

Inca Minerals Limited

ACN 128 512 907

Half Year Financial Report

For the half year ended 31 December 2024



CONTENTS

Corporate Particulars	1
Directors' Report	2
Auditor's Independence Declaration	5
Financial Report	
Consolidated Statement of Profit or Loss and Other Comprehensive Income	6
Consolidated Statement of Financial Position	7
Consolidated Statement of Changes in Equity	8
Consolidated Statement of Cash Flows	9
Condensed Notes to the Consolidated Financial Statements	10
Directors' Declaration	16
Independent Auditor's Review Report	17

CORPORATE PARTICULARS

Directors	Mr Adam Taylor (Non-executive Chairman) Mr Bradley Marwood Mr Andrew Haythorpe
CEO	Mr Trevor Benson
Company Secretary	Mr Brett Dickson
Registered Office	Suite 1, 16 Nicholson Road SUBIACO, WA, 6008, AUSTRALIA
Corporate Office	Suite 1, 16 Nicholson Road SUBIACO, WA, 6008, AUSTRALIA
Share Registry	Automic Group Level 5, 191 St Georges Terrace PERTH, WA, 6000, AUSTRALIA
Auditor	Stantons Level 2, 40 Kings Park Road, WEST PERTH, WA, 6005, AUSTRALIA

DIRECTORS' REPORT

The Directors present their report on Inca Minerals Limited (**Inca** or **Company**) and its controlled entities (Group) for the half year ended 31 December 2024.

Directors

The names of Directors who held office during or since the end of the half year are:

Mr Adam Taylor

Mr Bradley Marwood

Mr Andrew Haythorpe (appointed 2 September 2024)

Dr Jonathan West (resigned 30 September 2024)

Directors were in office since the start of the financial year to the date of this report unless otherwise stated.

Review of Operations and Exploration Activities

The loss attributable to members of Inca Minerals Limited for the half year ended 31 December 2024 (**report period**) was \$1,081,384 (2023: loss \$454,734). No dividends were paid or declared payable during or since the report period.

With the significant changes to the board and management in the last six months, this period was a time for Inca to consolidate and reassess the forward exploration program, consistent with the Company's financial capacity. Whilst the Company has multiple projects, each with several targets already identified, the focus has been to refine and prioritise drill targets. Some limited field work was also undertaken at Macauley Creek.

Jean Elson

Inca has been successful in securing co-funding, of up to \$176,729, from the NT GDC Program for drilling at its Kestrel target at Jean Elson. Kestrel is near the known outcropping mineralised vein systems at Ningaloo and Sunset Boulevard (Camel Creek). The proposed drill program would involve one 800m drillhole, targeting one of the strongest but deeper geophysical targets identified from GDC co-funded geophysical surveys completed in 2022 (ASX: 9 November 2022).

With the significant organisational changes to the company in the December quarter, it was clear that complying with the GDC requirement for this drilling to be completed by December 2024 was not possible. Accordingly, the company sought, and obtained, approval from the GDC Program to delay drilling of the co-funded hole at Kestrel until the second quarter of 2025.

Frewena Projects

During the quarter, considerable work continued to be directed at reviewing the existing geophysical datasets for the Frewena projects and in identifying new targets. Several new targets in the newly named Jan Margaret Prospect, were identified in the SW part of the Frewena Far East tenement (EL33282) and a discrete stand-alone strong target, called Courtenay Ellen, at Frewena East (EL32580) has also been identified.

The review of the company's geophysical datasets also shows that further close spaced follow up geophysical surveys is warranted in other areas. In the case of the Frewena Far East tenement, there is an area in the NW of the tenement where the coarse geophysical data suggests areas of significant structural activity and some moderate level intensities which warrant follow up.

The review of the company's geophysical datasets will continue for the other Frewena tenements.

Fieldwork had a focus on both identifying rehabilitation requirements for the past drilling programs at Frewena Far East and Frewena East and follow up mapping and selective sampling work at the Candy Colette ironstone outcrop at Frewena Frontier.

