SOLARA

MINERALS LIMITED

SOLARA MINERALS LIMITED (FORMERLY, LYCAON RESOURCES LIMITED)

HALF-YEAR FINANCIAL REPORT **ABN: 80 647 829 749**

31 DECEMBER 2024

CONTENTS

DIRECTORS

Mr Adrian Di Menna	Non-Executive Chairman
Mr James Robinson	Executive Director
Mr Tony Rovira	Non-Executive Director

COMPANY SECRETARIES

Ms Melanie Ross

Ms Anthea Acomb

REGISTERED OFFICE AND PRINCIPAL PLACE OF BUSINESS

Level 2, 22 Mount Street

PERTH WA 6000

Ph: +61 8 6188 8181

LEGAL ADVISORS

Steinepreis Paganin

Level 14, QV1 Building
250 St Georges Terrace

PERTH WA 6000

Ph: +61 8 9321 4000

AUDITORS

Criterion Audit Pty Ltd

Suite 2, 642 Newcastle Street

LEEDERVILLE WA 6007

Ph: +61 8 9466 9009

SHARE REGISTRY

Automic Pty Ltd

Level 5, 191 St Georges Terrace

PERTH WA 6000

Ph: +61 8 9324 2099

STOCK EXCHANGE

Australian Securities Exchange (ASX)

Code: SLA

WEBSITE

www.lycaonresources.com

The Directors present their report, together with the financial statements on the consolidated entity (referred to hereafter as the 'the consolidated entity'), consisting of Solara Minerals Limited (formerly, Lycaon Resources Limited) (referred to hereafter as the 'company' or 'parent entity') and the entities it controlled at the end of, or during, the financial half-year ended 31 December 2024 (the 'period' or 'half-year').

DIRECTORS

The following persons were Directors of the company during the period and up to the date of this report, unless otherwise stated:

NAME OF PERSON	POSITION
Mr Adrian Di Menna	Non-Executive Chairman
Mr James Robinson	Executive Director (appointed 10 December 2024)
Mr Tony Rovira	Non-Executive Director (appointed 1 January 2025)
Mr Thomas Langley	*Technical Director (resigned 10 December 2024)*
Mr Ranko Matic	*Non-Executive Director (resigned 1 January 2025)*

PRINCIPAL ACTIVITIES

During the period, the principal activities of the consolidated entity consisted of mineral exploration in Western Australia.

DIVIDENDS

No dividends were paid or declared during the period. No dividend has been recommended.

REVIEW OF OPERATIONS

Operating result

The loss from continuing operations of the consolidated entity for the half-year ended 31 December 2024 after providing for tax amounted to $250,046 (2023: $301,124).

Corporate

Board and Management Changes

On 19 July 2024, Ms Anthea Acomb was appointed as Joint Company Secretary.

On 11 December 2024, the company announced the appointment of Mr James Robinson as a Non-Executive Director of the company and the resignation of Mr Thomas Langley as Technical Director of the company, both effective 10 December 2024.

Exploration

During the half-year the exploration programs highlighted below were completed.

Stansmore – West Arunta Project (Nb-REE ± Intrusion Related Au-Cu)

Background - Stansmore Project and the West Arunta Region

The 100% owned West Arunta Stansmore Nb-REE Project granted tenure extends over 173km² and is approximately 90km north of WA1 Resources Limited's Luni and P2 discoveries, (see Figure 1).

The project hosts three potentially significant magnetic anomalies (Stansmore, Volt and Ions) and three secondary targets (Edi, Earl and Menlo) interpreted to be prospective for carbonatite-hosted Nb-REE and intrusion-related gold copper mineralisation,(see Figure 2).

