

ABN 70 142 361 608

INTERIM FINANCIAL REPORT

For the Half-Year Ended 31 December 2024

This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the Annual Report for the year ended 30 June 2024 and any public announcements made by Middle Island Resources Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

Directors' Report	3
Auditor's Independence Declaration	6
Consolidated Statement of Profit or Loss and Other Comprehensive Income	7
Consolidated Statement of Financial Position	8
Consolidated Statement of Changes in Equity	9
Consolidated Statement of Cash Flows	10
Notes to the Consolidated Financial Statements	11
Directors' Declaration	16
Independent Auditor's Review Report	17

DIRECTORS' REPORT

Your directors are pleased to present their report on the consolidated entity (referred to hereinafter as the Group) consisting of Middle Island Resources Limited and the entities it controlled at the end of, or during, the half-year ended 31 December 2024.

DIRECTORS

The names of the directors who held office during or since the end of the half-year, to the date of this report, are:

Peter Thomas
 Brad Marwood
 Bruce Stewart

REVIEW AND RESULTS OF OPERATIONS

A summary of consolidated revenues and results for the half-year is set out below:

	2024	
	Revenues \$	Loss for the Period \$
Group revenues and loss	103,925	(1,390,792)

Corporate

Middle Island Resources Limited (**ASX: MDI, Middle Island or the Company**), held cash and liquid investments of \$2,662,733 as at 31 December 2024, comprising \$2,333,805 in cash and A\$328,928 in available-for-sale listed equity investments.

Operations Review

Below is a brief outline of what has happened over the last 6 months.

During the second half of the 2024 calendar year the Company was focused on its exploration programmes at its Barkly Copper-Gold Super Project ('Barkly') in the Northern Territory with the completion of the maiden exploration drill programme within the Georgina Project area. Total Barkly Project tenement holdings is 6,918 sq km (granted and in application) where MDI's target generation efforts have established a substantial pipeline of drill targets.

During this report period, the Company completed a three-hole diamond drill programme with holes extending to a depth of 584-6545m. The aim of the maiden drilling programme within the Georgina Project area (EL32109) was to test the IOCG targets at the Wilma, Pebbles and Dino prospects. The drill programme was awarded co-funding from the Northern Territory Government as part of the Resourcing the Territory initiative. The drilling of the first two holes was completed without issue. While no economic visible sulphides were recorded in the holes, the presence of trace copper sulphides and alteration dispersed in the first hole at the large Pebbles prospect is significant. While the target at the Wilma Prospect remains valid, consequent upon encountering unforeseen geology in the cover sequence of the third hole, drilling was suspended pending reassessment of our approach to drilling and that target. The drilling has provided significant information that will be key to refining further drilling, both at Pebbles, with its encouraging footprint, as well as MDI's expansive list of priority targets across the region. The presence of observed possible MVT style mineralisation in the cover rocks is also an interesting development that opens new possibilities for exploration in shallower target positions.

In addition to the Barkly programmes, there was heightened search activity for new advanced copper-gold projects to compliment the Company's Barkly Project; with several opportunities in Australia screened. With the aim of establishing a future project pipeline. This search for new opportunities ramped up early in 2024 with applications submitted for eight Exploration Permit or Minerals; two of these tenements were granted in the report period and desktop targeting work was commenced. Importantly, as no vends were involved, no dilution or major outlay was involved in the acquisitions.

The Company also solidified its cash position through the sale of its entire share (not option) investment in Aurumin Limited and completed a capital raising via a share placement within the Company's ASX Listing Rule 7.1 and 7.1A placement capacities. The funds raised provide capacity to realise ambitions in identifying and selecting a more advanced project to compliment the Company's major copper-gold project in the NT. The funds will also assist with further exploration on MDI's existing projects and provide general working capital.