Following completion of the rehabilitation related work, some exploration work was undertaken at the Candy Colette ironstone anomaly at Frewena Frontier. A number of rock chip samples were taken and submitted for assay on return to Mt Isa, however the results were not positive with no anomalous base metals recorded.

Phosphate Potential Investigations

While previous management had reported significant phosphate potential on a number of Inca's tenements in the East Tennant mineral province and had developed a large exploration target for Frewena East further investigations into the phosphate potential have been put on hold.

Lithium Opportunities

A number of tenements in both WA and the NT have been applied for that are considered to have potential for lithium. The details and general geology of these projects (Brammall Hills, West Brammall, Tent Hill and Collia South) were reported in the December 2023 Quarterly. Until Cultural Heritage Agreements have been negotiated and signed with the relevant Traditional Owner groups, no exploration can be progressed.

The company has received advice from the Northern Land Council (NLC) that its Collia South tenement application is compliant with the requirements outlined under section 41(6) of the *Land Rights Act* and the company can now commence consultations with the relevant Traditional Owners.

MaCauley Creek

Inca has identified the Central area of the project as warranting further exploration with priority directed to completing a high-power 3D IP survey with up to 500m depth resolution to investigate if there are primary sulphides at depth that could be the source of the numerous abandoned mine workings in the area. Accordingly, Inca has submitted a grant application for funding from the Queensland Governments' Collaborative Exploration Initiative (CEI) Round 9 grant program.

This CEI Round 9 grant proposal seeks funding for an induced polarisation geophysical survey to be conducted at the historical Central mining area at MaCauley Creek.

New Projects

An extensive search for new projects that could compliment the suite of existing projects, with an emphasis on gold/copper prospectivity, commenced during the quarter. Several high priority projects were identified and discussions are continuing with the project owners.

Peru

As reported in the June quarterly activities report, the company's' Peru projects were sold. The completion of the sale, including Inca being re-imbursed for the previous payment of fees, to ensure that the Riqueza and Cerro Rayas tenements remained in good standing. Inca no longer has any liabilities or ongoing financial commitments in Peru while retaining exposure to any potential discovery at the Riqueza and Cerro Rayas projects through the 2% NSR Agreement.

CORPORATE ACTIVITIES

Takeover Bid for Stunalara Metals Limited

On 5 February 2025 the Company announced that it had entered into a binding Bid Implementation Agreement to acquire Stunalara Metals Limited via an off market takeover bid. If successfully completed, Stunalara shareholders will be issued a total of ~ 300,000,000 fully paid Inca shares (being ~ 22.6% of Inca post Bid assuming no other shares are issued). Stunalara is a public unlisted Australian exploration company with projects in Queensland, Tasmania and Western Australia; its key asset is the high-grade gold & gold-antimony Hurricane exploration project in North Queensland that has multiple undrilled high-grade gold & gold-antimony prospects developed from rock chip and grab sampling.

Management and Director Changes

During the period Inca took positive steps to strengthen management and the Board.

Mr Trevor Benson, a highly experienced resources executive was appointed as Chief Executive Officer (CEO). Mr Benson has extensive experience within the mining and finance sectors. Having worked for resource companies, investment banks and finance houses; he has completed many mergers and acquisitions, and capital market transactions across a range of natural resources and related industries.

Mr Brett Dickson was appointed Chief Financial Officer and Company Secretary. Mr Dickson is an experienced corporate executive in the minerals and petroleum sectors. He runs his own consultancy

business providing specialist accounting, financial, company secretarial and governance advice to public companies listed on the Australian Stock Exchange. Until its recent takeover, Mr Dickson was Company Secretary and Chief Financial Officer at Azure Minerals Limited.