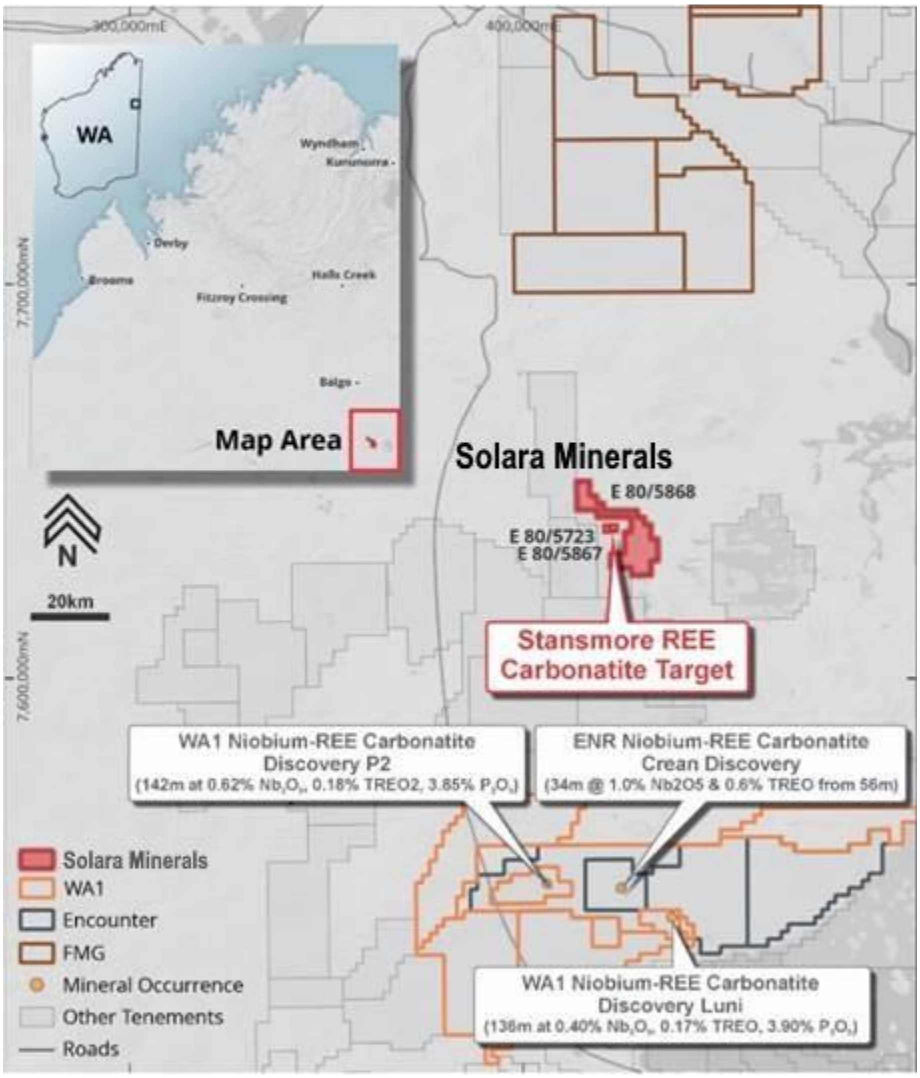

Figure 1. Stansmore Nb-REE Carbonatite Project Location Map

During the period, the company completed a maiden drill program testing the Stansmore target at the West Arunta Stansmore Nb-REE Project.

The drilling program was designed to test the central peak of a regionally prominent, 500m diameter magnetic anomaly[1], that is considered to have similar characteristics to the geophysical anomalies associated with the mineralised carbonatites discovered by WA1 Resources Limited and Encounter Resources Limited elsewhere in the West Arunta region[2-5].

These recent discoveries by WA1 Resources Limited and Encounter Resources Limited have demonstrated the potential for the West Arunta region to host significant niobium-rich and REE-mineralised systems within carbonatite intrusions, with the region seeing a renewed exploration focus on these deposit types.

Carbonatite deposits are an important source of REE and niobium production. This includes the world's largest REE mine, Bayan Oho in Inner Mongolia, Lynas Rare Earths' Mt Weld deposit and the world's three major operating niobium mines. Niobium is one of a suite of commodities identified by the Australian Government as critical minerals, being minerals (or elements) considered vital for the well-being of the world's economies, yet whose supply may be at risk of disruption.

