



Unico Silver

ANNUAL REPORT

30 June 2024

Unico Silver Limited

ASX: USL

ABN 34 116 865 546



Our vision

Our vision is to be a globally relevant silver development company and the preeminent silver company on the Australian Securities Exchange (ASX).

CONTENTS

30 June 2024

Contents

Corporate directory	02
Chairman's Letter	03
Value Statement	04
Directors' report	05
● Review of operations	05
● Remuneration report	26
Auditor's independence declaration	34
FINANCIAL REPORT	36
Statement of profit or loss and other comprehensive income	37
Statement of financial position	38
Statement of cash flows	40
Notes to the financial statements	41
Consolidated entity disclosure statement	68
Directors' declaration	69
Independent auditor's report to the members of Unico Silver Limited	70
Shareholder information	74

CORPORATE DIRECTORY

30 June 2024

Corporate Directory

Directors

Mr Peter Mullens
Non-Executive Chairman

Mr Todd Williams
Managing Director

Ms Melanie Leydin
Non-Executive Director

Mr José Bordogna
Non-Executive Director

Company Secretary

Mr Rajeev Chandra

Registered Office

Level 4
100 Albert Road
South Melbourne VIC 3205

T: 03 9692 7222
F: 03 9077 9233

Share Register

Link Market Services
Tower 4, 727 Collins Street
Docklands VIC 3008

T: 1300 554 474

Auditor

William Buck Audit (Vic) Pty Ltd
Level 20, 181 William Street
Melbourne VIC 3000

Stock Exchange Listing

Unico Silver Limited shares are listed on the Australian Securities Exchange (ASX: USL)

CHAIRMAN'S LETTER

30 June 2024

Chairman's Letter



of work during the gold and silver bull market that ended 2012. We are confident that further drilling will lead to a meaningful resource upgrade at both projects.

With a large silver resource and clear exploration potential, we believe that the Company is leveraged to three macro forces that will serve as important tail winds:

- Loosening of global monetary policy, led by the US Federal Reserve who has indicated two rate cuts are likely this quarter.
- Rapid increase in solar capacity installation, mainly out of China, has seen double digit growth in silver demand from photovoltaics.
- Pro-business policies in Argentina and increased foreign investment, as evidenced by the recent \$4.5 billion acquisition of Filo Mining by BHP and Lundin Mining.

The Company remains well funded, closing a \$8.0 million placement and capital raise (excluding costs) in August 2024 concurrent to the Joaquin transaction. The raise provides important funds to commence a maiden drill program at Cerro Leon, commencing October 2024.

I would like to take this opportunity to thank our dedicated team in Argentina, my fellow directors, and our shareholders for their continued support.

Peter Mullens
Chairman
Unico Silver Limited

Dear fellow shareholders

It has been a transformative year for Unico Silver. During fiscal 2024, the company announced two separate transactions expanding its flagship Cerro Leon portfolio, located in the Santa Cruz province of Argentina, including the acquisition of Sierra Blanca and move to 100% ownership of Conserrat.

This was followed by the proposed acquisition and signing of a binding letter of intent ('LOI') as announced on 20 August 2024 of the Joaquin project from global major Pan American Silver.

Once closed, the Joaquin transaction will conclude a two-year long consolidation initiative that has resulted in the successful negotiation and completion of five transactions resulting in a 16-fold increase in total silver equivalent resources (up from 10 million oz AgEq to over 160 million oz AgEq).

Importantly, total silver resources (excluding gold credits) will exceed 100 million ounces, positioning Unico Silver as one of the largest silver development companies on the ASX.

The exploration histories of Cerro Leon and Joaquin are similar and unique for the province in that exploration to date is limited to a single phase

VALUE STATEMENT

30 June 2024

Value Statement

Vision

Our vision is to be a globally relevant silver development company and the preeminent silver company on the Australian Securities Exchange (ASX).

Mission

- Taking a big picture and long-term view
- Selecting projects based on strength, opposed to lack of weakness
- Identifying value that others overlook
- In geological terranes with world-class endowment
- Engaging in mutually profitable partnerships with all of its stakeholders

Values

We ask that all of our employees practice integrity, respect and an uncompromising commitment to our common goals. These are non-negotiable.

However, what we particularly value in our colleagues is:

- **Courage** - to embrace wild ideas and progressive concepts that challenge conventional wisdom. These ideas are uncomfortable and attract skepticism until they do not.
- **Good judgement** - to make considered technical and commercial decisions based on imperfect and incomplete information that carries inherent uncertainty and risk.
- **Curiosity** - in the scientific process; sharing bold, interesting & experimental ideas and engaging in thoughtful debate.
- **Bias towards action** - where every day is an opportunity to action exceptional outcomes, for the organisation and its stakeholders.
- **Accountability** - to the workplace culture and the integrity of the Company; where no objective is worth compromising our employees, our reputation or the environment in which we work.

DIRECTORS REPORT

30 June 2024

Directors' Report

The Directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'consolidated entity' or 'the Group') consisting of Unico Silver Limited ('USL') (referred to hereafter as the 'Company' or 'parent entity') and the entities it controlled at the end of, or during, the year ended 30 June 2024.

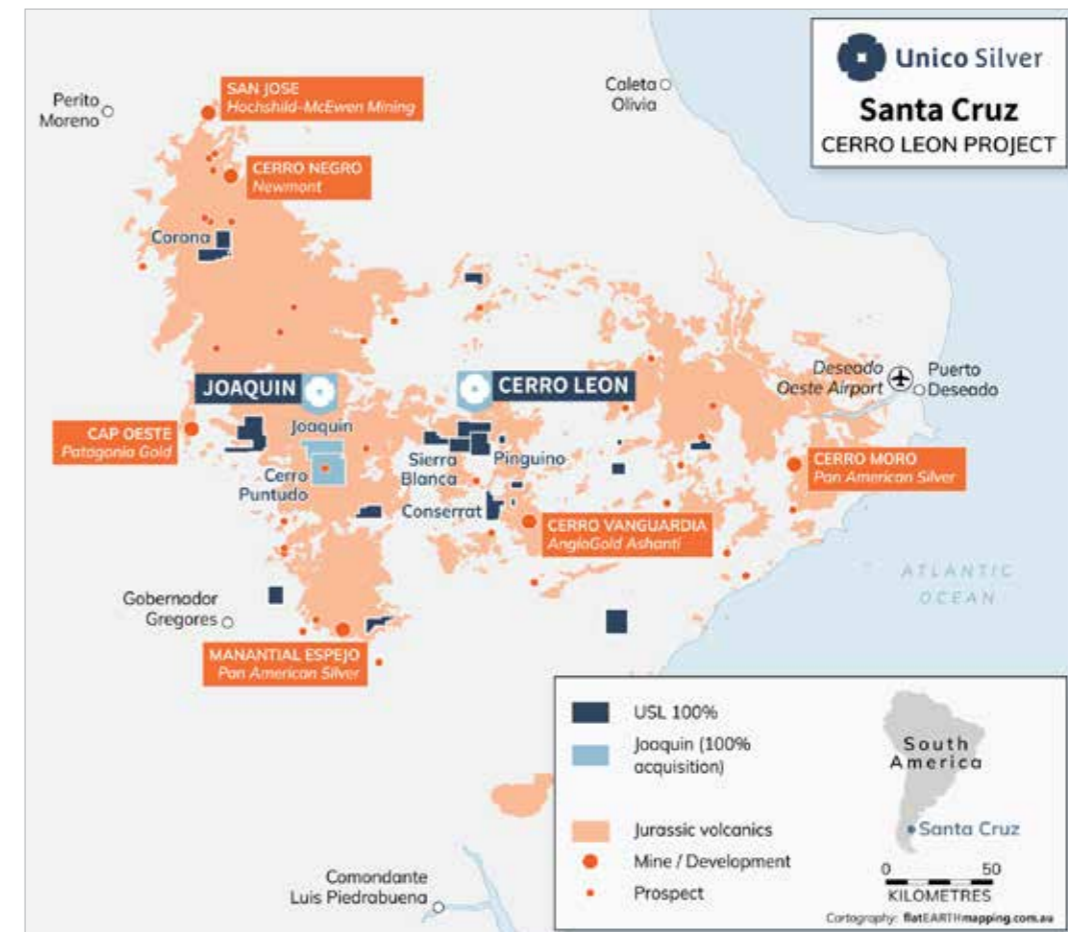
Review of Operations

Unico Silver holds interest in a large portfolio of exploration properties in the mining-friendly Santa Cruz province of Argentina (Figure 1), which is host to numerous multi-million-ounce gold and silver epithermal vein deposits.

The Company's flagship asset is Cerro Leon located in the central Deseado Massif geological province some 45 kilometres northwest of AngloGold Ashanti's Cerro Vanguardia mine. During August 2024, the Company announced the proposed acquisition of the Joaquin and Cerro Puntudo mining

properties (collectively Joaquin) from Pan American Silver Corp (see ASX Announcement, 20 August 2024, Acquisition of Joaquin silver district), expanding the Company's footprint in Santa Cruz. The transaction is planned to close early October 2024.