Mr Andrew Haythorpe has been appointed a Non-Executive Director of the Company. Mr Haythorpe has over 30 years of experience in the resources and investment industries. His previous experience includes being a geologist with CRA, a Mining Analyst with Suncorp, County Natwest and Hartleys; and a fund Manager / Analyst with Bankers Trust, which grew to manage over \$40 billion, was rated a top 12 Gold Analyst and considered a global leader in mineral sands analysis.

Dr Jonathan West retired as director of the Company on 30 September 2024 and has agreed to assist the company in the short term in managing a range of operational matters which he had assumed responsibility for over the past 18 months.

Capital Raising

In November 2024 the Company successfully raised \$831,000 (after expenses of the *issue*) through the issue of 211.1 million shares @ \$0.04. One free option was awarded for every two shares subscribed and will have an expiry date of 30 April 2026 and an exercise price of \$0.008.

Proceedings on Behalf of the Company

No person has applied for leave of the Court 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 any part of those proceedings.

Events Subsequent to Reporting Date

Other than as disclosed in this report, there have been no further material items, transactions or events subsequent to 31 December 2024 which, although they do not relate to conditions existing at that date, have not been dealt with in this report and which would cause reliance on the information shown in this report to be misleading.

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

The lead auditor's independence declaration under Section 307C of the *Corporations Act 2001* is set out on page 5, and forms part of the Directors' Report for the half year ended 31 December 2023.

Signed in accordance with a resolution of the Directors.



Adam Taylor

Dated at Perth this 12 day of March 2025.

AUDITOR'S INDEPENDENCE DECLARATION



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

12 March 2025

Board of Directors
Inca Minerals Limited
Suite 1, 16 Nicholson Road
SUBIACO WA 6008

Dear Sirs

RE: INCA MINERALS LIMITED

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

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

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

Yours faithfully

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

Eliya Mwale
Director

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
For the half year ended 31 December 2024

	Note	31 December 2024 \$	31 December 2023 \$
Government grants received		-	163,625
Interest received		6,014	4,067
Gain on sale of Property, plant and equipment		-	131,525
Total income		6,014	299,217
Exploration and evaluation expenditure written off	3	(22,959)	-
Directors' fees		(87,576)	(72,917)
Salaries and wages		(274,060)	(40,885)
Administrative expenses		(42,407)	(178,930)
Corporate expenses		(213,021)	-
Professional fees		(44,868)	(147,177)
Listing and share registry expenses		(40,919)	(46,822)
Environmental rehabilitation		-	(199,676)
Depreciation and amortisation		(63,203)	(86,334)
Share based payments	6	(299,456)	-
Foreign exchange gains/(losses)		1,071	(1,778)
Provision for impairment related to Peruvian Value Added Tax		-	20,568
Loss before income tax		(1,081,384)	(454,734)
Income tax expense		-	-
LOSS FOR THE PERIOD		(1,081,384)	(454,734)
OTHER COMPREHENSIVE INCOME FOR THE PERIOD			
Items that will not be reclassified subsequently to profit or loss			
Items that may be reclassified subsequently to profit or loss			
Exchange differences arising on translation of foreign operations		-	(138,101)
TOTAL COMPREHENSIVE PROFIT / (LOSS) FOR THE PERIOD		(1,081,384)	(592,835)
Profit / (Loss) attributable to:			
- Members of Inca Minerals Limited		(1,081,384)	(454,734)
Total Comprehensive Profit / (Loss) attributable to			
- Members of Inca Minerals Limited		(1,081,384)	(592,835)
LOSS PER SHARE			
Basic and diluted profit / (loss) per share (cents per share)		(0.12)	(0.09)

The accompanying notes form an integral part of these financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 31 December 2024