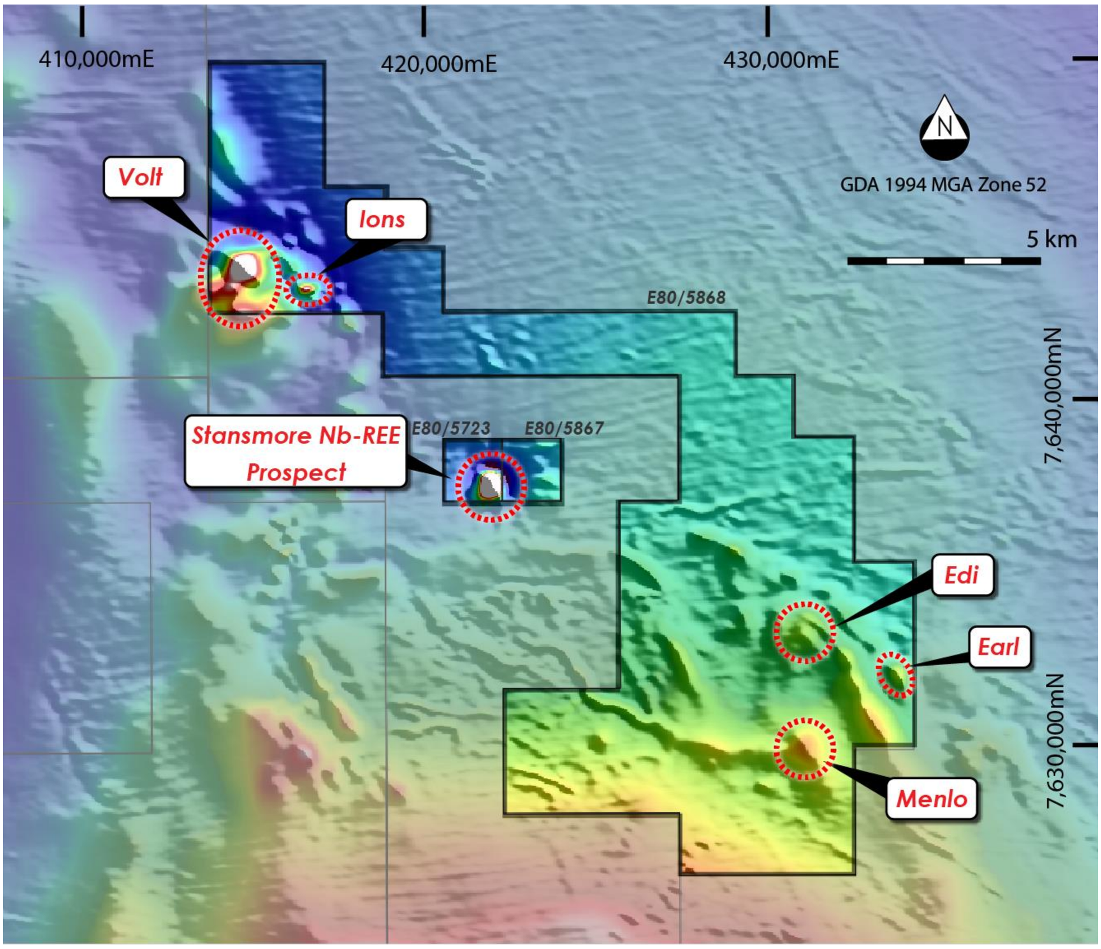

Figure 2. Reduced to Pole Magnetics (TMI grid) highlighting the prominent magnetic anomaly at Stansmore Prospect and other magnetic targets

In April 2024, the company was awarded a co-funding grant of up to a maximum of $180,000 for drilling at the Stansmore Project, under Round 29 of the Western Australian Exploration Incentive Scheme[6].

Drilling

The single reverse circulation (RC) drillhole, STRC01, was completed in December 2024 and drilled to a depth of 324m (see Figure 3 and Table 1).

The RC drill hole was undertaken to test the geophysical target beneath the surficial cover for copper, gold, niobium and rare earth mineralisation.

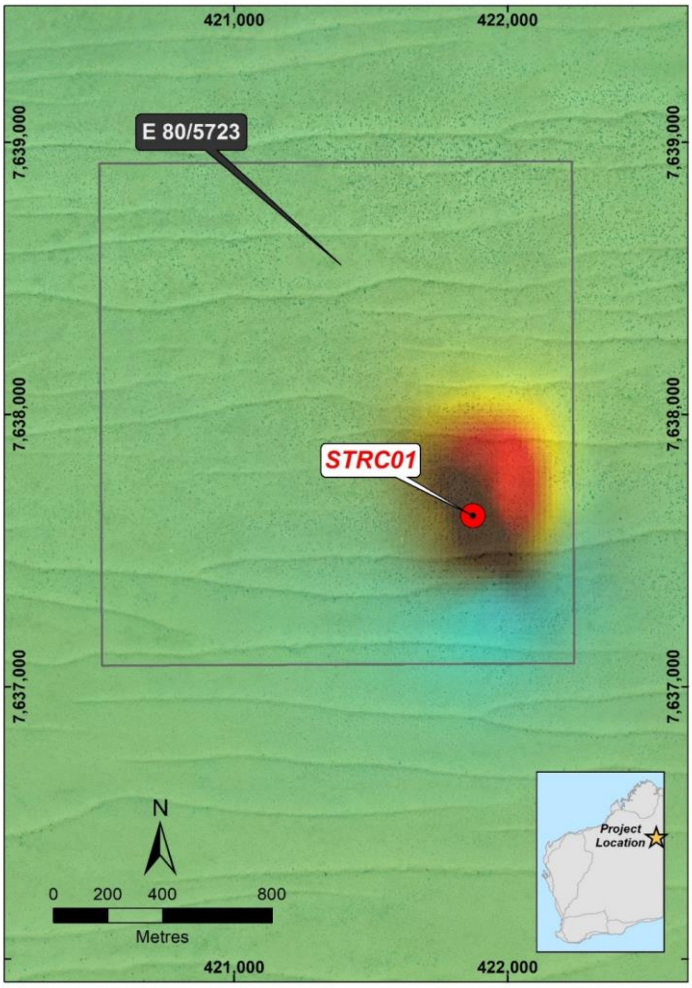

Figure 3. Drill hole location plan showing aerial image over Stansmore magnetic target (MGA Z52K)

***Results*[7]**

The drill hole intersected a variably magnetic mafic intrusive with trace sulphides within the fresh rock below 80m depth. Zones of elevated sulphides and chlorite alteration were logged however, no lithologies typical of carbonatites were intersected.

Assays received and reported following the end of the period (see Table 2 for significant anomalous results) indicated elevated silver (Ag) and copper (Cu) at the base of the weathering profile/top of fresh rock, which is likely to be related to supergene enrichment of the mafic intrusive.