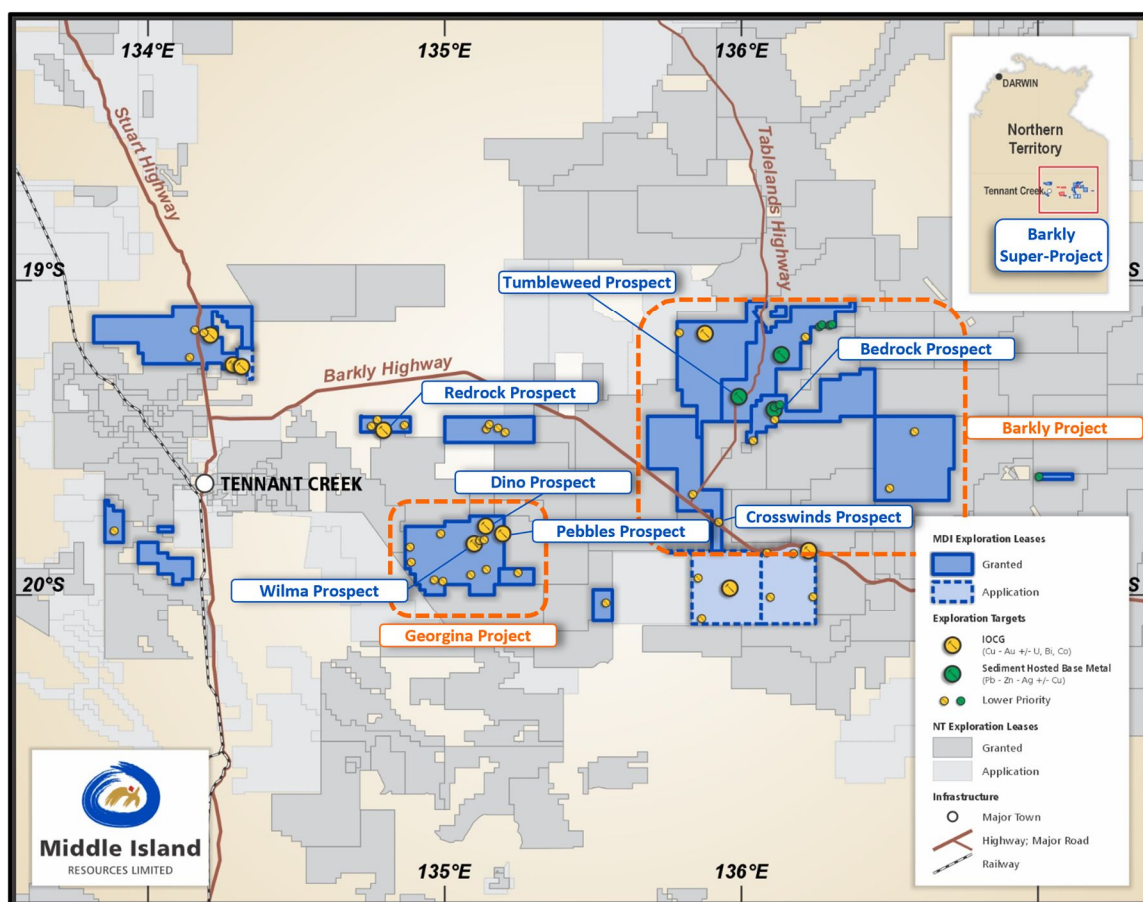


Figure 1. Barkly Copper-Gold Super Project, project areas, tenements, and exploration prospect locations. Reported drilling completed is within the Georgina Project area.

This report contains information in relation to exploration results extracted from the Company's previous ASX announcements, which are available to view on the Company's website.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements. The Company confirms that the form and context in which any Competent Person's findings are presented have not been materially modified from the original market announcements.

EVENTS SUBSEQUENT TO END OF PERIOD

Sections 203D and 249D Requests

On 14 February 2025, a Shareholder of the Company gave a statutory notice under Section 203D and on 17 February, a notice under Section 249D of the Corporations Act requesting to convene a meeting of shareholders for the purposes of considering resolutions to:

- remove Chairman, Peter Thomas and Director, Bruce Stewart, as directors of MDI; and
- elect Daniel Raihani and Bill Richie Yang (each a Board Nominee, together the Board Nominees) as directors of MDI.

In response to those notices, the Company has called for a meeting of Members to be held at 10:00am on 7 April 2025 at the Celtic Club, 48 Ord Street West Perth, WA.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 6.

This Directors' Report is made in accordance with a resolution of directors.



PETER S THOMAS

Chairman

Perth, 14 March 2025

AUDITOR'S INDEPENDENCE DECLARATION

ELDERTON

AUDIT PTY LTD

To those charged with governance of Middle Island Resources Limited

As auditor for the review of Middle Island Resources Limited for the half-year ended 31 December 2024, I declare that, to the best of my knowledge and belief, there have been:

- i) no contraventions of the independence requirements of the *Corporations Act 2001* in relation to the review; and
- ii) no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Middle Island Resources Limited and the entities it controlled during the period.