	Note	31 December 2024 \$	30 June 2024 \$
Assets			
Current Assets			
Cash and cash equivalents		669,708	897,929
Trade and other receivables	2	<u>41,788</u>	<u>64,314</u>
Total Current Assets		<u>711,496</u>	<u>962,243</u>
Non-Current Assets			
Plant and equipment		85,091	104,881
Exploration and evaluation expenditure	3	9,783,550	9,382,570
Right-of-use asset		<u>103,913</u>	<u>145,104</u>
Total Non-Current Assets		<u>9,972,554</u>	<u>9,632,555</u>
Total Assets		<u>10,684,050</u>	<u>10,594,798</u>
Liabilities			
Current Liabilities			
Trade and other payables		133,441	135,203
Provisions		31,465	17,545
Lease liability		<u>33,776</u>	<u>80,860</u>
Total Current Liabilities		<u>198,682</u>	<u>233,608</u>
Non-Current Liabilities			
Provisions		11,151	7,635
Lease Liability		<u>73,362</u>	<u>70,255</u>
Total Non-Current Liabilities		<u>84,513</u>	<u>77,890</u>
Total Liabilities		<u>283,195</u>	<u>311,498</u>
Net Assets		<u>10,400,855</u>	<u>10,283,300</u>
Equity			
Contributed equity	4	63,556,176	62,656,693
Reserves	6	307,236	7,780
Accumulated losses		<u>(53,462,557)</u>	<u>(52,381,173)</u>
Total Equity		<u>10,400,855</u>	<u>10,283,300</u>

The accompanying notes form an integral part of these financial statements.

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

	Contributed Equity	Accumulated Losses	Foreign Currency Translation Reserve	Share Option Reserve	Total Equity
	\$	\$	\$	\$	\$
Balance at 1 July 2023	59,675,531	(46,462,111)	(463,250)	180,288	12,930,458
Loss attributable to members of the Company	-	(454,734)	-	-	(454,734)
Other comprehensive income for the period	-	-	(138,101)	-	(138,101)
Total comprehensive income/(loss) for the period	-	(454,734)	(138,101)	-	(592,835)
Shares issued	1,688,613	-	-	-	1,688,613
Cost of share issue	(65,000)	-	-	-	(65,000)
Expiry of Share Options	-	180,288	-	(180,288)	-
Balance at 31 December 2023	61,299,144	(46,736,557)	(601,351)	-	13,961,236
Balance at 1 July 2024	62,656,693	(52,381,173)	-	7,780	10,283,300
Loss attributable to members of the Company	-	(1,081,384)	-	-	(1,081,384)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income/(loss) for the period	-	(1,081,384)	-	-	(1,081,384)
Shares issued	912,483	-	-	-	912,483
Cost of share issue	(13,000)	-	-	-	(13,000)
Employee options issued	-	-	-	299,456	299,456
Balance at 31 December 2024	63,556,176	(53,462,557)	-	307,236	10,400,855

The accompanying notes form an integral part of these financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS
For the half year ended 31 December 2024

	31 December 2024 \$	31 December 2023 \$
Cash flows from Operating Activities		
Payments to suppliers and employees	(470,519)	(487,849)
Interest received	6,014	4,067
Net cash (used in) operating activities	<u>(464,505)</u>	<u>(483,782)</u>
Cash flows from Investing Activities		
Payments for exploration and evaluation expenditures	(418,169)	(1,131,925)
Held for sale asset disposal	46,277	651,650
Payments for property, plant and equipment	(2,222)	(52,282)
New opportunity expenditures	(178,096)	-
Net cash (used in) investing activities	<u>(552,210)</u>	<u>(532,557)</u>
Cash flows from Financing Activities		
Proceeds from share issue	844,400	1,000,000
Costs of share issue	(13,000)	(65,000)
Repayment of lease liability	(43,977)	(39,692)
Net cash provided by financing activities	<u>787,423</u>	<u>895,308</u>
Net (decrease)/increase in cash held	(229,292)	(121,031)
Effect of exchange rate changes on cash and cash equivalents	1,071	65,443
Cash and cash equivalents at the beginning of the half year	<u>897,929</u>	<u>795,186</u>
Cash and cash equivalents at the end of the half year	<u>669,708</u>	<u>739,598</u>

The accompanying notes form an integral part of these financial statements.