The best result of 1m @ 425ppm Nb+Nd+Pr and 217ppm Y+Yb was returned from a depth of 302-303m from within fresh rock. This zone is associated with sulphide mineralisation (12% S) and weakly elevated multi-element geochemistry (Ag, As, Bi, Ce, Co, Cu, Pb, Y & Yb).

This result is likely to be shear- related and is not determined to be significant, and is not considered to warrant further follow up drilling.

Assessment of additional geophysical targets within the West Arunta Project is continuing.

Myrnas Hill *(Cu/Au/Li)*

During the period, the company executed a land access agreement (**LAA**) for exploration licence application E45/6809 (Myrnas Hill) in the Pilbara region of Western Australia, (see Figure 4).

The LAA was entered into with the Coongan Aboriginal Corporation and Strelley Pastoral Pty Ltd and covers an area within the Coongan Pastoral Lease that E45/6809 is located. It is anticipated that E45/6809 should proceed to grant in Q3-Q4 2025.

The tenement is located adjacent to the Marble Bar and DOM's Hill projects held by Kali Metals Limited (KM1) and Sociedad Química y Minera de Chile (SQM), which are subject to an earn-in arrangement under which SQM has the right to earn up to 70% by funding A$12M over four years.

The tenement covers the historic copper-gold prospect, Myrnas Hill, which has returned up to 42.8% Cu, 7.05% Cu and 6.49g/t Au in rock chip samples[8].

The prospectivity for copper mineralisation will be a priority of exploration work programs, planned to commence following tenement grant.

A detailed geological review will be undertaken to evaluate exploration work programs to be scheduled upon tenement grant.

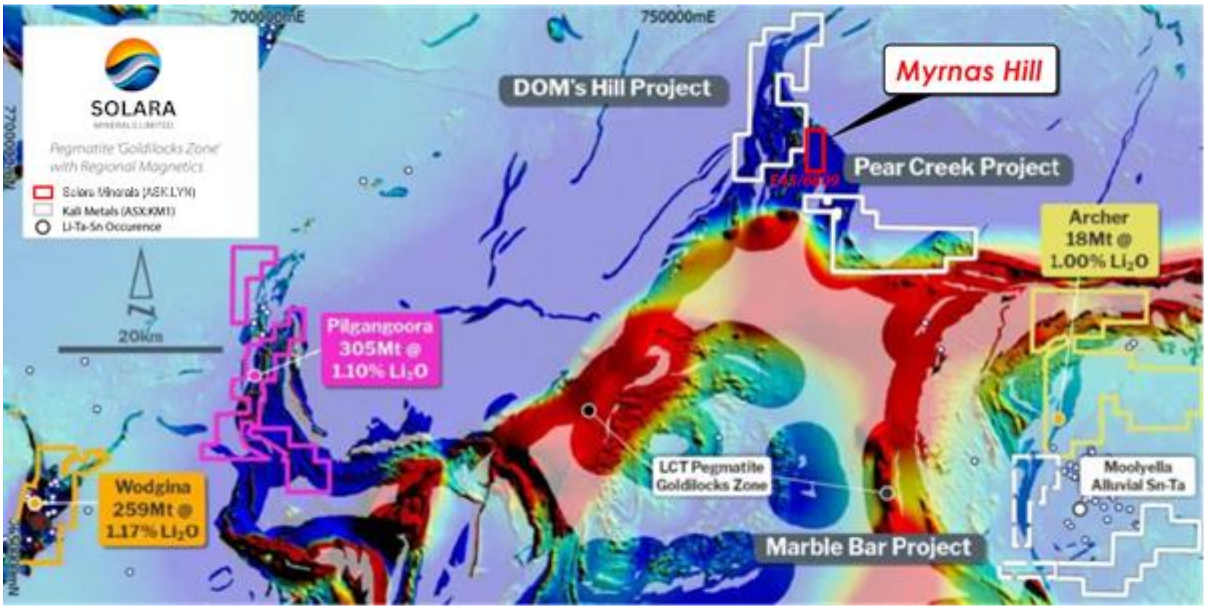

Figure 4. Myrnas Hill prospect on tenement E45/6809 awarded to Solara Minerals (formerly, Lycaon Resources) in a ballot

<u>Bow River Prospect</u> *<u>(Ni/Cu/Co±PGE)</u>*

A diamond drilling program was completed at the Bow River Project in the East Kimberley region of Western Australia during Q3 of 2023. The drill program consisted of two diamond drillholes to a depth of 800m and 786m each.

Downhole electromagnetic (DHEM) surveys were completed on both diamond drillholes to a depth of 690m (BRDD001) and 760m (BRDD002) during Q4 of 2023. The DHEM survey results identified weak off-hole anomalies within close proximity of the drillholes.

The company continues to review the next phase of exploration work programs to be completed at the project and will keep the market informed of any developments.