Signature of Elderton Audit Pty Ltd affixed to original document and held on file

Elderton Audit Pty Ltd

Signature of Sajjad Cheema affixed to original document and held on file

Sajjad Cheema

Director

14 March 2025

Perth

Limited liability by a scheme approved under Professional Standards Legislation

T +61 8 6324 2900

E info@eldertonaudit.com

A Level 32, 152 St Georges Terrace, Perth WA 6000

ABN 51 609 542 458

W www.eldertongroup.com

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
For the Half-Year Ended 31 December 2024

		31 December 2024 \$	31 December 2023 \$
Note			
CONTINUED OPERATIONS			
REVENUE			
	3	103,925	20,686
Other income			
Fair value increase on financial assets		10,999	-
OPERATING EXPENDITURE			
Administration expenses		(226,269)	(365,368)
Depreciation expense		(20,028)	(16,761)
Exploration and evaluation expenses		(895,504)	(663,600)
Fair value losses on financial assets		-	(191,451)
Salaries and employee benefits expense		(363,915)	(215,541)
LOSS BEFORE INCOME TAX		(1,390,792)	(1,432,035)
Income tax		-	-
LOSS FOR THE PERIOD from Continuing Operations		(1,390,792)	(1,432,035)
OTHER COMPREHENSIVE INCOME			
Other comprehensive income for the period, net of tax		-	-
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD			
ATTRIBUTABLE TO MEMBERS OF MIDDLE ISLAND			
RESOURCES LIMITED		(1,390,792)	(1,432,035)
Basic and diluted loss per share (cents) from continuing operations		(0.57)	(0.93)

The above consolidated statement of comprehensive income should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

		31 December 2024 \$	30 June 2024 \$
	Note		
CURRENT ASSETS			
Cash and cash equivalents		2,333,805	1,702,171
Trade and other receivables		123,730	113,564
Financial assets	4	328,928	1,651,942
TOTAL CURRENT ASSETS		2,786,463	3,467,677
NON-CURRENT ASSETS			
Plant and equipment		49,222	17,595
Tenement acquisition costs	5	638,400	638,400
TOTAL NON-CURRENT ASSETS		687,622	655,995
TOTAL ASSETS		3,474,085	4,123,672
CURRENT LIABILITIES			
Trade and other payables	6	65,430	112,934
Employee benefit obligations		47,580	38,582
TOTAL CURRENT LIABILITIES		113,010	151,516
TOTAL LIABILITIES		113,010	151,516
NET ASSETS		3,361,075	3,972,156
EQUITY			
Contributed equity	7	51,112,120	50,332,408
Reserves		43,013	43,013
Accumulated losses		(47,794,058)	(46,403,265)
TOTAL EQUITY		3,361,075	3,972,156

The above consolidated statement of financial position should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the Half-Year Ended 31 December 2024

	Contributed Equity	Share-based Payments Reserve	Accumulated Losses	Total
Note	\$	\$	\$	\$
BALANCE AT 1 JULY 2023	48,611,091	-	(44,741,172)	3,869,919
Shares issued for acquisition of strategic project	638,400	-	-	638,400
Shares issued pursuant to Renounceable Rights Issue	1,154,937	-	-	1,154,937
Capital raising costs	(98,220)	-	-	(98,220)
Share based payments	-	43,013	-	43,013
Loss for the period	-	-	(1,432,035)	(1,432,035)
BALANCE AT 31 DECEMBER 2023	50,306,208	43,013	(46,173,208)	4,176,013
BALANCE AT 1 JULY 2024	50,332,408	43,013	(46,403,265)	3,972,156
Shares issued pursuant to placement	819,002	-	-	819,002
Options exercised	11,078	-	-	11,078
Capital raising costs	(50,368)	-	-	(50,368)
Loss for the period	-	-	(1,390,792)	(1,390,792)
BALANCE AT 31 DECEMBER 2024	51,112,120	43,013	(47,794,058)	3,361,075