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

1. Basis of Preparation

These general purpose interim financial statements for the half year reporting period ended 31 December 2024 (**report period**) have been prepared in accordance with requirements of the Corporations Act 2001 and Australian Accounting Standard AASB 134: Interim Financial Reporting. The Company and its controlled entities (**Group** or **Consolidated Group**) are a for-profit entity for financial reporting purposes under Australian Accounting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements for the Group. As such, it does not contain information that represents relatively insignificant changes occurring during the report period within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2024, together with any public announcements made during the report period.

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

a) New and Revised Accounting Requirements Applicable to the Current Half year Reporting Period
Standards and Interpretations applicable to 31 December 2024

The Group has adopted all of the new or amended Accounting Standards and Interpretation issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. Adoption of the new and revised accounting standards does not have any material impact on the disclosures and/or amounts reported in these financial statements.

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

b) Principles of Consolidation

The consolidated financial statements incorporate all of the assets, liabilities and results of the parent (Inca Minerals Limited) and all of the subsidiaries. Subsidiaries are entities the parent controls. The parent controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. A list of the subsidiaries is provided in Note 11.

The assets, liabilities and results of all subsidiaries are fully consolidated into the financial statements of the Group from the date on which control is obtained by the Group. The consolidation of a subsidiary is discontinued from the date that control ceases. Intercompany transactions, balances and unrealised gains or losses on transactions between Group entities are fully eliminated on consolidation. Accounting policies of subsidiaries have been changed and adjustments made where necessary to ensure uniformity of the accounting policies adopted by the Group.

Equity interests in a subsidiary not attributable, directly or indirectly, to the Group are presented as "non-controlling interests". The Group initially recognises non-controlling interests that are present ownership interests in subsidiaries and are entitled to a proportionate share of the subsidiary's net assets on liquidation at either fair value or at the non-controlling interests' proportionate share of the subsidiary's net assets. Subsequent to initial recognition, non-controlling interests are attributed their share of profit or loss and each component of other comprehensive income. Non-controlling interests are shown separately within the equity section of the statement of financial position and statement of profit or loss and other comprehensive income.

(c) Going Concern

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

For the half year ended 31 December 2024, the Group incurred a loss of \$1,081,384 (2023: \$454,734) and had net cash outflow of \$229,292 (2023: \$121,031).

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

(c) Going Concern (Cont'd)

The Directors believe that it is reasonably foreseeable that the Company will continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report after consideration of the following factors:

- The ability of the Company to raise capital by the issue of additional shares under the *Corporations Act 2001*;
- The ability to curtail administration and operational cash out flows as required; and
- The possibility of the sale of any property, plant and equipment that the Group holds.

Should the Group be unable to continue as a going concern, it may be required to monetise its assets and extinguish its liabilities other than in the normal course of business and at amounts different from those stated in the consolidated financial statements. The consolidated financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts nor to the amounts and classification of liabilities that may be necessary should the Group be unable to continue as a going concern.

2. Trade and Other Receivables

	Consolidated	
	31 December	30 June
	2024	2024
	\$	\$
Other receivables	17,490	51,981
Prepayments	24,298	12,333
	<u>41,788</u>	<u>64,314</u>

None of the receivables are past due or impaired.

3. Exploration and Evaluation Expenditure

At cost

Balance at beginning of the period	9,382,570	11,851,809
Expenditure incurred (including foreign exchange rate movements)	423,939	1,886,003
Expenditure written off	(22,959)	(3,293,962)
Reclassified to discontinued operations	-	(1,061,280)
Balance at end of the period	<u>9,783,550</u>	<u>9,382,570</u>

The ultimate recoupment of costs carried forward for exploration and evaluation phases is dependent on the successful development and commercial exploitation or sale of the respective mining areas.