Drillhole details

Table 1: Collar location for drillhole results within this release

Hole ID	Drill Type	Easting (MGA Z52K)	Northing (MGA Z52K)	RL (m)	Dip (degree)	Azimuth (degree)	Depth (m)
STRC01	RC	421873	7637628	373	-85	103	324

Table 2: Drilling Results - Anomalous Intercepts

Hole ID	Sample ID	From (m)	To (m)	Interval (m)	Nb+Nd+Pr (ppm) c/o *200ppm*	Y+Yb (ppm) *c/o 200ppm*	Ag (ppm) c/o 0.4ppm	Cu (ppm) c/o 5000ppm	S (%) c/o 5%
STRC01	LYN0179	79	80	1	49	51	0.5	**10,777**	0.8
STRC01	LYN0185	85	86	1	42	38	**1.49**	1894	0.3
STRC01	LYN0402	302	303	1	**425**	**217**	0.4	1507	**12**

References

1. ASX: LYN, West Arunta Refined Geophysical Modelling, 5 September 2024
2. ASX: WA1, West Arunta Project Discovery of Niobium-REE Mineralised Carbonatite System, 26 October 2022
3. ASX: WA1, West Arunta Project High-Grade Infill at Luni, 8 November 2023
4. ASX: ENR, Thick, high-grade Niobium-REE at Aileron – West Arunta, 25 July 2023
5. ASX: ENR, New West Arunta high-grade niobium intercepts - Crean & Emily, 8 July 2024
6. ASX: LYN, Recipient of $180K EIS Co-Funded Program, 1 May 2024
7. ASX: LYN, Assay Results from West Arunta Drilling, 29 January 2025
8. Myrnas Hill, Minedex Site Code S0023297, Geoview, Department of Energy, Mines, Industry Regulation and Safety

Cautionary Statement

This report and information, opinions or conclusions expressed in the course of this report contains forecasts and forward-looking information. Such forecasts, projections and information are not a guarantee of future performance, and involve unknown risks and uncertainties. Actual results and developments will almost certainly differ materially from those expressed or implied. There are a number of risks, both specific to the company, and of a general nature which may affect the future operating and financial performance of the company, and the value of an investment in the company including and not limited to title risk, renewal risk, economic conditions, stock market fluctuations, commodity demand and price movements, timing of access to infrastructure, timing of environmental approvals, regulatory risks, operational risks, reliance on key personnel, reserve estimations, native title risks, cultural heritage risks, foreign currency fluctuations, and mining development, construction and commissioning risk.

Competent Person's Statement

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Neil Hutchison of Geolithic Geological Services who is a member of the Australian Institute of Geoscientists (MAIG). Mr Neil Hutchison is engaged as an independent consultant to Solara Minerals Ltd (formerly, Lycaon Resources Ltd). Mr Hutchison has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Hutchison consents to the inclusion in this document of the matters based on his information in the form and context in which it appears.

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

SIGNIFICNT CHANGES IN THE STATE OF AFFAIRS

There were no significant changes in the state of affairs of the consolidated entity during the period.

MATTERS SUBSEQUENT TO THE END OF THE PERIOD

Board and Management Changes

On 2 January 2025, the company announced the appointment of Mr Tony Rovira as a Non-Executive Director of the company, effective 1 January 2025. Mr James Robinson transitioned from his role as a Non-Executive Director to the position of Executive Director and Mr Ranko Matic resigned as Non-Executive Director, both effective 1 January 2025.

Options Expiry

On 24 February 2025, the company announced the expiry of 11,900,000 options on 23 February 2025. Non-Executive Chairman, Mr Adrian Di Menna, held 600,000 options out of the total number of options that expired.

Placement

On 27 February 2025, the company issued 5,000,000 fully paid ordinary shares ('shares') at an issue price of $0.09 per share to the Directors of the company under a placement to raise $450,000. As previously announced on 2 January 2025, the issue of the shares to the Directors under the placement was subject to shareholder approval at the company's general meeting held on 27 February 2025.

Director Options

On 27 February 2025, the company issued 4,000,000 unlisted options ('options') exercisable at $0.20 expiring 3 years from the date of issue to the Directors of the company as part of their remuneration packages as an equity-based incentive. As previously announced on 2 January 2025, the issue of the options to the Directors was subject to shareholder approval at the company's general meeting held on 27 February 2025.

Change of Company Name

As disclosed in the company's notice of meeting dated 28 January 2025, the company sought shareholder approval at the company's general meeting held on 27 February 2025 to change its name to 'Solara Minerals Ltd'. The Directors proposed the change of name to reflect the strategic direction of the company moving forward.

The Australian Securities and Investments Commission processed the change of name of the company from 'Lycaon Resources Ltd' to 'Solara Minerals Ltd' on 27 February 2025, and ASX implemented the company's change of name and change of ASX code to 'SLA', effective from the commencement of trading on 6 March 2025.

Outcome of General Meeting

At the company's general meeting held on 27 February 2025, all 7 resolutions put to shareholders in relation to the placement to the Directors, the issue of the options to the Directors and the change of the company's name as outlined above were passed.