Figure 1. Santa Cruz portfolio



DIRECTORS REPORT

30 June 2024

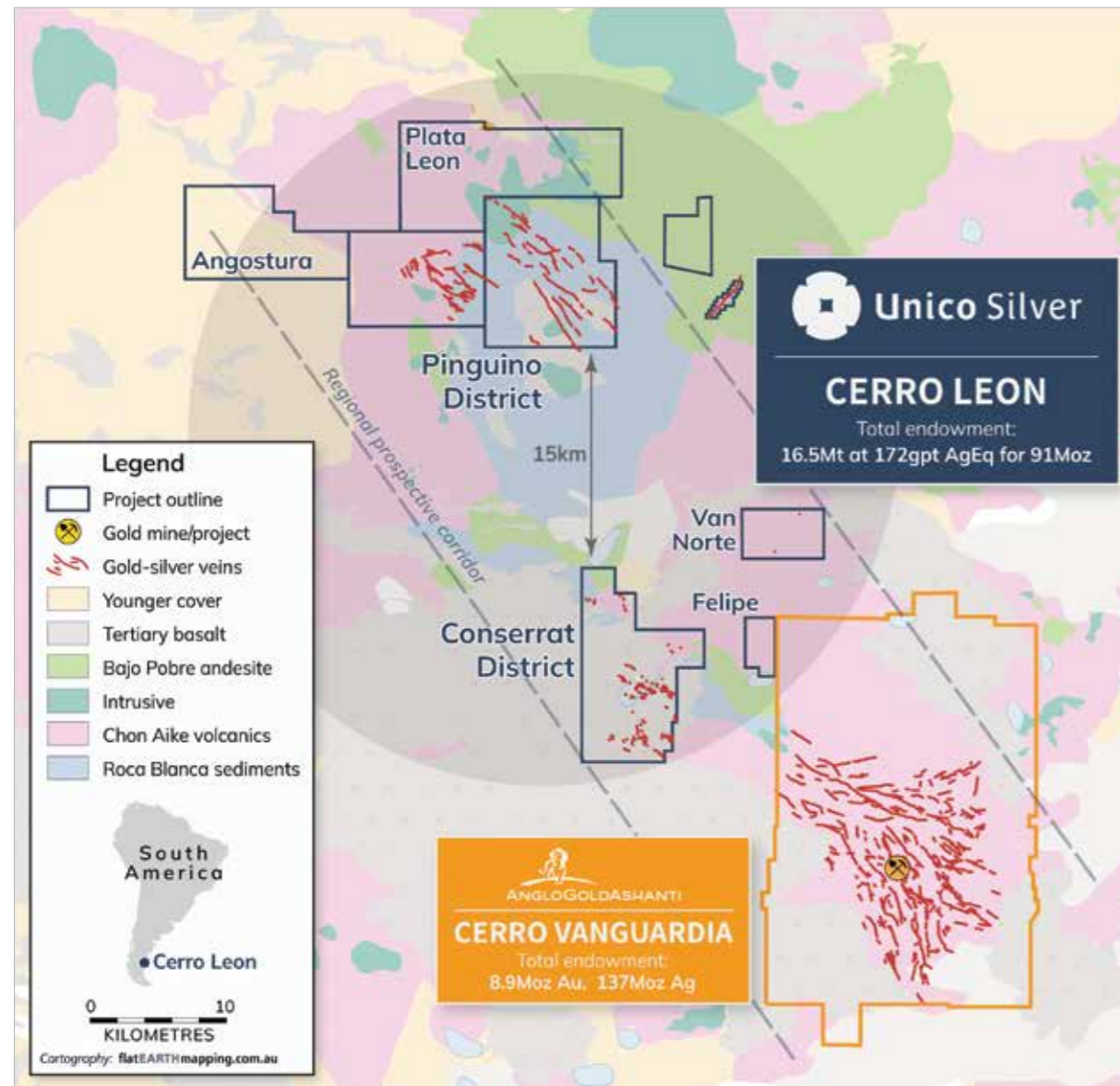
CERRO LEON PROJECT
(SANTA CRUZ)

Figure 2. Cerro Leon Project

Overview

Cerro Leon comprises three separate projects that were consolidated through transactions with Austral Gold (ASX: AGD), Capella Metals and private Australian company RN Gold.

Cerro Leon is host to a JORC compliant indicated and inferred Mineral Resource Estimate (MRE) of 91 million AgEq ounces (16.5Mt @ 77g/t Ag, 0.65g/t Au, 0.91% Zn, 0.35% Pb for 172g/t AgEq).

The acquisition of Pinguino was announced November 2022 (see ASX announcement, 25 November 2022 Transformative 100% Acquisition of Advanced Pinguino Silver Gold Project) and included four contiguous mining titles totalling 9,966 Ha. The project is host to the second largest vein field in Santa Cruz (behind Cerro Vanguardia) with measured dimensions of 12 km by 9 km. Mineralised veins are up to 13m wide in outcrop and cover a combined strike of 115 km.

DIRECTORS REPORT

30 June 2024

Table 1: Cerro Leon summary of mineral resources

Category	Tonnes	AgEq	AgEq Moz	Ag (g/t)	Au (g/t)	Pb (%)	Zn (%)	Ag Moz	Au koz	Pb Mlb	Zn Mlb
Indicated	6.82	172	37.8	86	0.49	0.28	0.93	18.8	107	41.9	140
Inferred	9.65	172	53.5	71	0.77	0.77	0.77	22.1	237	53.7	163
Total	16.47	172	91.3	77	0.65	0.57	0.84	40.9	344	95.6	304

The preceding statements of Mineral Resources conforms to the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code) 2012 Edition. Due to rounding to appropriate significant figures minor discrepancies may occur.

Minera Los Domos Acquisition

During March 2024, USL announced that it had signed a binding share purchase agreement to acquire the non-controlling interest of 20% in its Argentine subsidiary Minera Los Domos S.A. (MLD) that owns the Conserrat project (see ASX announcement, 26 March 2024, Unico moves to 100% ownership of Conserrat). On 24 April 2024, the Company completed the transaction for a consideration of 3,000,000 ordinary shares issued to RN Gold Pty Ltd.

Conserrat is host to indicated and inferred resources of 11.4 million ounces AgEq at 149gpt AgEq. Total consideration included 3 million ordinary USL shares and a 1.5% Net Smelter Royalty (see ASX announcement, 26 March 2024, Unico moves to 100% ownership of Conserrat).

Sierra Blanca Acquisition

On 20 May 2024, USL announced that it had entered into a share purchase agreement ('SPA') to acquire all the shares in Sierra Blanca SA, an Argentine company and incorporated Joint Venture (JV) between Austral Gold Argentina S.A. (Austral Argentina), a subsidiary of Austral Gold Limited (ASX: AGD), and Capella Metals Limited (TSX-V: CMIL). Subsequent to the year end, on 24 July 2024, the acquisition was completed through acquiring all the outstanding shares in Sierra Blanca SA, for a total consideration consisting of 5,000,000 ordinary shares of the Company, together with reimbursement of certain nominal holding costs, as approved by shareholders at the General Meeting held on 9 July 2024.

Sierra Blanca SA owns the mineral claims that make up the Sierra Blanca silver and gold project (Sierra Blanca, 'the Project'). Sierra Blanca comprises five titles totalling 7,997 Ha strategically located west of USL's Pinguino project in the Santa Cruz province of Argentina. The acquisition also includes the Cruz del Sur Project which is made up of two additional mining titles comprising 1,752Ha.

HIGHLIGHTS

100% consolidation of the Pinguino vein field by a single company for the first time.

Contains 28 lineal km of outcropping epithermal veins untested by drilling.

Nine 'walk-up' exploration targets prioritised for further drilling.

136 drill holes (diamond and RC) for 17,949m during 2007 to 2013.

Immediate options for incremental resource growth:

Historical focus on Veta Chala-Archen vein structures, drill results include:

- SBR27: 21m at 244gpt AgEq (0.7gpt Au, 189gpt Ag) from 33m
- SBR51: 11m at 655gpt AgEq (3.4gpt Au, 386gpt Ag) from 46m
- SBR55: 14.3m at 463gpt AgEq (2.8gpt Au, 242gpt Ag) from 31m
- CHD61: 3m at 780gpt AgEq (9.5gpt Au, 28gpt Ag) from 87m
- CHD84: 30.1m at 275gpt AgEq (2.2gpt Au, 101gpt Ag) from 23m

All prospects are located 5km from with USL's existing camp and infrastructure.

DIRECTORS REPORT

30 June 2024

During July 2024, the Company submitted an Environmental Impact Assessment (EIA) and program of works to the Santa Cruz provincial mining authorities for a maiden reverse circulation (RC) drill campaign at Sierra Blanca. Final statutory approvals and drill permits are anticipated prior to December 2024.

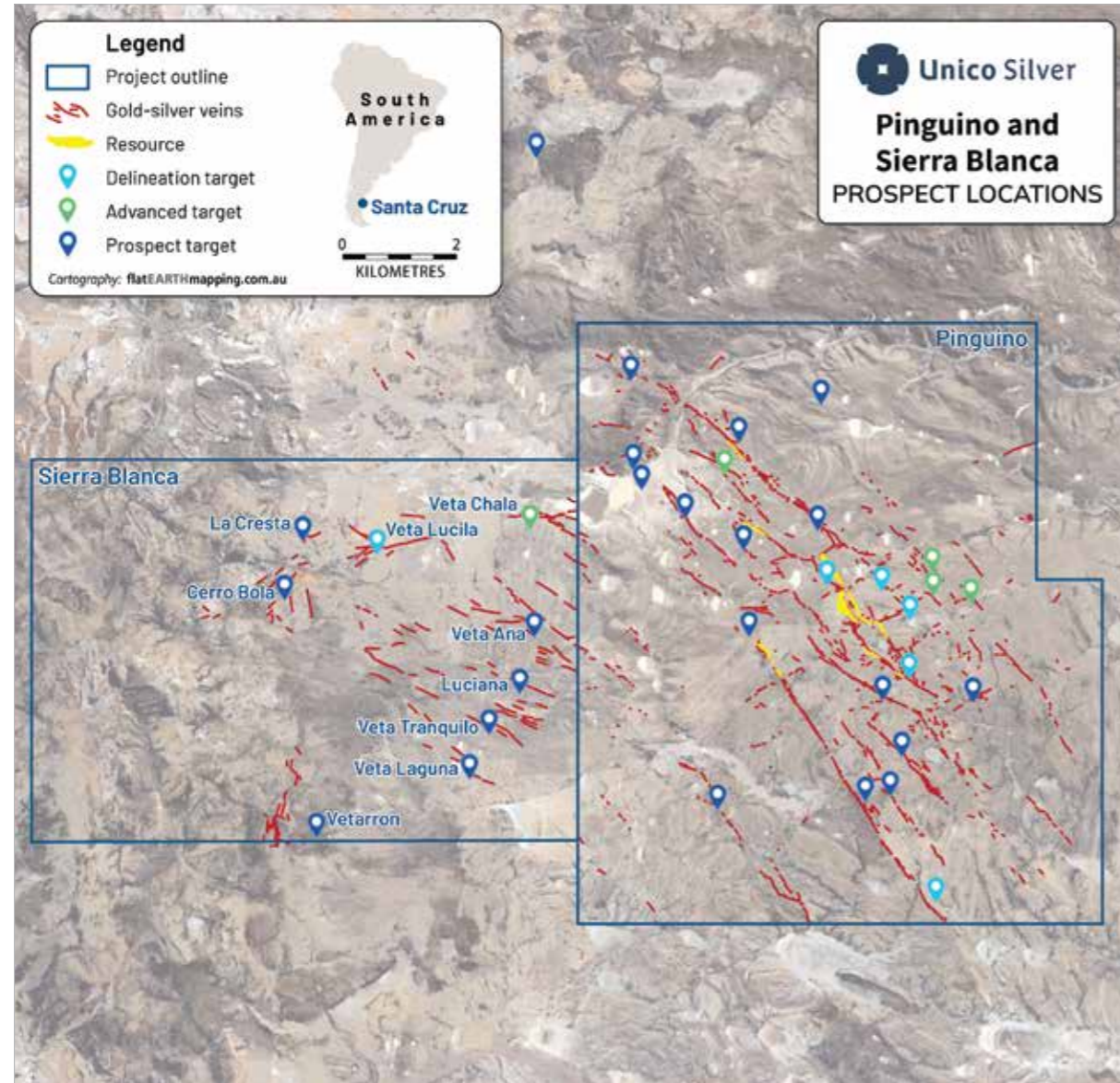


Figure 3. Sierra Blanca and Pinguino projects

DIRECTORS REPORT

30 June 2024

Exploration Target

During May 2024, an Exploration Target range was published for the Cerro Leon project (see USL ASX announcement, 13 May 2024). The Exploration Target does not place an upper limit on the Pinguino vein system and is based on current drill hole data and exploration results.