4. Contributed equity

Ordinary shares

Issued and fully paid	<u>63,556,176</u>	<u>62,656,693</u>
-----------------------	-------------------	-------------------

	No. of Shares	31 December
		2024
		\$
Movement in fully paid ordinary shares:		
At 1 July 2024	804,738,817	62,656,693
8 July 2024 issued at \$0.007 in lieu of director fees	2,678,571	18,750
8 July 2024 issued at \$0.007 in lieu of consulting fees	3,119,091	21,833
17 September 2024 issued at \$0.0056 in lieu of director fees	2,682,210	15,000
23 October 2024 issued at \$0.0052 in lieu of consulting fees	2,403,844	12,500
5 November 2024 issued at \$0.004 share placement	211,100,000	844,400
Less: costs associated with issue of shares	-	(13,000)
At 31 December 2024	<u>1,026,722,533</u>	<u>63,556,176</u>

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

4. Contributed equity (Cont'd)

Movements in options on issue

(ASX ICGOD): 72,775,945 options outstanding over unissued ordinary shares \$0.025 per option with a 31 December 2024 expiry on issue at 30 June 2024 expired on 31 December 2024.

(ASX ICGOE): 72,775,945 options outstanding over unissued ordinary shares \$0.08 per option with a 31 December 2026 expiry on issue at 30 June 2024 remain on issue at 31 December 2024.

(ASX ICGOF): 149,442,617 options outstanding over unissued ordinary shares \$0.035 per option with a 31 December 2025 expiry on issue at 30 June 2024 remain on issue at 31 December 2024.

(ASX ICGOPT1): 30,000,000 options outstanding over unissued ordinary shares \$0.006 per option with a 17 September 2027 expiry were issued during the period and remain on issue at 31 December 2024.

(ASX ICGOPT2 & ICGOPT4): 45,000,000 options outstanding over unissued ordinary shares \$0.008 per option with a 17 September 2027 expiry were issued during the period and remain on issue at 31 December 2024.

(ASX ICGOPT3): 105,550,000 options outstanding over unissued ordinary shares \$0.008 per option with a 30 April 2026 expiry were issued during the period and remain on issue at 31 December 2024.

(ASX ICGPR1): 15,000,000 performance rights with various vesting conditions and a 17 September 2027 expiry were issued during the period and remain on issue at 31 December 2024.

5. Segment Information

The Company has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources. The Company operates in the segments of mineral exploration and, up until 12 July 2024, within Peru and Australia. On 12 July 2024 the Company completed the sale of its Peruvian assets and from that date operates in the segment of mineral exploration only in Australia. Accordingly, in the reporting period, the Company operated in mineral exploration in Peru and Australia.

The Company is domiciled in Australia. All revenue from external parties is generated from Australia only. Segment revenues are allocated based on the country in which the party is located. From 12 July 2024, all the assets are located in Australia. Segment assets are allocated to countries based on where the assets are located.

Reportable segments:	Australia	Peru	Consolidated
	\$	\$	\$
Segment revenue			
December 2024	6,014	-	6,014
December 2023	299,217	-	299,217
Segment result			
December 2024	(1,081,384)	-	(1,081,384)
December 2023	(94,457)	(360,277)	(454,734)
Segment assets			
December 2024	10,684,050	-	10,684,050
June 2024	10,594,798	-	10,594,798
Segment liabilities			
December 2024	(283,195)	-	(283,195)
June 2024	(311,498)	-	(311,498)
Depreciation and amortisation expense			
December 2024	(63,203)	-	(63,203)
December 2023	(60,429)	(25,905)	(86,334)

CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the half year ended 31 December 2024

6. Share Based Payments

Shares issued to Directors

In accordance with the Company's Directors' Remuneration-Sacrifice Share Plan (Plan), from time to time and subject to shareholder approval, the Board may seek to reduce their cash remuneration through the issue of fully paid ordinary shares (Shares) in the Company, in lieu of cash remuneration, to Directors.

