned 20 February 2024

The compensation paid to key management personnel during the year is set out below:

|                              | 2024<br>\$     | 2023<br>\$     |
|------------------------------|----------------|----------------|
| Short term employee benefits | 335,203        | 360,000        |
| Post-employment benefits     | 13,021         | 9,450          |
| Share based payments         | 3,114          | 7,800          |
|                              | <b>351,338</b> | <b>377,250</b> |

Further information regarding the identity of key management personnel and their compensation can be found in the audited Remuneration Report contained in the Directors' Report.

#### Director-related entities

During the financial year the Company paid \$11,574 (2023: \$10,710) to the PAV Unit Trust, a trust associated with Mr Verbeek, in respect of a storage unit for exploration equipment and documents. This rental agreement was entered into on normal commercial terms and conditions determined on an arm's-length basis between the entities.

During the financial year, the Company paid \$nil (2023: \$1,240) to Red Hill Minerals Limited, a listed company of which Mr Pitt is a director and shareholder, for staff amenities paid for on behalf of the Company on normal commercial terms and conditions determined on an arms-length basis.

### NOTE 19: INTERESTS IN JOINT VENTURES

| Name of project                              | Interest | Activities                         | Other parties            |
|----------------------------------------------|----------|------------------------------------|--------------------------|
| Ravensthorpe Project<br>(Bandalup Gossan JV) | 20%      | Gold and base metal<br>exploration | Medallion Metals Limited |

The Company's mineral exploration agreements with third parties do not constitute separate legal entities. They are contractual agreements between the participants for the sharing of costs and output and do not in themselves generate revenue and profit.

# Notes to the Financial Statements

## For the year ended 30 June 2024

### NOTE 19: INTERESTS IN JOINT VENTURES (continued)

The agreements are of the type where initially one party contributes tenements with the other party earning a specified percentage by funding exploration activities; thereafter the parties often share exploration and development costs in proportion to their ownership of joint venture assets. The parties to the agreement do not hold any assets other than their title to the mineral tenements and accordingly the company's share of exploration expenditure is accounted for in accordance with the policy set out in Note 4.

### NOTE 20: SHARE-BASED PAYMENTS

The Traka Resources Limited Employee Share Option Plan (ESOP) was adopted by the Company for the purpose of recognising the efforts of, and providing incentive to, employees of the Company. A summary of terms and conditions of the ESOP is set out below:

- Under the ESOP the Company may offer options to subscribe for shares in the Company to eligible persons. Directors and part-time or full-time employees are eligible persons for the purpose of the ESOP.
- The board of directors has discretion to determine who and to what extent an eligible person is entitled to participate in the ESOP.
- Options under the ESOP are to be offered on such terms as the board determines and the offer must set out the number of options offered, the exercise price and the period of the offer. Exercise price is determined by the board with reference to the market value of the shares of the Company at the time of resolving to offer the options. The period of the offer will be no longer than five years.
- No consideration is payable for the options unless the board determines otherwise and the Company will not apply for quotation of the options.
- The options are exercisable in whole or part, and shares will be issued within 10 business days of the receipt of notice of exercise and payment in full of the exercise price.
- If an option holder ceases to be an eligible person prior to the earliest date for exercise of their options for any other reason than retirement at age 60 or over, permanent disability, redundancy or death, the options will automatically lapse. If an option holder ceases to be an eligible person after the earliest date for exercise of their options for any other reason than retirement at age 60 or over, permanent disability, redundancy or death, the options will lapse after three months.

The fair value of options granted is recognised as an employee benefit expense with a corresponding increase in equity. The fair value is measured at grant date and recognised over the period during which the employees become unconditionally entitled to the options. The fair value at grant date is independently determined using an option pricing model that takes into account the price, term, vesting and performance criteria, impact of dilution, non-tradeable nature of the unlisted options, share price at grant date and expected price volatility of the underlying share, expected dividend yield and the risk-free interest rate for the term.