Table 2: Cerro Leon summary of mineral resources

Exploration Target	Tonnes (Mt)	AgEq (gpt)	AgEq (Moz)
	Range	Range	Range
Total	10 – 15	175 – 266	56 - 128

Cautionary Statement: The potential quantity and grade of the Exploration Target is conceptual in nature and as such there has been insufficient exploration drilling conducted to estimate a mineral resource. At this stage it is uncertain if further exploration drilling will result in the estimation of a mineral resource. The Exploration Target has been prepared and reported in accordance with the JORC Code (2012).

HIGHLIGHTS

Exploration Target incorporates an extensive review of 735 holes, 969 trenches in addition to surface geological, geochemical, and geophysical data.

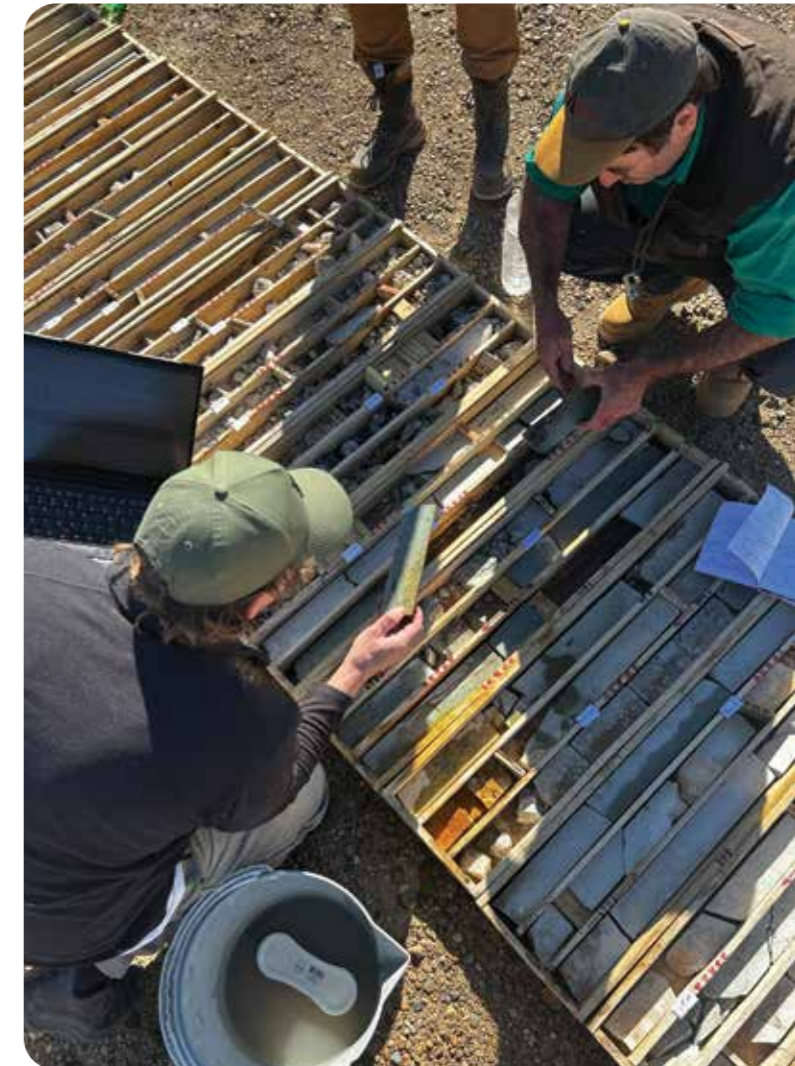
Exploration Target is additional to existing JORC (2012) Mineral Resource Estimate (MRE) of 16.47Mt at 172gpt silver equivalent (AgEq1) for 92 million ounces AgEq.

The project is host to the second largest vein field (behind AngloGold Ashanti's Cerro Vanguardia mine) in the province cumulative strike of mapped veins totalling 115km. To date, 25% of the total veins have been drill tested and approximately 50% of the tested veins have yielded resources.

Exploration Target incorporates 30 prospects, of which 18 are categorised as high confidence and include extensions (along strike and at depth) of mineral resources where drill spacing exceeds 100m. The remaining prospects where lateral extensions of mineralised veins coincide with strong geochemical or geophysical targets untested by drilling.

A +10,000m drill program is planned for 2024 aimed to test prospects included within the Exploration Target in addition to undertaking drilling.

During July 2024, the Company received regulatory approvals for drilling at the Cerro Leon project. The permits include an up to 10,000m staged RC and Diamond drill program within exploration titles that make up the Pinguino district.



DIRECTORS REPORT
30 June 2024

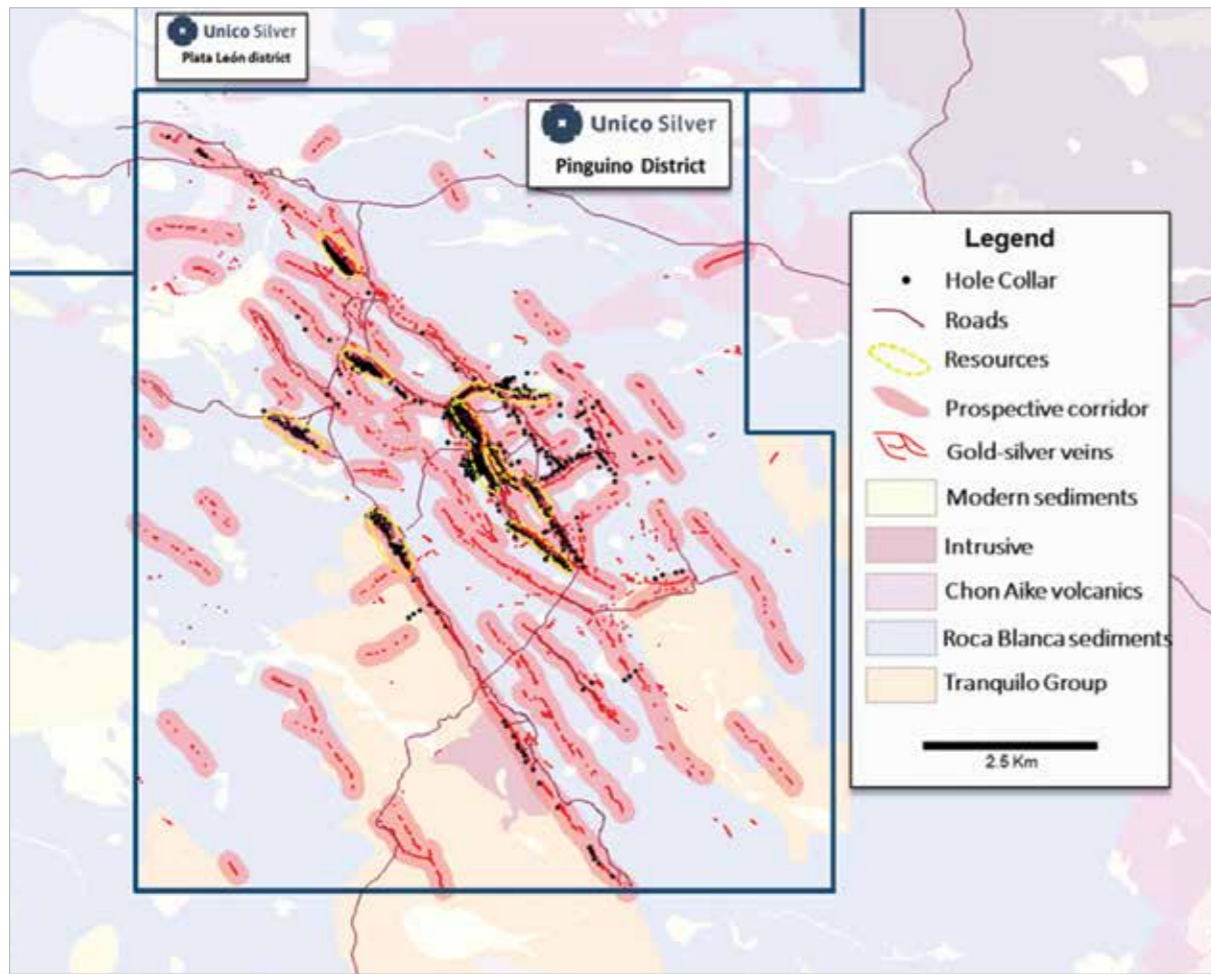


Figure 4: Pinguino district - Plan view: Note, historical drilling is restricted to the central project area. Over 75% of mapped veins have not been drill tested.