There have been no other matters or circumstances that have arisen since 31 December 2024 that have significantly affected, or may significantly affect, the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is included within this half-year financial report.

This report is made in accordance with a resolution of Directors, pursuant to section 306(3)(a) of the *Corporations Act 2001*.

On behalf of the Directors,

Adrian Di Menna
Non-Executive Chairman

Date: 6 March 2025
Perth

SOLARA MINERALS LIMITED
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

	Note	Consolidated 31 December 2024 $	31 December 2023 $
Interest income		88,130	56,066
Accounting and company secretary fees		(51,000)	(53,000)
Audit fees		(10,000)	(9,500)
Directors fees		(56,670)	(48,400)
Exploration and evaluation expenditure		(2,685)	(4,429)
Impairment of exploration and evaluation expenditure	4	(3,345)	-
Legal fees		-	(5,005)
Marketing fees		(75,028)	(140,149)
Professional fees		(25,000)	(30,000)
Other expenses		(61,402)	(66,707)
Share-based payment expenses	7	(53,046)	-
Loss before income tax		**(250,046)**	**(301,124)**
Income tax expense		-	-
Loss for the period		**(250,046)**	**(301,124)**
Other comprehensive income		-	-
Total comprehensive loss for the period		**(250,046)**	**(301,124)**
Loss per share			
- Basic and diluted loss per share (cents)	8	(0.47)	(0.71)

The above condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

SOLARA MINERALS LIMITED
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2024

	Note	Consolidated 31 December 2024 $	Consolidated 30 June 2024 $
ASSETS			
Current assets			
Cash and cash equivalents	3	4,026,471	4,655,331
Other assets		122,539	63,365
Total current assets		4,149,010	4,718,696
Non-current assets			
Exploration and evaluation	4	3,133,600	2,491,886
Total non-current assets		3,133,600	2,491,886
Total assets		**7,282,610**	**7,210,582**
LIABILITIES			
Current liabilities			
Trade and other payables		366,153	97,125
Total current liabilities		366,153	97,125
Total liabilities		**366,153**	**97,125**
Net assets		**6,916,457**	**7,113,457**
EQUITY			
Issued capital	5	9,703,329	9,703,329
Reserves	6	837,924	784,878
Accumulated losses		(3,624,796)	(3,374,750)
Total equity		**6,916,457**	**7,113,457**

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

Consolidated	Note	Issued capital	Accumulated losses	Reserves	Total
		$	$	$	$
Balance at 1 July 2023		6,041,369	(2,598,071)	456,960	3,900,258
Loss for the period		-	(301,124)	-	(301,124)
Other comprehensive loss		-	-	-	-
Total comprehensive loss for the period		-	(301,124)	-	(301,124)
Transactions with owners in their capacity as owners					
Issue of capital	5	1,787,500	-	-	1,787,500
Share issue costs	5	(113,556)	-	-	(113,556)
Share based payments	7	(83,303)	-	83,303	-
Balance at 31 December 2023		**7,632,010**	**(2,899,195)**	**540,263**	**5,273,078**

Consolidated	Issued capital	Accumulated losses	Reserves	Total
	$	$	$	$
Balance at 1 July 2024	9,703,329	(3,374,750)	784,878	7,113,457
Loss for the period	-	(250,046)	-	(250,046)
Other comprehensive loss	-	-	-	-
Total comprehensive loss for the period	-	(250,046)	-	(250,046)
Transactions with owners in their capacity as owners				
Share based payments (Note 7)	-	-	53,046	53,046
Balance at 31 December 2024	**9,703,329**	**(3,624,796)**	**837,924**	**6,916,457**

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

	Note	Consolidated	
		31 December 2024	31 December 2023
		$	$
Cash flows from operating activities			
Interest received		89,684	47,594
Payments to suppliers and employees		(330,809)	(294,310)
Payments to exploration expenditure		(5,474)	(4,429)
Net cash outflow from operating activities		(246,599)	(251,145)
Cash flows from investing activities			
Payments for exploration and evaluation		(382,261)	(1,005,958)
Net cash outflow from investing activities		(382,261)	(1,005,958)
Cash flows from financing activities			
Proceeds from issue of shares		-	1,500,000
Payments of share issue costs		-	(113,556)
Net cash inflow from financing activities		-	1,386,444
Net (decrease)/increase in cash held		(628,860)	129,341
Cash at the beginning of the period		4,655,331	2,477,336
Cash at the end of the period		**4,026,471**	**2,606,677**

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

1. Material accounting policy information

These general purpose financial statements for the half-year reporting period ended 31 December 2024 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the *Corporations Act 2001*, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all notes of the type normally included in the annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2024 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

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

New or amended Accounting Standards and Interpretations adopted
The consolidated entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. The adoption of these Accounting Standards or Interpretations did not have any significant impact on the financial performance or position of the company.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted. The company has not yet assessed the impact of these new or amended Accounting Standards or Interpretations.

The half-year financial statements were authorised for issue on 6 March 2025.