# Notes to the Financial Statements

## For the year ended 30 June 2024

### NOTE 20: SHARE-BASED PAYMENTS (continued)

Set out below is a summary of the movement of options issued as share-based payments on issue during the current and prior years:

| Grant date                              | Expiry date | Exercise price Cents | Outstanding at start of year Number | Granted Number                | Exercised/ Expired Number | Outstanding at end of year Number |
|-----------------------------------------|-------------|----------------------|-------------------------------------|-------------------------------|---------------------------|-----------------------------------|
| <b>2024</b>                             |             |                      |                                     |                               |                           |                                   |
| 30 Nov 2021                             | 29 Nov 2024 | <b>1.63</b>          | <b>2,000,000</b>                    | -                             | -                         | <b>2,000,000</b>                  |
| 7 Jun 2022                              | 24 May 2025 | <b>1.30</b>          | <b>650,000</b>                      | -                             | -                         | <b>650,000</b>                    |
| 25 Nov 2022                             | 24 Nov 2025 | <b>0.80</b>          | <b>2,000,000</b>                    | -                             | -                         | <b>2,000,000</b>                  |
| 21 Feb 2024                             | 15 Dec 2026 | <b>0.50</b>          | -                                   | <b>87,532,927</b>             | -                         | <b>87,532,927</b>                 |
| 27 Jun 2024                             | 15 Dec 2026 | <b>0.50</b>          | -                                   | <b>15,000,000<sup>1</sup></b> | -                         | <b>15,000,000</b>                 |
| Vested and exercisable at 30 June       |             |                      | <b>4,650,000</b>                    | <b>102,532,927</b>            | -                         | <b>107,182,927</b>                |
| Weighted average exercise price (cents) |             |                      | <b>1.23</b>                         | -                             | -                         | <b>0.53</b>                       |
| <b>2023</b>                             |             |                      |                                     |                               |                           |                                   |
| 29 Nov 2019                             | 28 Nov 2022 | 1.03                 | 2,000,000                           | -                             | (2,000,000)               | -                                 |
| 30 Nov 2021                             | 29 Nov 2024 | 1.63                 | 2,000,000                           | -                             | -                         | 2,000,000                         |
| 7 Jun 2022                              | 24 May 2025 | 1.30                 | 650,000                             | -                             | -                         | 650,000                           |
| 25 Nov 2022                             | 24 Nov 2025 | 0.80                 | -                                   | 2,000,000                     | -                         | 2,000,000                         |
| Vested and exercisable at 30 June       |             |                      | 4,650,000                           | 2,000,000                     | (2,000,000)               | 4,650,000                         |
| Weighted average exercise price (cents) |             |                      | 1.33                                | -                             | -                         | 1.23                              |

The vesting expense of the options that expired during the prior year was \$8,460. No options were exercised or expired during the current year.

<sup>1</sup> On 27 June 2024, the Company agreed to issue 30,000,000 ordinary shares as well as 15,000,000 options exercisable at \$0.005 by 15 December 2024 to a consultant for the provision of public and investor relation services for the FY25 year.

# Notes to the Financial Statements

## For the year ended 30 June 2024

### NOTE 20: SHARE-BASED PAYMENTS (continued)

The assessed fair value of the options issued during the year to both the broker and consultant as consideration for services rendered, was \$92,000 (2023: \$7,800) as calculated at the date of grant using the Black-Scholes model for valuation of call options, the inputs of which included:

|                                        | Broker options | Consultant options |
|----------------------------------------|----------------|--------------------|
| No of options                          | 87,532,927     | 15,000,000         |
| Grant date                             | 21 Feb 2024    | 27 Jun 2024        |
| Exercise by                            | 15 Dec 2026    | 15 Dec 2026        |
| Expected average life of options       | 3 years        | 2.47 years         |
| Exercise price per share               | 0.5 cents      | 0.5 cents          |
| Share price at grant date              | 0.2 cents      | 0.2 cents          |
| Expected volatility                    | 100%           | 100%               |
| Risk-free interest rate                | 3.726%         | 4.161%             |
| Value of options at grant date (total) | \$80,000       | \$12,000           |

The Company agreed to issue 140,000,000 performance rights to Directors during the year. At 30 June 2024, these performance rights have yet to be issued as shareholder approval is required. There were no performance rights granted during the previous year, and none expired or vested during the current year.