DIRECTORS REPORT
30 June 2024

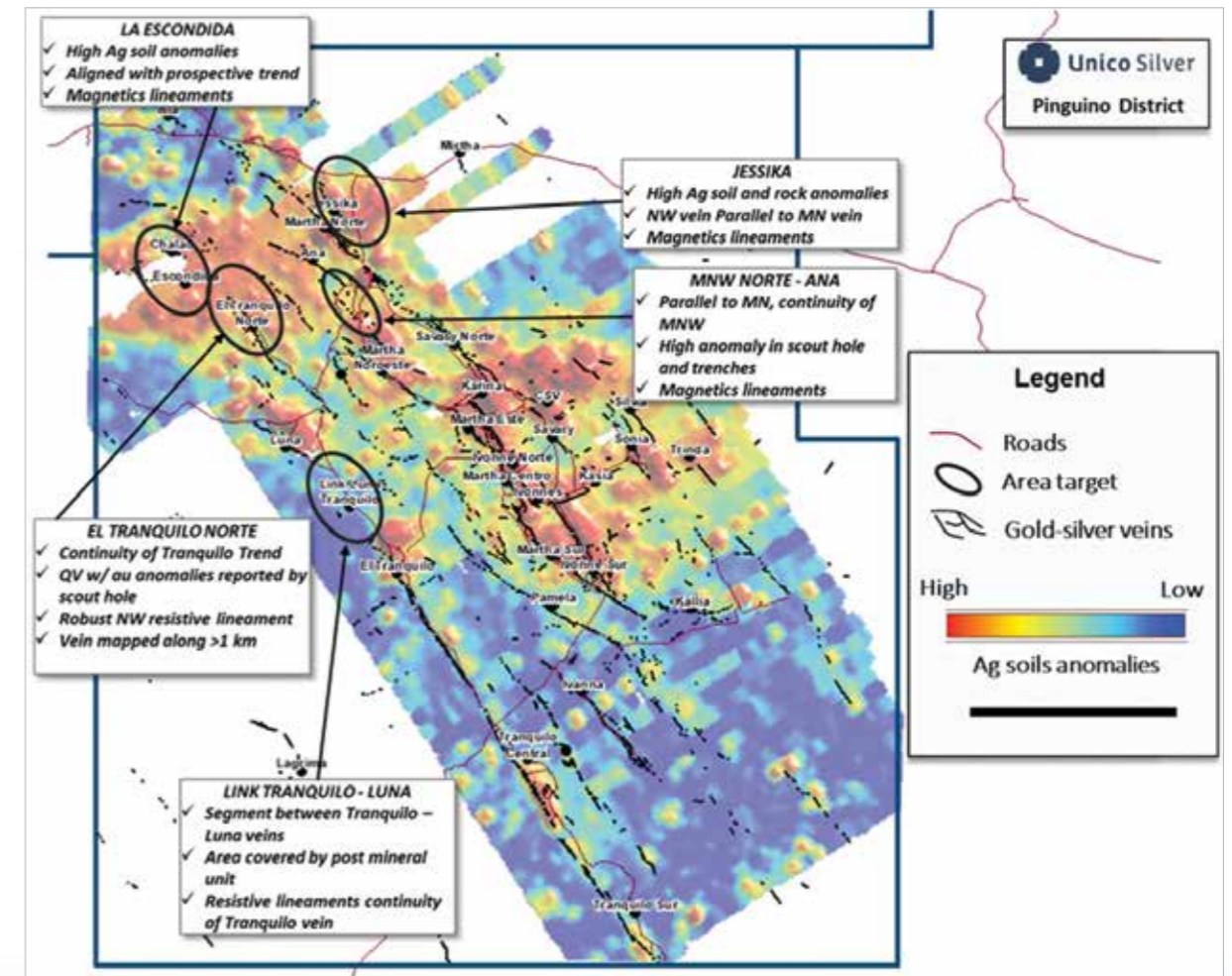


Figure 5: Pinguino soil-silver-anomalies and priority generative targets



DIRECTORS REPORT

30 June 2024

Joaquin Acquisition (Subsequent Event to 30 June 2024)

After the reporting date, on 20 August 2024, the Company announced the signing of a binding letter of intent ('LOI') in respect of a proposed transaction to acquire a 100% interest in the Joaquin and Cerro Puntudo projects from global major, Pan American Silver Corp (NYSE: PAAS). The transaction is planned to close early October 2024.

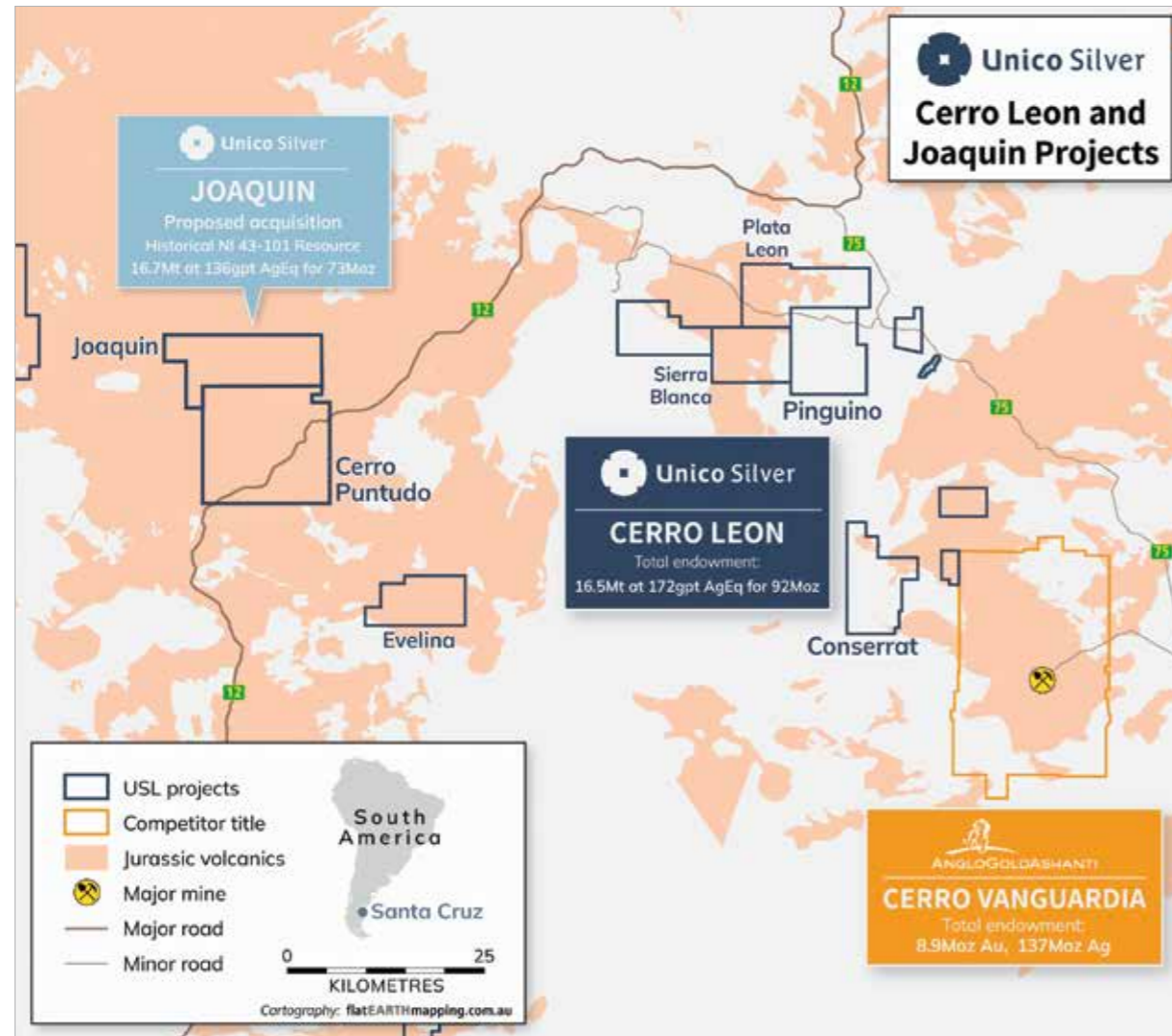


Figure 6: Joaquin and Cerro Puntudo project location

The Project is located within the central Deseado Massif geological province and is centred 60 km west of Cerro Leon with both projects connected via public Route 12 and 75 (Figure 6).

The acquisition of the Joaquin Project forms part of a broader consolidation strategy that has seen USL move to 100% ownership of five projects formerly held by two major mining companies (PAAS and Yamana) and three junior companies, forming the building blocks of a unique camp-scale portfolio within the world-class Santa Cruz precious metal province. The proximity of Joaquin and Cerro Leon is strategic and adds optionality and robustness to possible future development options.