2. Segment information

The consolidated entity has identified its operating segments based on the internal reports reviewed and used by the Board of Directors (chief operating decision makers) to assess performance and determine the allocation of resources.

The consolidated entity operates as a single segment which is mineral exploration and in a single geographical location, Western Australia.

3. Cash and cash equivalents

	Consolidated	
	31 Dec 2024	30 June 2024
	$	$
Cash at bank	1,326,471	605,331
Short-term deposits	2,700,000	4,050,000
	4,026,471	4,655,331

4. Exploration and evaluation

	Consolidated	
	31 Dec 2024	30 June 2024
	$	$
Exploration and evaluation – at cost	3,133,600	2,491,886
Carrying amount at the beginning of the period	2,491,886	1,513,799
Acquisitions during the period	-	37,500
Expenditure capitalised during the period	645,059	1,139,767
Impairment losses incurred during the period	(3,345)	(199,180)
Carrying amount at the end of the period	3,133,600	2,491,886

	Consolidated			
	31 Dec 2024 No. of shares	30 June 2024 No. of shares	31 Dec 2024 $	30 June 2024 $
5. Issued capital				
Ordinary shares – fully paid	52,984,823	52,984,823	9,703,329	9,703,329

Ordinary shares

Date	No. of shares	Issue price $	$
As at 1 July 2023	36,906,251		6,041,369
3 August 2023 – Placement (i)	6,000,000	0.25	1,500,000
20 September 2023 – Consideration shares for asset acquisition (ii)	1,000,000	0.25	250,000
20 September 2023 – Facilitation shares for asset acquisition (ii)	150,000	0.25	37,500
9 May 2024 – Placement (iii)	8,928,572	0.28	2,500,000
Capital raising costs	-		(625,540)
As at 30 June 2024	52,984,823		9,703,329
As at 1 July 2024	52,984,823		9,703,329
As at 31 December 2024	52,984,823		9,703,329

(i) On 3 August 2023, the consolidated entity completed a $1.5m placement through the issue of 6,000,000 fully paid ordinary shares at an issue price of $0.25 per share.

(ii) On 20 September 2023, the consolidated entity issued 1,000,000 fully paid ordinary shares at a deemed issue price of $0.25 per share to related party, Mr Thomas Langley, as consideration for the acquisition of exploration licence E80/5723, which is part of the West Arunta Stansmore Project. In addition to the consideration shares, the consolidated entity issued 150,000 fully paid ordinary shares at a deemed issue price of $0.25 per share to the facilitator of the transaction.

(iii) On 9 May 2024, the consolidated entity completed a $2.5 million placement through the issue of 8,928,572 fully paid ordinary shares at an issue price of $0.28 per share.

	Consolidated	
	31 Dec 2024 $	30 June 2024 $
6. Reserves		
Reserves		
Option reserve	837,924	784,878
	837,924	784,878
Movements		
Balance at the beginning of the period	784,878	456,960
Share-based payments recognised in equity as share issue costs	-	327,918
Share-based payments recognised in equity as an expense	53,046	-
Balance at the end of the period	837,924	784,878

	Consolidated	
	31 Dec 2024 $	31 Dec 2023 $
7. Share-based payment transactions		
Options – recognised in equity (share issue costs) (b)	-	83,303
Options – recognised as an expense (director fees) (a)	53,046	-
	53,046	83,303

Below are the details of the share-based payments expensed during the period.

a) Options issued to a Director as an incentive

On 8 July 2024, 600,000 options exercisable at $0.30 with an expiry date of 23 February 2025 were issued to a Director as part of that Director's remuneration package as an equity-based incentive. The options vested immediately. The value of the options was expensed in the Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income. The fair value of the services could not be reliably measured and therefore, a Black-Scholes Option Pricing model was used to determine the value of the options issued.

Inputs have been detailed below:

Input	**Director Options (30c)**
Number of options	600,000
Grant date	3 July 2024
Expiry date (years)	23 February 2025
Underlying share price	$0.245
Exercise price	$0.30
Volatility	135%
Risk free rate	4.22%
Dividend yield	Nil
Value per option	$0.08841
Total fair value of options	$53,046

Below are the details of the share-based payments made during previous period.

b) Options issued as share issue costs

On 3 August 2023, 600,000 options exercisable at $0.375 with an expiry date of 3 August 2026 were issued to a broker in lieu of cash for capital raising services provided. The options vested immediately. The value of the options has been included within share issue costs. The fair value of the services could not be reliably measured and therefore, a Black-Scholes Option Pricing model was used to determine the value of the options issued.