During the financial period ended 31 December 2024, Shares received by directors under the terms of the Plan in lieu of cash consideration have been issued as follows. The deemed issue price of the Shares was the volume weighted average share price of shares sold on the ASX during the 90 days prior to the expiration of the relevant quarter for which the director elected to sacrifice the remuneration.

	31 December 2024	
	Value of shares issued \$	Number of shares issued
Jonathan West	25,000	4,189,558
Adam Taylor	6,250	892,857

Options issued to Directors and Executives

During the financial period 75,000,000 options were issued to directors and senior executives (2023: Nil).

Set out below are summaries of options issued to senior executives.

Grant Date	Expiry Date	Exercise Price (cents)	Value per option at grant date (cents)	Balance at the start of the year Number	Granted during the year Number	Exercised during the year Number	Lapsed during the year Number	Balance at end of the year Number	Vested and Exercisable at end of the year Number
17 Sep '24 ^a	17 Sep '27	0.6	0.377	-	30,000,000	-	-	30,000,000	30,000,000
17 Sep '24 ^b	17 Sep '27	0.8	0.344	-	30,000,000	-	-	30,000,000	30,000,000
19 Dec '24 ^c	17 Sep '27	0.8	0.336	-	15,000,000	-	-	15,000,000	15,000,000
TOTAL				-	75,000,000	-	-	75,000,000	75,000,000
Weighted average exercise price				-	0.72	-	-	0.72	0.72

The weighted average remaining contractual life of share options outstanding at the end of the period was 2.74 years (2023: N/A).

Fair value of director and senior executive options granted

During the year 75,000,000 options were issued (2023: Nil). The weighted average fair value of the options granted was 0.356 cents. The price was calculated by using the Binominal Option valuation methodology applying the following inputs:

	a	b	c
Number of options issued	30,000,000	30,000,000	15,000,000
Weighted average exercise price (cents)	0.6	0.8	0.8
Weighted average life of the option (years)	2.9	2.9	2.8
Weighted average underlying share price (cents)	0.6	0.6	0.6
Expected share price volatility (%)	100	100	100
Risk free interest rate (%)	3.417	3.417	3.947
Fair value per option (cents)	0.377	0.344	0.336

CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the half year ended 31 December 2024

6. Share Based Payments (cont'd)**Performance Rights**

During financial period 15,000,000 Performance Rights were granted. The vesting conditions of the Performance Rights are:

- i. 5,000,000 Performance Rights will vest when the Company's VWAP share price is above 1.4 cents for a period of 20 consecutive days on which shares have traded (**Tranche A**);
- ii. 5,000,000 Performance Rights will vest when the Company's VWAP share price is above 2.8 cents for a period of 20 consecutive days on which shares have traded (**Tranche B**); and
- iii. 5,000,000 Performance Rights will vest when the Company's VWAP share price is above 5.6 cents for a period of 20 consecutive days on which shares have traded (**Tranche C**).

The Company has valued the Performance Rights issued using the Monte Carlo Valuation approach. The valuation of an option using the Monte Carlo Approach incorporates the probability of meeting the relevant performance conditions using a function of a number of variables and was calculated using the following assumptions:

Variable	Tranche A Input	Tranche B Input	Tranche C Input
Share price (cents)	0.4	0.4	0.4
Share price target (cents)	1.4	2.8	5.6
Risk free interest rate %	3.486	3.486	3.486
Volatility	100%	100%	100%
Grant date	19 August 2024	19 August 2024	19 August 2024
Expiry date	17 September 2027	17 September 2027	17 September 2027
Fair Value (cents per Right)	0.29	0.22	0.14

7. Events Subsequent to Reporting Date

On 5 February 2025 the Company announced that it had entered into a binding Bid Implementation Agreement to acquire Stunalara Metals Limited via an off market takeover bid. If successfully completed, Stunalara shareholders will be issued a total of ~ 300,000,000 fully paid Inca shares (being ~ 22.6% of Inca post Bid assuming no other shares are issued). Stunalara is a public unlisted Australian exploration company with projects in Queensland, Tasmania and Western Australia; its key asset is the high-grade gold & gold-antimony Hurricane exploration project in North Queensland that has multiple undrilled high-grade gold & gold-antimony prospects developed from rock chip and grab sampling.