The assessed fair value of the performance rights granted during the year, as calculated at 30 June 2024 using the Hull-White model for Employee Share Options, is, the inputs of which included:

|                                  | J Gordon           | P Verbeek          | H Kaplan           |
|----------------------------------|--------------------|--------------------|--------------------|
| No of rights                     | 60,000,000         | 20,000,000         | 60,000,000         |
| Grant date                       | 30 June 2024       | 30 June 2024       | 30 June 2024       |
| Term                             | 3 years from issue | 3 years from issue | 3 years from issue |
| Target price                     | \$0.005            | \$0.005            | \$0.005            |
| Share price at valuation         | \$0.0015           | \$0.0015           | \$0.0015           |
| Risk free rate                   | 4.11%              | 4.11%              | 4.11%              |
| Volatility                       | 100%               | 100%               | 100%               |
| Fair value per performance right | \$0.000527         | \$0.000527         | \$0.000527         |
| Fair value of performance rights | \$30,620           | \$10,540           | \$30,620           |
| Vesting expense recorded         | \$3,037            | \$820              | \$77               |

# Notes to the Financial Statements

## For the year ended 30 June 2024

### NOTE 20: SHARE-BASED PAYMENTS (continued)

The vesting of the performance rights is dependent upon the Company's share price obtaining a volume weighted average price of 0.5 cents per share and the director to whom these performance rights have been issued having 12 months service with the Company. The performance rights remain subject to approval by shareholders at the Company's next annual general meeting.

Further details regarding any share-based payments to key management personnel can be found in the audited Remuneration Report set out in the Directors' Report.

|                                                                | 2024<br>\$ | 2023<br>\$ |
|----------------------------------------------------------------|------------|------------|
| <b>NOTE 21: AUDITOR REMUNERATION</b>                           |            |            |
| Amounts received, or due and receivable, by HLB Mann Judd for: |            |            |
| Audit and review of the financial reports of the Company       | 32,213     | 31,045     |

### NOTE 22: EVENTS OCCURRING AFTER BALANCE DATE

Prior to the of the financial year, on 28 June 2024, the Company announced that it has received firm commitments to raise \$690,263 (before costs) in a placement of 345,131,687 fully paid ordinary shares at \$0.002 per share with a 1 for 2 attaching unlisted option exercisable at \$0.005 and expiring on 15 December 2026. Subsequent to the end of the financial year, 195,000,000 fully paid ordinary shares were issued on 18 July 2024 with 97,500,000 attaching options to raise \$390,000, with \$90,000 being received before 30 June 2024.

On 22 July 2024 the Company appointed Mr Steve Lynn as Chief Executive Officer, and simultaneously announced the resignation of directors Mr Verbeek and Mr Pitt effective 31 August 2024.

To the best of the directors' knowledge and belief, there have not been any other matters or circumstances that have arisen after the balance date that have significantly affected, or may significantly affect, the operations of the Company, the results of those operations or the state of affairs of the Company in future financial periods.

### NOTE 23: CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The directors evaluate estimates and judgements incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Company.

#### *Key estimates – share-based payments*

Historical volatility was used as the basis for estimating likely future share price volatility. Actual future volatility may differ from the estimate used. The expected average life of the options was estimated at 3 years. The actual life could differ from this estimate if the holder of the options chooses to exercise his options prior to their expiry date. The weighted average remaining contractual life of the options on issue is 2.43 years (2023: 1.91 years).

# Notes to the Financial Statements

## For the year ended 30 June 2024

### NOTE 24: FINANCIAL RISK MANAGEMENT

The Company, in its normal course of business, is exposed to financial risks comprising liquidity risk, market risk (essentially interest rate risk) and credit risk.

The directors have overall responsibility for the Company's management of these risks and seek to minimise these risks through ongoing monitoring and review of the adequacy of the risk management framework in relation to the risks encountered by the Company.