DIRECTORS REPORT

30 June 2024

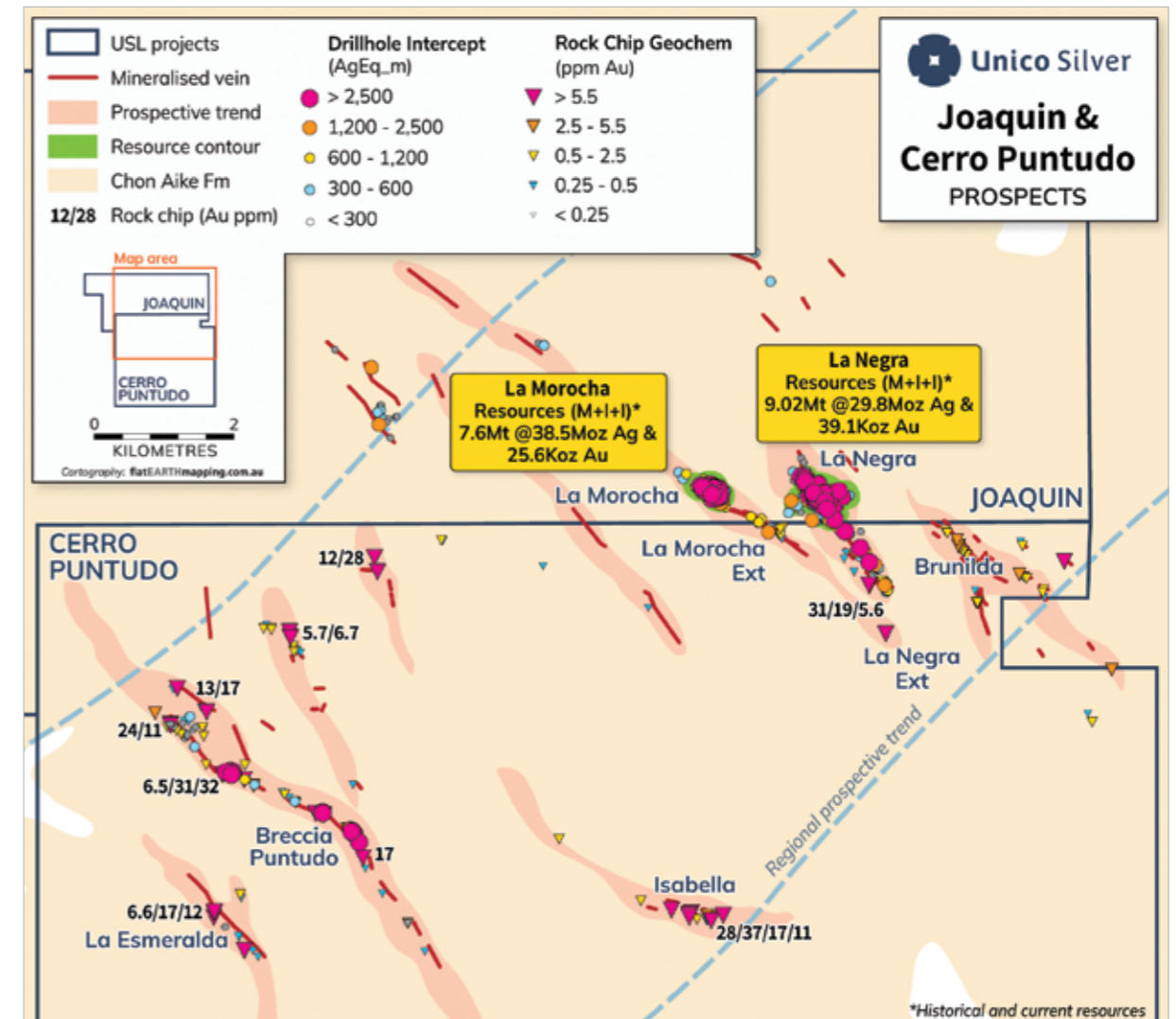


Figure 7: Joaquin project mineral resources and regional exploration targets

The combined Joaquin and Cerro Puntudo mineral titles cover a single epithermal vein system with measured dimensions of 10 km north-south by 12 km east-west (Figure 7). Upon closing this transaction, USL will be the first junior company to consolidate 100% ownership of this underexplored silver district.

Mineralisation was first discovered in 2004 and the district was explored as two separate projects. To the north, Joaquin was explored by Coeur Mining (Coeur), through a Joint Venture with Mirasol Resources (Mirasol), and to the south, Cerro Puntudo was controlled 100% by Extorre Gold Mines (Extorre) and explored intermittently.

In 2013, Coeur declared a foreign resource estimate for Joaquin prepared in accordance with Canadian Securities Administrators' National Instrument 43-101 (NI 43-101) (see Table 3).

The project was sold to PAAS, with the principal focus of developing a selective underground mining operation to truck high-grade silver mineralisation from La Morocha 145km to the Manantial Espejo mine. PAAS published a feasibility study January 2018 and a maiden underground Reserve (0.47Mt at 721gpt Ag for 11Moz Ag) in accordance with NI-43-101.

Mining commenced from the La Morocha underground late 2019 and continued through to 2022. Historical production figures as according to PAAS are shown in Table 4.

Mining was suspended when the Manantial Espejo mining complex was put into care and maintenance.

During March 2023, PAAS closed the acquisition of Yamana and assumed ownership of properties formerly held by Extorre Gold Mines, including Cerro Puntudo.

DIRECTORS REPORT

30 June 2024

Table 3: Joaquin Project – Historical Foreign Estimate as of February 2013

Resource Category	Tonnes (Mt)	Ag (gpt)	Au (gpt)	Ag (Moz)	Au (Koz)	AgEq (gpt)	AgEq (Moz)
M&I	15.7	128	0.12	65.2	61.1	138	70.1
Inferred	1	100	0.12	3.1	3.7	110	3.3
Total	16.7	126	0.12	68.3	64.2	136	73.4

Table 4: Joaquin Project – Historical Production 2019 to 2022

Resource Category	Tonnes (Mt)	Ag (gpt)	Au (gpt)	Ag (Moz)	Au (Koz)	AgEq (gpt)	AgEq (Moz)
Depletion	0.33	410	0.14	4.3	1.5	421	4.5
Total	0.33	410	0.14	4.3	1.5	421	4.5

As announcement on ASX on 20 August 2024 in respect of the Joaquin Project:

- The foreign estimate is sourced from a technical report on the Joaquin Project from NCL Ingenieria y Construccion Ltda, which was prepared for Coeur D'Alene Mines Corporation on 15 February 2013.
- The foreign estimate uses categories of mineralization of inferred, indicated and measured resources, which are the same categories as in the JORC code.
- These foreign estimates relate to the Joaquin Project, which USL has entered into the SPA to acquire. The acquisition is considered material to USL. The Joaquin Project is complementary to ULS's existing Cerro Leon Project and is anticipated to provide an accelerated pathway to critical mass and resource development.
- Limited confirmatory drilling has been completed by Pan American Silver since the February 2013 foreign estimate and the Company does not have access to any other recent estimates or data relevant to the reported mineralisation.
- It is anticipated that desktop studies, database audit and a field review will be required to verify the foreign estimate as a mineral resource under the JORC Code. This work will be funded out of existing cash reserves and is anticipated to be completed within 6 months of closing the transaction.



DIRECTORS REPORT

30 June 2024

Exploration Strategy

Significant historical drill results are provided in Table 5. There are four advanced prospects within the project that are prioritised for near-term resource growth.

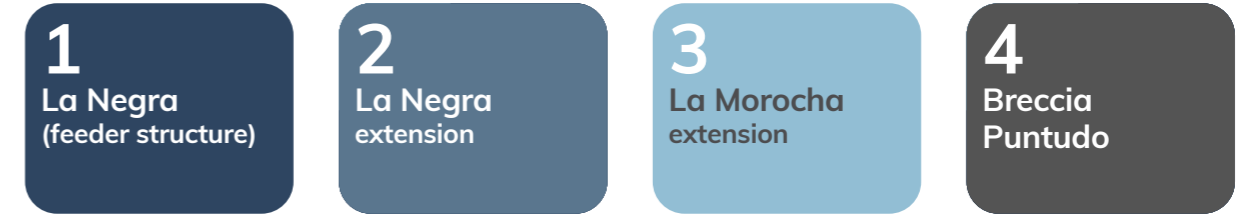


Table 5: Joaquin Project - Significant drill holes.

Property	Hole ID	Statement	GT (AgEq*m)	East (UTM19s)	North (UTM19s)	RL	Dip	Azi
Joaquin	DDJ-252	17.7m at 0.9gpt Au, 3087gpt Ag from 10m	55,879	2458439	4677624	887	-84	245
	DDJ-277	33.7m at 0.5gpt Au, 1311gpt Ag from 130.6m	45,461	2457176	4677480	811	-89	351
	DDJ-058	7.2m at 0.6gpt Au, 4627gpt Ag from 23m	33,646	2458433	4677661	881	-43	236
	DDJ-043	21.3m at 0.2gpt Au, 1363gpt Ag from 18m	29,437	2458441	4677626	883	-47	234
	DDJ-367	27.2m at 900gpt Ag from 82.5m	24,761	2457014	4677509	851	-78	212
	DDJ-386	36.7m at 0.1gpt Au, 651gpt Ag from 125.6m	24,332	2457103	4677546	809	-88	43
	DDJ-366	26.4m at 0.3gpt Au, 772gpt Ag from 148.55m	21,107	2457161	4677497	808	-58	214
	DDJ-132	12m at 0.2gpt Au, 1619gpt Ag from 59.92m	19,751	2458849	4677250	863	-55	233
	DDJ-271	16.5m at 0.3gpt Au, 1066gpt Ag from 145.5m	17,985	2457123	4677551	788	-89	55
	DDJ-357	31.4m at 0.4gpt Au, 489gpt Ag from 143.6m	16,359	2457197	4677502	794	-81	210
	DDJ-364	38.5m at 399gpt Ag from 95.5m	15,593	2457045	4677525	855	-50	212
	DDJ-117	4.5m at 22.3gpt Au, 1699gpt Ag from 272.5m	15,174	2458568	4677418	682	-55	234
	DDJ-368	19m at 0.7gpt Au, 650gpt Ag from 174m	13,376	2457194	4677541	761	-80	210
	DDJ-156	6m at 0.79gpt Au, 2117gpt Ag from 31.5m	13,062	2458430	4677646	871	-53	235
	DDJ-267	22m at 0.18gpt Au, 512gpt Ag from 86m	11,594	2457064	4677495	858	-89	182
	DDJ-374	14.7m at 0.09gpt Au, 706gpt Ag from 119.6m	10,496	2457188	4677453	826	-68	216
	DDJ-405	16.1m at 0.32gpt Au, 593gpt Ag from 10m	9,968	2458458	4677607	886	-61	235
	DDJ-253	39m at 0.19gpt Au, 239gpt Ag from 133m	9,906	2457135	4677538	802	-90	0
	DDJ-282	41m at 0.03gpt Au, 237gpt Ag from 78m	9,881	2457025	4677523	856	-89	54
	DDJ-276	16m at 0.08gpt Au, 560gpt Ag from 99m	9,072	2456937	4677572	826	-89	54
DDJ-375	15.8m at 0.05gpt Au, 501gpt Ag from 116.25m	7,995	2457002	4677535	833	-50	214	
DDJ-218	9m at 1.33gpt Au, 747gpt Ag from 34m	7,623	2458701	4677268	882	-45	234	
DDJ-394	2.1m at 1.5gpt Au, 3420gpt Ag from 157m	7,525	2457204	4677434	785	-78	212	
Cerro Puntudo	RD0020A	3m at 4.15gpt Au, 2723gpt Ag from 54m	9,105	2459365	4676470	921	-60	230
	CPRC027	31m at 3.28gpt Au, 28gpt Ag from 66m	8,525	2451929	4672603	818	-50	228
	CPRC050	9m at 10.33gpt Au, 38gpt Ag from 55m	7,326	2451501	4672863	849	-50	189

On completion of the acquisition, USL proposes to undertake a comprehensive exploration program across each prospect focused on increasing the current Foreign Estimate and publishing a maiden JORC (2012) Mineral Resource Estimate (MRE).

Exceptional potential exists for new discoveries at the Brunilda, La Esmeralda and Isabella structures where historical rock chip sampling defines strong gold anomalies withing outcropping veins.