Inputs have been detailed below:

Input	**Broker Options (37.5c)**
Number of options	600,000
Grant date	3 August 2023
Expiry date (years)	3 August 2026
Underlying share price	$0.25
Exercise price	$0.375
Volatility	100%
Risk free rate	3.78%
Dividend yield	Nil
Value per option	$0.1388
Total fair value of options	$83,303

	Consolidated	
	31 Dec 2024	**31 Dec 2023**
	$	**$**
8. Loss per share		
a) Reconciliation of earnings to profit or loss:		
Loss used to calculate basic and diluted EPS	(250,046)	(301,124)
	Number	**Number**
b) Weighted average number of ordinary shares used as the denominated in calculating basic EPS	52,984,823	42,473,914
Weighted average number of dilutive options outstanding	-	-
Weighted average number of ordinary shares outstanding during the half-year used in calculating dilutive EPS	52,984,823	42,473,914
	cents	**cents**
c) Basic and diluted loss per share	(0.47)	(0.71)

9. Commitments and contingencies

There have been no material changes to the consolidated entity's commitments and contingencies disclosed in the most recent annual financial report.

10. Events after the reporting date

Board and Management Changes

On 2 January 2025, the company announced the appointment of Mr Tony Rovira as a Non-Executive Director of the company, effective 1 January 2025. Mr James Robinson transitioned from his role as a Non-Executive Director to the position of Executive Director and Mr Ranko Matic resigned as Non-Executive Director, both effective 1 January 2025.

Options Expiry

On 24 February 2025, the company announced the expiry of 11,900,000 options on 23 February 2025. Non-Executive Chairman, Mr Adrian Di Menna, held 600,000 options out of the total number of options that expired.

Placement

On 27 February 2025, the company issued 5,000,000 fully paid ordinary shares ('shares') at an issue price of $0.09 per share to the Directors of the company under a placement to raise $450,000. As previously announced on 2 January 2025, the issue of the shares to the Directors under the placement was subject to shareholder approval at the company's general meeting held on 27 February 2025.

Director Options

On 27 February 2025, the company issued 4,000,000 unlisted options ('options') exercisable at $0.20 expiring 3 years from the date of issue to the Directors of the company as part of their remuneration packages as an equity-based incentive. As previously announced on 2 January 2025, the issue of the options to the Directors was subject to shareholder approval at the company's general meeting held on 27 February 2025.

Change of Company Name

As disclosed in the company's notice of meeting dated 28 January 2025, the company sought shareholder approval at the company's general meeting held on 27 February 2025 to change its name to 'Solara Minerals Ltd'. The Directors proposed the change of name to reflect the strategic direction of the company moving forward.

The Australian Securities and Investments Commission processed the change of name of the company from 'Lycaon Resources Ltd' to 'Solara Minerals Ltd' on 27 February 2025, and ASX implemented the company's change of name and change of ASX code to 'SLA', effective from the commencement of trading on 6 March 2025.

Outcome of General Meeting

At the company's general meeting held on 27 February 2025, all 7 resolutions put to shareholders in relation to the placement to the Directors, the issue of the options to the Directors and the change of the company's name as outlined above were passed.

There have been no other matters or circumstances that have arisen since 31 December 2024 that have significantly affected, or may significantly affect, the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

In the Directors' opinion:

- the attached interim financial statements and notes comply with the *Corporations Act 2001*, Australian Accounting Standard AASB 134 Interim Financial Reporting, the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- the attached interim financial statements and notes give a true and fair view of the consolidated entity's financial position as at 31 December 2024 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the consolidated entity will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of Directors made pursuant to section 303(5)(a) of the *Corporations Act 2001*.

On behalf of the Directors,

Adrian Di Menna
Non-Executive Chairman

Date: 6 March 2025
Perth

Criterion Audit Pty Ltd

ABN 85 165 181 822

PO Box 233 LEEDERVILLE WA 6902

Suite 2, 642 Newcastle Street
LEEDERVILLE WA 6007

Phone: 9466 9009

To The Board of Directors

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

As lead audit director for the review of the financial statements of Solara Minerals Limited and its Controlled Entities 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:

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

Yours faithfully

CHRIS WATTS CA
Director

CRITERION AUDIT PTY LTD

DATED at PERTH this 6th day of March 2025

CHARTERED ACCOUNTANTS
AUSTRALIA • NEW ZEALAND

Criterion Audit Pty Ltd

ABN 85 165 181 822

PO Box 233 LEEDERVILLE WA 6902

Suite 2, 642 Newcastle Street
LEEDERVILLE WA 6007

Phone: 9466 9009

Independent Auditor's Review Report

To the Members of Solara Minerals Limited

Conclusion

We have reviewed the half-year financial report of Solara Minerals Limited ("the Company") and its Controlled Entities ("the Group"), which comprises the condensed consolidated statement of financial position as at 31 December 2024, the condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the half-year ended on that date, 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 any matter that makes us believe that the accompanying half-year financial report of Solara 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 ethical 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* 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 Half-Year Financial Report

The Directors are responsible for the preparation of the half-year financial report that gives us 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 is free from material misstatement, whether due to fraud or error.

Auditor’s Responsibility for the Review of the Half-Year 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 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.

Criterion Audit

CRITERION AUDIT PTY LTD

CHRIS WATTS CA
Director

DATED at PERTH this 6th day of March 2025