#### a) Liquidity risk

The Company has no significant exposure to liquidity risk as the Company's only debt is that associated with trade creditors in respect of which the Company's policy is to ensure payment within 30 days. The Company manages its liquidity by monitoring forecast cash flows.

#### b) Credit risk

The Company's only exposure to credit risk arises from having its cash assets, including security deposits, all deposited at one bank. The Company manages this minimal exposure by ensuring its funds are deposited only with a major Australian bank with high security ratings. The Company manages its minimal exposure to credit risk from its other receivables by ensuring prompt collection of those receivables.

#### c) Capital risk management

The Company's objective in managing capital, which consists of equity capital and reserves less accumulated losses to date, is to safeguard its ability to continue as a going concern, so that it can continue to explore for minerals with the ultimate objective of providing returns for shareholders whilst maintaining an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Company may issue new shares, sell assets, or farm out joint venture interests in its projects.

#### d) Market risk

##### *Interest rate risk*

The Company's market risk exposure is to Australian money market interest rates in respect of its cash assets. The risk is managed by monitoring the interest rate yield curve out to 120 days to ensure a balance is maintained between the liquidity of its cash assets and the interest rate return. The weighted average interest rate to which the Company was exposed on its cash assets at the year-end was 1.06% (2023: nil).

The sensitivity analysis below has been determined based on the interest rate risk of the company's cash assets. The Company has no interest rate risk associated with any of its other financial assets or liabilities. This analysis reflects the effect of a 0.5% decrease or increase in interest rates and represents management's assessment of the change in interest rates possible over the next 12 months.

At balance date, if interest rates had been 0.5% higher or lower and all other variables were held constant, the Company's profit or loss would increase/decrease by \$3,455 (2023: \$150) with no effect (2023: nil) on other components of equity.

# Notes to the Financial Statements

## For the year ended 30 June 2024

### NOTE 25: SUMMARY OF MATERIAL ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the financial statements that relate specifically to matters dealt with in the preceding notes, are set out in the relevant notes. The more general accounting policies not already set out above are listed below.

The accounting policies have been consistently applied to all the years presented unless otherwise stated.

#### **a) Statement of compliance and basis of preparation**

The financial report was authorised for issue by the Board of Directors.

The financial report complies with the Corporations Act 2001 and Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards (AIFRS). Compliance with AIFRS ensures the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards (IFRS). The Company is a for-profit entity for the purpose of applying these standards. The financial statements have been prepared on an accruals basis and are based on historical costs.

#### *Going concern*

During the year ended 30 June 2024, the Company incurred a net loss of \$1,031,489 and, at balance date, the Company's current assets exceeded current liabilities by \$541,351. Prior to the financial year end, the Company received firm commitments to raise \$690,263 (before costs) in a placement of 345,131,687 fully paid ordinary shares at \$0.002 per share with a 1 for 2 attaching unlisted option. On 18 July 2024, the Company issued 195,000,000 fully paid ordinary shares and 97,500,000 attaching options to raise \$390,000, with \$90,000 being received before year end.

The financial statements have been prepared on the going concern basis of accounting which assumes that the Company will be able to meet its commitments as and when they fall due. In arriving at this assumption, the directors recognise that the Company is dependent upon funding alternatives to meet these ongoing commitments, including capital raisings and/or the realisation of assets.

The Company has an At-The-Market subscription facility in place (Note 16) providing up to \$3 million of standby equity, having issued 34 million shares as collateral under the agreement that may be utilised at the current share price. The Company may dispose of assets as required and had implemented cost saving measures to preserve its working capital.

In the event that the Company does not achieve the matters as set out above, there is a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at amounts stated in the financial statements. The financial statements do not include any adjustment relating to the recoverability and classification of recorded assets amounts nor to the amounts and classifications of liabilities that might be necessary should it not continue as a going concern.

# Notes to the Financial Statements

## For the year ended 30 June 2024

### NOTE 25: SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

#### b) Financial assets and liabilities

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out in the relevant notes. The carrying value of financial assets and liabilities approximates their fair value.