DIRECTORS REPORT

30 June 2024

Opportunities for Resource Growth

LA NEGRA FEEDER TARGET

Historical drilling at La Negra focused on a potential feeder structure below the current shallow resource. Hole DDJ-117 intercepted a strongly oxidised structure 225m below the surface that returned:

La Negra Feeder: (DDJ-117) 4.5m at 1699g/t Ag, 22g/t Au from 272m (open at depth)

DDJ-117 is open at depth and represents a robust target for a high-grade silver-gold mineralisation.

LA MOROCHA AND LA NEGRA EXTENSIONS

Given the sporadic exploration by Ex Torre Gold Mines within the adjacent Cerro Puntudo projects, significant potential exists for resource growth along strike from La Morocha and La Negra where mineralisation has been defined over a 750m strike in 8 initial wide spaced drill holes.

Key drill results to follow up include:

La Negra Extensions

- (DDJ-031)
13m at 338gpt Ag, 0.1gpt Au from 55.5m depth (open to the SE)
- (RD0004)
3m at 695gpt Ag, 0.6gpt Au from 136m (open at depth)
- (RD0025)
30m at 37gpt Ag, 1.7gpt Au from 51m (open at depth)
- (RD0037)
14m at 7gpt Ag, 7gpt Au from 16m (possible parallel vein)

La Morocha Extensions

- (RD0032)
8m at 226gpt Ag, 0.5gpt Au from 189m (open at depth, along strike).

BRECCIA PUNTUDO

Cerro Puntudo is host to a separate structure Breccia Puntudo with 7596m of historical drilling. The structure is host to three discrete mineralised zones (Rico, Quebrada North and Quebrada) characterised by shallow oxide gold (with lesser silver) mineralisation. Significant drill results include:

Breccia Puntudo

- (CPRC-027)
31m at 28gpt Ag, 3.3gpt Au from 66m
- (CPRC-050)
9m at 38gpt Ag, 10.3gpt Au from 55m
- (CPRC-024)
23m at 13gpt Ag, 3.1gpt Au from 60m
- (CPRC-061)
11m at 6gpt Ag, 4.3gpt Au from 124m

Santa Cruz Regional

LA NEGRA FEEDER TARGET

During the reporting period, the Company relinquished 8 titles (cateos) in Santa Cruz totalling 28,462Ha following field reconnaissance.



DIRECTORS REPORT

30 June 2024

RIO NEGRO PROJECTS (ARGENTINA)

The Rio Negro Province contains the northern portion of the Somuncura Massif, a large volcanic province that is geologically similar to the Deseado Massif in Santa Cruz, but has been subject to far less modern exploration. The Somuncura Massif is host to Pan American Silver's Navidad deposit, the largest undeveloped silver deposit in the world with over 700 million ounces of silver resources.

Rio Negro Regional

During the reporting period, the Company relinquished 13 titles in Rio Negro totalling 90,926 following field reconnaissance.

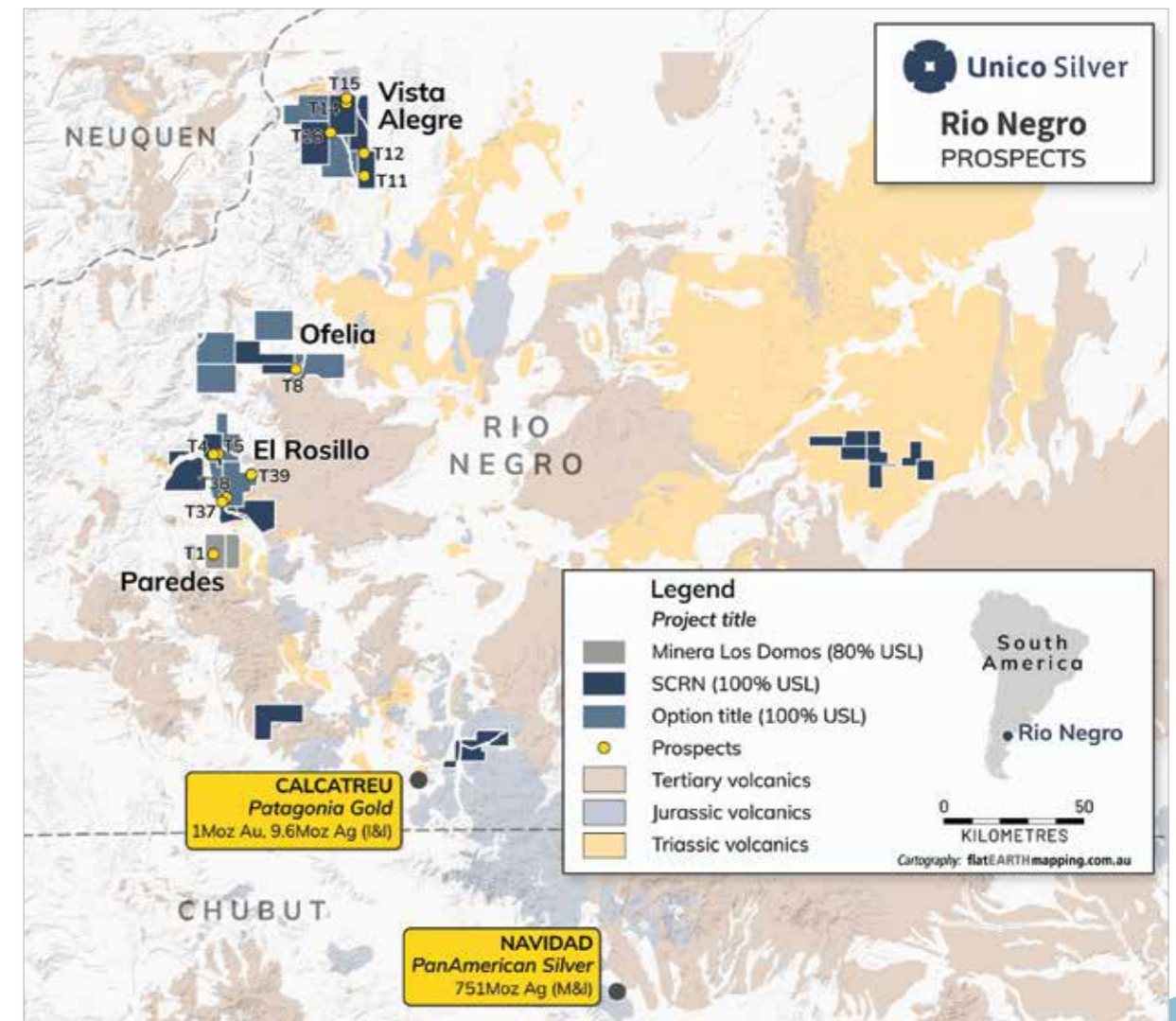


Figure 8. Rio Negro projects

DIRECTORS REPORT

30 June 2024

COBAR PROJECT

(NEW SOUTH WALES, AUSTRALIA)

USL holds a large 175km² strategic landholding in the prolific Cobar Superbasin, New South Wales, located on the eastern margin of the Silurian to early Devonian Mount Hope Trough (Figure 10). Mount Hope project is considered to be analogous to other Cobar style deposits such as the Peak and Perseverance mines located within the Cobar Gold Fields.

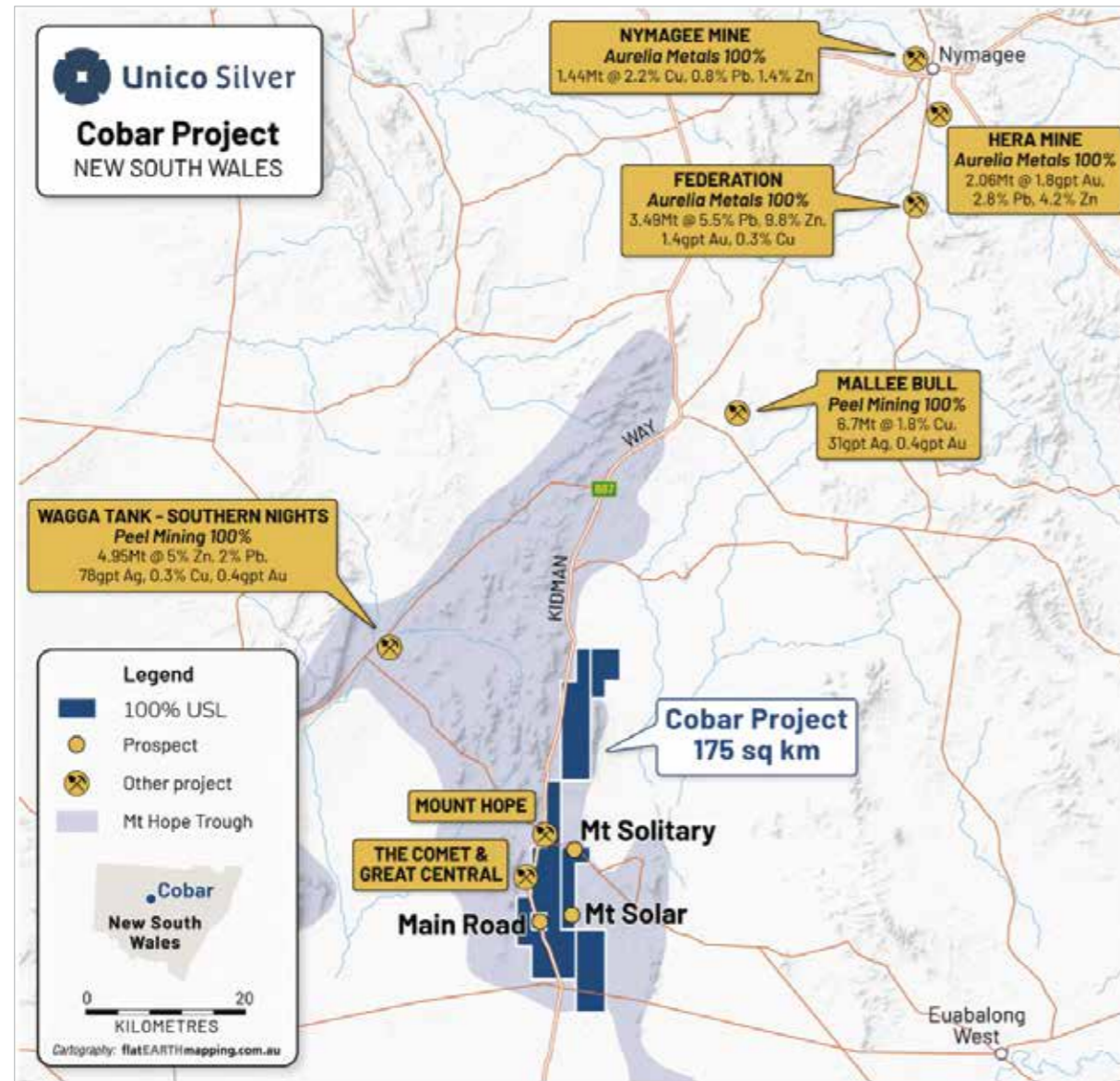


Figure 9. Cobar project

Given the Company's current focus of silver and gold in Santa Cruz province of Argentina, the Company is considering options to with respect to future objectives of the Mount Hope project.