Other than as disclosed in this report, there have been no further material items, transactions or events subsequent to 31 December 2024 which, although they do not relate to conditions existing at that date, have not been dealt with in this report and which would cause reliance on the information shown in this report to be misleading.

8. Contingent Liabilities

There are no contingent liabilities at the reporting date.

9. Dividends

No dividends were paid or declared payable during or since the half year.

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

10. Expenditure Commitments

The Group has certain commitments to meet minimum expenditure requirements on the mineral exploration assets in which it has an interest. These commitments are optional and only required if the Company wishes to maintain its rights of earn-in or rights of tenure. Outstanding exploration commitments for not later than one year and for between one and five years are as follows:

	Consolidated 31 December 2024 \$	Consolidated 30 June 2024 \$
Not later than one year	869,041	732,041
Between one and five years	751,041	789,041
	<u>1,620,082</u>	<u>1,521,082</u>

In addition to exploration expenditure commitments the Group has certain operating commitments pertaining to non-cancellable operating leases and other non-cancellable agreements contracted for but not recognised in the financial statements:

Not later than one year	80,479	87,792
Between one and five years	24,267	60,667
	<u>104,746</u>	<u>148,459</u>

11. Controlled Entities

	Country of Incorporation	Percentage Controlled (%)	
		31 December 2024	30 June 2024
Subsidiaries of Inca Minerals Limited:			
Urcaguary Pty Ltd	Australia	100	100
Dingo Minerals Pty Ltd	Australia	100	100

DIRECTORS' DECLARATION

The Directors of the Company declare that:

1. The financial statements and notes are in accordance with the Corporations Act 2001, including:
 - (a) complying with Accounting Standard AASB 134 Interim Financial Reporting; and
 - (b) giving a true and fair view of the Group's financial position as at 31 December 2024 and of its performance for the half year ended on that date.
2. In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

A handwritten signature in black ink, appearing to be 'AT', with a stylized flourish extending to the right.

Adam Taylor
Chairman

Dated at Perth this 12 March 2025.

INDEPENDENT AUDITOR'S REVIEW REPORT



PO Box 1908
West Perth WA 6872
Australia

Level 2, 40 Kings Park Road
West Perth WA 6005
Australia

Tel: +61 8 9481 3188
Fax: +61 8 9321 1204

ABN: 84 144 581 519
www.stantons.com.au

INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
INCA MINERALS LIMITED

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Inca Minerals Limited (the Company) and its controlled entities ("the Group"), which comprises the consolidated statement of financial position as at 31 December 2024, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, condensed notes comprising a summary of material accounting policies and other explanatory information, and the directors' declaration.

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

- (a) giving a true and fair view of the Group's financial position as at 31 December 2024 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* has been given to the directors of the Company on 12 March 2025.

Material Uncertainty in Relation to Going Concern

We draw attention to Note 1(c) in the financial report, which indicates that the Group incurred a loss after tax of \$1,081,384 during the half year ended 31 December 2024 and incurred net cash outflows from operating, investing and financing activities of \$229,292. As of that date, the Group had cash and cash equivalents of \$669,708. As stated in Note 1(c), these events or conditions, along with other matters as set forth in Note 1(c), indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.



Liability limited by a scheme approved under Professional Standards Legislation

Stantons is a member of the Russell
Bedford International network of firms

INDEPENDENT AUDITOR'S REVIEW REPORT

***Responsibility of the Directors for the Financial Report***

The directors of Inca Minerals Limited are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility for the Review of the Financial Report

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

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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

Stantons International Audit and Consulting Pty Ltd
Eliya Mwale

Eliya Mwale
Director

West Perth, Western Australia
12 March 2025