#### c) Impairment of assets

At each reporting date, the Company reviews the carrying values of its tangible and intangible assets to determine whether there is any objective evidence that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to profit or loss. Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

#### d) Accounting standards and interpretations

##### *New accounting standards and interpretations adopted*

In the year ended 30 June 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 reporting periods beginning on or after 1 July 2023.

As a result of this review, the directors have determined that there is no material impact of any new and revised Standards and Interpretations issued on the Company and therefore no material change is necessary to accounting policies.

##### *New accounting standards and interpretations in issue, not yet adopted*

The directors have also reviewed all of the new and revised Standards and Interpretations issued, but not yet effective, that are relevant to the Company and effective for the reporting periods beginning on or after 1 July 2023.

As a result of this review, the directors have determined that there is no material impact on the Company for any new and revised Standards and Interpretations, but not yet effective, and therefore no material change is necessary to accounting policies.

# **Consolidated Entity Disclosure Statement**

## **For the year ended 30 June 2024**

As the Company is not required by Australian Accounting Standards to prepare consolidated financial statements, it is not required to present a consolidated entity disclosure statement.

## **Directors' Declaration**

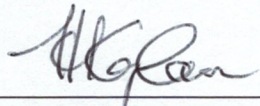
### **For the year ended 30 June 2024**

In the opinion of the Directors of Traka Resources Limited (the Company):

- a) the accompanying financial statements and notes are in accordance with the Corporations Act 2001 including:
  - i. giving a true and fair view of the Company's financial position as at 30 June 2024 and of its performance for the year then ended; and
  - ii. complying with Australian Accounting Standards, the Corporations Regulations 2001, professional reporting requirements and other mandatory requirements.
- b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
- c) the financial statements and notes thereto are in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board.
- d) the Consolidated Entity Disclosure Statement is true and correct.

This declaration has been made after receiving the declarations required to be made to the Directors in accordance with Section 295A of the Corporations Act 2001 for the financial year ended 30 June 2024.

This declaration is signed in accordance with a resolution of the board of Directors.



---

Harvey Kaplan  
Chairman

30 August 2024

## AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the financial report of Traka Resources Limited for the year ended 30 June 2024, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- a) the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- b) any applicable code of professional conduct in relation to the audit.

**Perth, Western Australia**  
**30 August 2024**



**D B Healy**  
**Partner**

**hlb.com.au**

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**INDEPENDENT AUDITOR'S REPORT**

To the Members of Traka Resources Limited

**REPORT ON THE AUDIT OF THE FINANCIAL REPORT***Opinion*

We have audited the financial report of Traka Resources Limited ("the Company") which comprises the statement of financial position as at 30 June 2024, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes to the financial statements, including material accounting policy information, the consolidated entity disclosure statement and the directors' declaration.

In our opinion, the accompanying financial report of the Company is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Company's financial position as at 30 June 2024 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

*Basis for Opinion*

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit 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 financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

*Material Uncertainty Related to Going Concern*

We draw attention to Note 25(a) in the financial report, which indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

*Key Audit Matters*

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

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Other than the matter described in the *Material Uncertainty Related to Going Concern* section, we have determined there are no key audit matters to be communicated in our report

#### *Other Information*

The directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 June 2024, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### *Responsibilities of the Directors for the Financial Report*

The directors of the Company are responsible for the preparation of:

- (a) the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001*; and
- (b) the consolidated entity disclosure statement that is true and correct in accordance with the *Corporations Act 2001*, and

for such internal control as the directors determine is necessary to enable the preparation of:

- (a) the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and
- (b) the consolidated entity disclosure statement that is true and correct and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

#### *Auditor's Responsibilities for the Audit of the Financial Report*

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

## REPORT ON THE REMUNERATION REPORT

### *Opinion on the Remuneration Report*

We have audited the Remuneration Report included within the Directors' Report for the year ended 30 June 2024.

In our opinion, the Remuneration Report of Traka Resources Limited for the year ended 30 June 2024 complies with Section 300A of the *Corporations Act 2001*.

### *Responsibilities*

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with Section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.



**HLB Mann Judd**  
**Chartered Accountants**

**Perth, Western Australia**  
**30 August 2024**



**D B Healy**  
**Partner**