DIRECTORS REPORT

30 June 2024

CORPORATE

Placement

On 22 August 2024, the Company announced that it has received binding commitments to raise \$8.0 million at \$0.17 per share through for the issue of 47.05 million shares under the Company's available placement under ASX Listing Rules 7.1 and 7.1A (Placement Shares). Taylor Collison Limited and SCP Resource Finance LP acted as Joint Lead Managers (Joint Lead Managers) and Whistler Wealth Management Pty Ltd acted as Co-Manager in respect of the Placement. On 27 August 2024, the capital raised was completed with \$8.0 million raised. Transaction costs related to the Lead Manager fee includes a \$482,000 success fee and 2,823,529 option, vested immediately in issue, with expiry date of 17 August 2026 exercisable at 50% premium to the offer price.

Risks

Unico Silver Limited's operating and financial results and performance are subject to various risks and uncertainties, some of which are beyond Unico Silver Limited's reasonable control. Set out below are matters which the Group has assessed as having the potential to have a material impact on its operating and/or financial results and performance:

- 1) Fluctuations in external economic drivers including macroeconomics and metal prices:** The consolidated entity's primary focus is the advancement of its Santa Cruz Gold Silver Project and Rio Negro Gold Silver Project. Fluctuations in the gold and silver price can result from various aspects beyond Unico Silver Limited's control, including macroeconomic and geopolitical. Sustained lower gold and silver prices would adversely impact the viability of the Project.
- 2) Capital and Liquidity:** The consolidated entity will incur expenditures over the next several years in connection with its exploration objectives and development of new projects and relies on its ability to raise capital as its primary source of funding. The Company is exposed to the risk that unfavorable macroeconomic and market conditions would preclude it from raising sufficient capital.
- 3) Capital Controls:** In Argentina, where the Conserrate project is located, effective December 2019 the Alberto Fernandez implemented government changes to Argentina's tax law allowing the Argentine Central Bank to regulate funds coming into and flowing out of Argentina in order to maintain stability and support the economic recovery of the country. The Argentine Government has not set an expiry date for these restrictions and they remain in place. To fund its operations, the Company In addition, the acquires Argentine CCL bonds in US Dollars in the open market and concurrently liquidates the bonds in Argentine Pesos. Changes to Capital Controls has the potential to affect short-term liquidity and how exploration operations are funded.
- 4) Failure to discover mineral resources and convert to ore reserves:** Exploration activities are speculative in nature and often require substantial expenditure on exploration surveys, drilling and sampling as a basis on which to establish the presence, extent and estimated grade (metal content) of mineralised material. Even if significant mineralisation is discovered, it may take additional time and further financial investment to determine whether a mineral resource has attributes that are adequate enough to support the technical and economic viability of mining projects and enable a financial investment and development decision to be made. During that time the economic viability of the project may change due to fluctuations in factors that affect both revenue and costs, including metal prices, foreign exchange rates, the required return on capital, regulatory requirements, tax regimes and future cost of development and mining operations.
- 5) Renewal of tenements:** The consolidated entity has been granted tenements in Argentina and Australia on the terms and conditions set out by the host state and provincial government. At the expiry of the lease term, the decision of renewal application to assign tenements to the consolidated entity remains with Argentine Government. A non-renewal of a tenement that makes up the Company's flagship Conserrate project would adversely affect the operational results and fulfilment of the aspirations of the consolidated entity.
- 6) Failure to attract and retain key employees:** The consolidated entity is heavily dependent for its continued operational success on its ability to attract and retain high calibre personnel to fill roles including Directors, Managing Director, Exploration Manager and geologists. A loss of key personnel or a failure to attract appropriately skilled and experienced personnel could affect its operations and performance.
- 7) IT system failure and cyber security risks:** Any information technology system is potentially vulnerable to interruption and/or damage from a number of sources, including but not limited to computer viruses, cyber security attacks and other security breaches, power, systems, internet and data network failures, and natural disasters. The Group is committed to preventing and reducing cyber security risks through outsourcing the IT management to a reputable services provider. In addition, USL has an insurance policy covering IT and cyber security matters.

DIRECTORS REPORT

30 June 2024

SCHEDULE OF TENEMENTS- AS AT 30 JUNE 2024

Description	Tenement number	Holder	Interest owned by USL (%)
Mount Hope, Australia	EL6837	Fisher	100
Main Road, Australia	EL8058	Fisher	100
Broken Range, Australia	EL8290	Fisher	100
Mount Hope, Australia	EL8654	Fisher	100
Evelina, Argentina	423.826/MS/09	Minera	100
Lago Hermoso, Argentina	423.827/MS/09	Minera	100
El Salado Este, Argentina	423.828/MS/09	Minera	100
El Salado Central I, Argentina	424.985/MS/10	Minera	100
El Porvenir Norte, Argentina	421.672/MS/12	Minera	100
Tres Cerros Oeste, Argentina	422.990/MS/12	Minera	100
Sierra Morena I, Argentina	430.269/MS/14	Minera	100
Sierra Morena II, Argentina	430.270/MS/14	Minera	100
Cañadón La Angostura, Argentina	437.502/BVG/17	Minera	100
Van Norte, Argentina	437.503/BVG/17	Minera	100
Corona Norte, Argentina	437.470/BVG/17	Minera	100
Corona Sur, Argentina	437.472/BVG/17	Minera	100
Corona Este, Argentina	423.084/MLD/23	Minera	100
Corona Oeste, Argentina	423.085/MLD/23	Minera	100
Conserrat, Argentina	437.471/BVG/17	Minera	100
Felipe, Argentina	440.732/LD/19	Minera	100
Corona Este (Cateo), Argentina	422.315/MLD/23	Minera	100
Cerros Blancos, Argentina	32.053/M/2007	Minera	100
Arroyo de la Ventana, Argentina	32.056/M/2007	Minera	100
Paredes Este, Argentina	45.248/M/2020	Minera	100
Paredes Norte, Argentina	46.387-M-2021	Minera	100
Paredes Sur, Argentina	47.465-M-2022	Minera	100
Ofelia, Argentina	45.044-M-2020	Ivael	100
Quila Mahuida, Argentina	45.038-M-2020	Ivael	100
Vista Alegre, Argentina	45.035-M-2020	Ivael	100
Yanquihuen, Argentina	45.036-M-2020	Ivael	100
Comallo Arriba, Argentina	46.000-M-2021	Ivael	100
Doradillo, Argentina	46.001-M-2021	Ivael	100
Efeil, Argentina	46.002-M-2021	Ivael	100
Saladero Sur, Argentina	46.004-M-2021	Ivael	100
Ofelia Norte, Argentina	46.110/M/2021	Ivael	100
Cerro Bayo, Argentina	46.111-M-2021	Ivael	100
Rosillo Sur, Argentina	46.154-M-2021	Ivael	100
Vista Alegre Este, Argentina	46.166-M-2021	Ivael	100
Quila Mahuida Este, Argentina	46.178-M-2021	Ivael (Option)	100
Yanquihuen Oeste, Argentina	46.179-M-2021	Ivael (Option)	100
Bonito, Argentina	46.180-M-2021	Ivael (Option)	100
Ofelia Este, Argentina	46.181-M-2021	Ivael (Option)	100

DIRECTORS REPORT

30 June 2024

SCHEDULE OF TENEMENTS- AS AT 30 JUNE 2024 (continued)

Description	Tenement number	Holder	Interest owned by USL (%)
Cañadon Guanaco Muerto Norte, Argentina	46.210-M-2021	Ivael (Option)	100
Cañadon Guanaco Muerto Sur, Argentina	46.211-M-2021	Ivael (Option)	100
Quinihuau, Argentina	46.208-M-2021	Ivael (Option)	100
Rosillo Oeste, Argentina	46.226-M-2021	Ivael (Option)	100
Nuevo Rosillo, Argentina	46.185-M-2021	Ivael	100
Rosillo Este, Argentina	48.045-M-2023	Ivael	100
Rosillo Occidental, Argentina	48.149-M-2023	Ivael	100
Main Rosillo, Argentina	48.150-M-2023	Ivael	100
Pingüino, Argentina	414.409/CID/00	SCRN Properties Ltd	100
Tranquilo 1, Argentina	405.334/SCRN/05	SCRN Properties Ltd	100
Tranquilo 2, Argentina	405.335/SCRN/05	SCRN Properties Ltd	100
Cañadón, Argentina	405.336/SCRN/05	SCRN Properties Ltd	100
Cóndor, Argentina	414.085/CID/00	SCRN Properties Ltd	100
Alto Condor, Argentina	400.720/SCRN/10	SCRN Properties Ltd	100
Cerro Contreras Oeste, Argentina	424.987/SCRN/10	SCRN Properties Ltd	100
Cerro Contreras Este, Argentina	424.988/SCRN/10	SCRN Properties Ltd	100
Diamante 1, Argentina	407.929/CID/03	SCRN Properties Ltd	100
Diamante 2, Argentina	407.928/CID/03	SCRN Properties Ltd	100
Plata Leon II, Argentina	445.249/SCRN/21	SCRN Properties Ltd	100
Plata Leon III, Argentina	421.850/SCRN/22	SCRN Properties Ltd	100
Plata Leon I, Argentina	432.542/SCRN/15	SCRN Properties Ltd	100
Menucos 6, Argentina	28.036-M-03	SCRN Properties Ltd	100
Menucos 7, Argentina	28.037-M-03	SCRN Properties Ltd	100
Menucos 8, Argentina	28.038-M-03	SCRN Properties Ltd	100
Menucos 9, Argentina	28.039-M-03	SCRN Properties Ltd	100
Menucos 10, Argentina	28.040-M-03	SCRN Properties Ltd	100
Menucos 11, Argentina	28.041-M-03	SCRN Properties Ltd	100
Menucos 12, Argentina	28.042-M-03	SCRN Properties Ltd	100
Menucos 13, Argentina	28.043-M-03	SCRN Properties Ltd	100
Esmeralda	410.449/CV/03	Ivael	100
Mina Isaias	426.742/ER/09	Ivael	100
Isaias II	424.981/ER/10	Ivael	100
Isaias III	426.617/ER/11	Ivael	100
Jacobito	426.744/ER/09	Ivael	100
Jacobito II	424.982/ER/10	Ivael	100
Jacobito III	426.620/ER/11	Ivael	100
Lazarillo	423.174/ER/10	Ivael	100
Lazarito	426.743/ER/09	Ivael	100