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CASH FLOWS

For the Half-Year Ended 31 December 2024

	Half-year Ended:	
	31 December 2024 \$	31 December 2023 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	56,818	-
Interest received	24,449	20,686
Expenditure on mining interests	(934,756)	(645,184)
Payments to suppliers and employees	(565,627)	(530,080)
Net cash outflow from operating activities	(1,419,116)	(1,154,578)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of available-for-sale assets	1,440,000	-
Purchase of available for sale assets	(83,330)	(137,387)
Purchase of plant and equipment	(51,655)	-
Payment for tenement bonds	(33,977)	-
Net cash (outflow)/inflow from investing activities	1,271,038	(137,387)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of securities	830,081	1,065,813
Share issue expenses	(50,369)	(3,206)
Net cash inflow from financing activities	779,712	1,062,607
Net decrease in cash and cash equivalents	631,634	(229,358)
Cash and cash equivalents at the beginning of the period	1,702,171	2,659,333
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	2,333,805	2,429,975

The above consolidated statement of cash flows should be read in conjunction with the accompanying notes.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

This consolidated interim financial report for the half-year reporting period ended 31 December 2024 has been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

This consolidated interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2024 and any public announcements made by Middle Island Resources Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

This consolidated interim financial report has been prepared on an accruals and historical cost basis.

This consolidated interim financial report has been prepared on the going concern basis that contemplates normal business activities and the realisation of assets and extinguishment of liabilities in the ordinary course of business.

This consolidated interim financial report was approved by the Board of Directors on 14 March 2025.

Accounting Policies

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

A number of new or amended standards became applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these standards.

The Group has also reviewed all new Standards and Interpretations that have been issued but are not yet effective for the half-year ended 31 December 2024. As a result of this review the Directors have determined that there is no impact, material or otherwise, of these new and revised Standards and Interpretations on its business and, therefore, no change necessary to Group accounting policies.

Going Concern

The interim financial report has been prepared on the going concern basis, which contemplates the continuity of normal business activity, the realisation of assets and the settlement of liabilities in the normal course of business.

As at the reporting date of this half-year financial report, the Group has approximately \$2.13M in cash and cash equivalents for continuing operations, and an additional \$324k in financial assets. The directors have reviewed the business outlook and are of the opinion that the use of the going concern basis of accounting is appropriate. The directors believe that they will continue to be successful in securing additional funds as and when the need to raise working capital arises.

NOTE 2: SEGMENT INFORMATION

For management purposes, the Group has identified one reportable segment, being exploration activities undertaken in Australia. This segment includes activities associated with the determination and assessment of the existence of commercial economic reserves from the Group's mineral assets in this geographic location.

NOTE 3: REVENUE AND OTHER INCOME

	31 December 2024 \$	31 December 2023 \$
Interest income	24,449	20,686
Government exploration grants	56,818	-
Profit on sale of available-for sale shares	22,658	-
Total	103,925	20,686

NOTE 4: FINANCIAL ASSETS

	31 December 2024 \$	30 June 2024 \$
Investment in Canadian listed equity securities	173,932	169,600
Investment in Aurumin Limited	65,000	1,482,342
Investment in Emu NL	89,996	-
Total	328,928	1,651,942

Investment in Canadian listed equity securities:

The fair value of the equity investment has been calculated by reference to the most recent quoted market closing price on the TSX at the respective reporting dates with the gain or loss in the fair value being recorded through profit or loss. This investment is classified as a Level 1 financial instrument.

Investment in Aurumin Limited:

The fair value of the residual options held in Aurumin have been calculated using the Black-Scholes Option Valuation methodology. This investment is classified as a Level 1 financial instrument.

Investment in Emu NL:

The fair value of the equity investment in Emu NL has been calculated by reference to the most recent quoted market closing price on the ASX at the respective reporting dates with the gain or loss in the fair value being recorded through profit or loss. This investment is classified as a Level 1 financial instrument.

NOTE 5: TENEMENT ACQUISITION COSTS

	31 December 2024 \$	30 June 2024 \$
Tenement Costs - East Tennant Project	638,400	638,400
Total	638,400	638,400

NOTE 6: CURRENT LIABILITIES

	31 December 2024 \$	30 June 2024 \$
Trade payables	31,804	70,458
Other payables and accruals	33,626	42,476
Total	65,430	112,934

NOTE 7: EQUITY
Issues of ordinary shares during the period

Half-year Ended:				
31 December 2024			31 December 2023	
Shares	\$		Shares	\$
Opening balance	217,854,020	50,332,408	122,418,222	48,611,091
Issue of fully paid ordinary shares for acquisition of tenements	-	-	18,240,000	638,400
Issue of shares pursuant to a Renounceable Rights Issue	-	-	76,995,798	1,154,937
Issue of shares pursuant to a placement	54,600,172	819,002	-	-
Exercise of options at \$0.015 each	738,533	11,078	-	-
Share issue costs	-	(50,368)	-	(98,220)
Closing balance	273,192,725	51,112,120	217,654,020	50,306,208

NOTE 7: EQUITY (Continued)
Movements of options during the period

	Number of Options	
	31 December 2024	31 December 2023
Opening Balance	92,250,735	-
Issue of options pursuant to Renounceable Rights Issue – exercisable at \$0.015 each, expiring 24.5.2025	-	76,995,798
Issue of options to Lead Manager – exercisable at \$0.015 each, expiring 24.5.2025	-	1,154,937
Issue of options to CEO pursuant to employment agreement – exercisable at \$0.075 each, expiring 30.11.2026	-	5,000,000
Issue of options to Directors as approved at AGM – exercisable at \$0.0225 each, expiring 31.5.2025	-	6,000,000
Issue of options to Key Management Personnel as approved at AGM – exercisable at \$0.0225 each, expiring 31.5.2025	-	3,300,000
Exercise of options at \$0.015 each	(738,533)	-
Closing Balance	91,512,202	92,450,735

Share Based Payments Option Reserve

	31 December 2024 \$	30 June 2024 \$
Opening Balance	43,013	43,013
Closing Balance	43,013	43,013

NOTE 8: CONTINGENCIES

There has been no change in contingent liabilities since the last annual reporting date.

NOTE 9: TENEMENT EXPENDITURE and OTHER COMMITMENTS

The minimum statutory expenditure requirements on granted tenements for the next twelve months amounts to \$320,886.

The Company, through its wholly owned subsidiary, entered into a commercial lease agreement to rent premises in Tennant Creek. The initial term of the lease was for twelve months. As at 31 December 2024, the Company has not renewed the lease which now continues on a monthly basis.

NOTE 10: SUBSEQUENT EVENTS**Sections 203D and 249D Requests**

On 14 February 2025, a Shareholder of the Company gave a statutory notice under Section 203D and on 17 February, a notice under Section 249D of the Corporations Act requesting to convene a meeting of shareholders for the purposes of considering resolutions to:

- remove Chairman, Peter Thomas and Director, Bruce Stewart, as directors of MDI; and
- elect Daniel Raihani and Bill Richie Yang (each a Board Nominee, together the Board Nominees) as directors of MDI.

In response to those notices, the Company has called for a meeting of Members to be held at 10:00am on 7 April 2025 at the Celtic Club, 48 Ord Street West Perth, WA.

No other matter or circumstance has arisen since 31 December 2024 which has significantly affected, or may significantly affect, the operations of the Group, the result of those operations, or the state of affairs of the Group in subsequent financial years.

DIRECTORS' DECLARATION

In the directors' opinion:

1. the financial statements and notes set out on pages 7 to 15 are in accordance with the *Corporations Act 2001*, including:
 - (a) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - (b) giving a true and fair view of the company's financial position as at 31 December 2024 and of its performance for the half-year ended on that date; and
2. there are reasonable grounds to believe that Middle Island Resources Limited 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 directors.



Peter S Thomas

Chairman

Perth, 14 March 2025

INDEPENDENT AUDITOR'S REVIEW REPORT

ELDERTON

AUDIT PTY LTD

To the members of Middle Island Resources Limited

Report on the Half-Year Financial

Conclusion

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

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

- (i) giving a true and fair view of the Middle Island Resources Limited's financial position as at 31 December 2024 and of its financial performance for the half-year then ended; and
- (ii) 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 ethical requirements of the *Corporations Act 2001* and 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 confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's review report.

Responsibility of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with the Australian Accounting Standards and the *Corporations Act 2001* and for such internal 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.

Limited liability by a scheme approved under Professional Standards Legislation

T +61 8 6324 2900

E info@eldertonaudit.com

A Level 32, 152 St Georges Terrace, Perth WA 6000

ABN 51 609 542 458

W www.eldertongroup.com

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the 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 Group's financial position as at 31 December 2024, and of its financial performance for the half-year ended on that date, and complying with Accounting Standards 134 *Interim Financial Reporting* and the *Corporations Act 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.

Signature of Elderton Audit Pty Ltd affixed to original document and held on file

Elderton Audit Pty Ltd

Signature of Sajjad Cheema affixed to original document and held on file

Sajjad Cheema

Director
14 March 2025

Perth