DIRECTORS REPORT

30 June 2024

Subsequent to the year end, the Group has acquired following additional tenements through 100% acquisition of Sierra Blanca SA effective 24 July 2024:

Description	Tenement number	Holder	Interest owned by USL (%)
Sierra Blanca I	425.588/IAM/09	Sierra Blanca SA	100
Sierra Blanca II	422.899/MMA/10	Sierra Blanca SA	100
Sierra Blanca III	442.900/MMA/10	Sierra Blanca SA	100
Sierra Blanca IV	441.504/SB/19	Sierra Blanca SA	100
Sierra Blanca V	423.273/SB/23	Sierra Blanca SA	100

NOTES:

Minera - Minera Los Domos S.A, a wholly owned subsidiary of Unico Silver Limited

Ivael - Ivael Minings S.A, a wholly owned subsidiary of Unico Silver Limited

Fisher - Fisher Resources Pty Ltd, a wholly owned subsidiary of Unico Silver Limited

SCRN Properties Ltd: SCRN Properties Ltd is a wholly owned subsidiary of Unico Silver Limited

Sierra Blanca SA: Sierra Blanca SA is a wholly owned subsidiary of Unico Silver Limited effective 24 July 2024.

Directors

The following persons were Directors of Unico Silver Limited during the whole of the financial year and up to the date of this report, unless otherwise stated:

Mr Peter Mullens
Non-Executive Chairman

Mr Todd Williams
Managing Director

Ms Melanie Leydin
Non-Executive Director

Mr José Bordogna
Non-Executive Director

Principal activities

During the financial year the principal continuing activities of the consolidated entity consisted of exploration and evaluation of mineral deposits in Australia and Argentina, together with reviewing other asset opportunities.

Dividends

There were no dividends paid, recommended or declared during the current or previous financial year.

Operating and financial review

The loss for the consolidated entity after providing for income tax and non-controlling interest amounted to \$2,831,005 (30 June 2023: \$17,690,324).

For information on the operating and financial performance and position of the consolidated entity refer to the Review of Operations in the preceding section.

Significant changes in the state of affairs

On 24 April 2024, the Group acquired the residual 20% equity interest in its subsidiary Minera Los Domos SA for a consideration of 3,000,000 ordinary shares issued to RN Gold Pty Ltd. With this, USL moves to 100% equity ownership and control of the Conserrat project and silver-gold resource (the Conserrat project) and surrounding titles held by its Argentine subsidiary Minera Los Domos SA.

On 20 May 2024, USL had entered into a share purchase agreement ('SPA') to acquire all the shares in Sierra Blanca SA, an Argentine company and incorporated Joint Venture (JV) between Austral Gold Argentina S.A. (Austral Argentina), a subsidiary of Austral Gold Limited (ASX: AGD), and Capella Metals Limited (TSX-V: CMIL).

There were no other significant changes in the state of affairs of the consolidated entity during the financial year.

Matters subsequent to the end of the financial year

On 24 July 2024, the Company acquired 100% ownership of the Sierra Blanca project by Sierra Blanca SA, an Argentine company and incorporated Joint Venture (JV) between Austral Gold Argentina S.A. (Austral Argentina), a subsidiary of Austral Gold Limited (ASX: AGD), and Capella Metals Limited (TSX-V: CMIL). The acquisition is completed through acquiring all the outstanding shares in Sierra Blanca SA, for a total consideration consisting of 5,000,000 ordinary shares of the Company, together with reimbursement of certain nominal holding costs, as

DIRECTORS REPORT

30 June 2024

approved by shareholders at the General Meeting held on 9 July 2024. Sierra Blanca project makes up the Sierra Blanca silver and gold projects comprising five mining titles and Cruz del Sur Project which is made up of two additional mining titles. This acquisition expanded Company's flagship Cerro Leon portfolio and signifies the complete consolidation of the Pinguino vein field under a single entity for the first time.

On 30 July 2024, 3,000,000 unlisted options (exercisable at \$0.27 per option, expiring on 30 July 2026) were issued to the Non-executive Directors, as approved by shareholders at the General Meeting held on 9 July 2024.

As announced on the ASX on 20 August 2024, the Company has entered into a binding letter of intent with Pan American Silver Corp (NYSE: PAAS) (and its Argentine subsidiary Minera Triton SA) for the proposed acquisition of the issued capital in Minera Joaquin SA ("MJSA"). MJSA holds 100% interest in the Joaquin mining properties. Under the terms of the proposed transaction, Unico Silver will also acquire the Cerro Puntudo mining properties from PAAS' Argentine subsidiary Yamana Argentina Servicios SA. The Joaquin and Cerro Puntudo mining properties (collectively 'the Project' or 'Joaquin') include 16 titles totalling 35 thousand hectares. The Company will pay the following in consideration to PAAS:

- USD\$2 million paid on the Closing Date (First Payment).
- USD\$2 million paid within 10 calendar days after the earlier of the date of a Feasibility Study on the Joaquin mining properties or the commencement of commercial production on the Joaquin mining properties (Second Payment).
- USD\$4 million paid within 10 calendar days after the commencement of first production.

In addition to the sale of MJSA, PAAS will also transfer to the Company (and its Argentine subsidiary Ivael Mining SA) 100% of the Cerro Puntudo mining properties in exchange for:

- The grant to PAAS of a 1.0% net smelter returns on all mineral produced from the Cerro Puntudo mining properties (excludes Joaquin).
- USD\$4 million paid within 10 calendar days after the commencement of commercial production from the Cerro Puntudo mining properties.

The proposed transaction is subject to entering into definitive legal agreements between PAAS and USL as well as conditional upon the receipt of all required approvals or consents, which are expected to be satisfied before end of September 2024.

On 27 August 2024, the Company raised \$8 million (before related costs) through placement of 47,058,830 shares at \$0.17 per share to institutional and sophisticated investors. Transaction costs related

to the Lead Manager fee includes a \$482,000 success fee and 2,823,529 option, vested immediately in issue, with expiry date of 17 August 2026 exercisable at 50% premium to the offer price.

No other matter or circumstance has arisen since 30 June 2024 that has 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.

Likely developments and expected results of operations

The likely developments of the consolidated entity will be to exploit its current exploration areas of interest in Argentina and the Cobar Basin of New South Wales. The consolidated entity continues to seek suitable opportunities for acquisition or farm-in, while progressing the company's operations.

Environmental regulation

The consolidated entity holds participating interests in a number of exploration tenements. The various authorities granting such tenements require the tenement holder to comply with the terms of the grant of the tenement and all directions given to it under those terms of the tenement. To the best of the Directors' knowledge, the consolidated entity has adequate systems in place to ensure compliance with the requirements of all environmental legislation described above and are not aware of any breach of those requirements during the financial year and up to the date of the Directors' report.

DIRECTORS REPORT

30 June 2024

Information on Directors

The details of Directors as at the date of this report is as below:

Name:
Mr Peter Mullens
Title:
Non-Executive Chairman
Qualifications:
BSc
Experience and expertise:
Mr Mullens is a geologist with a Bachelor of Science degree from Monash University in Melbourne. Peter has over 30 years' experience in the minerals industry, including grass roots exploration to project development in 20 countries across 5 continents. He held senior roles with Mount Isa Mines (MIM) and moved to Argentina in 1994 following the purchase of the Alumbrera Copper Project. During this time, he was responsible for their entry into the Cerro Negro project (Newmont), staking the claims that now host the multi-million-ounce Vein Zone, Bajo Negro and Silica Cap deposits.
He was also a co-founder of the Ironbark Group of companies including Aquiline Resources which held the world-class Navidad silver deposit prior to the 2009 takeover by Pan American Silver. He has participated in several large gold discoveries globally, including the Chang Shan Hoe gold deposit in China, and the Amulsar gold deposit in Armenia where he was the co-founder and financier of Lydian Resources. Mr Mullens is an experienced director having served on a number of public company boards including Laramide Resources, Lydian Resources, Royal Road Minerals, Tethyan Resources and G2 Gold. He is currently the Executive Chairman of GBM Resources (ASX: GBZ), who have development-stage gold projects in the Drummond Basin Queensland.
Other current directorships:
Mogotes Metals (MOG.V), Green Shift Commodities (GC OM.V)
Former directorships (last 3 years):
None
Special responsibilities:
None
Interests in shares:
1,172,222 fully paid ordinary shares
Interests in options:
500,000 unlisted options, expiring on 1 November 2024
2,000,000 unlisted options granted on 30 July 2024, expiring on 30 July 2026.

Name:
Mr Todd Williams
Title:
Managing Director
Qualifications:
BSc
Experience and expertise:
Mr Williams is an exploration geologist with a Bachelor of Science graduating from the University of Adelaide in 2011. From 2015 to his appointment as Managing Director of Unico Silver Limited (previously E2 Metals Limited).
Mr Williams was the founder and principal of Circum Pacific Pty Ltd, a private Australian-based but South American focused gold explorer. During this time, he managed the development of greenfields projects in Colombia and Argentina, including the Company's Santa Cruz and Rio Negro projects.
Other current directorships:
Orpheus Uranium (ASX:ORP)
Former directorships (last 3 years):
None
Interests in shares:
4,035,185 fully paid ordinary shares
Interests in options:
1,000,000 unlisted options, expiring on 1 November 2024
5,000,000 unlisted options, expiring on 1 November 2026
Interests in rights:
4,000,000 unquoted performance rights expiring on 28 November 2026

Meetings of Directors

The number of meetings of the Company's Board of Directors ('the Board') held during the year ended 30 June 2024, and the number of meetings attended by each Director were:

Held: represents the number of meetings held during the time the Director held office.

DIRECTORS REPORT

30 June 2024

Name:
Ms Melanie Leydin
Title:
Non-Executive Director
Qualifications:
BBus (Acc. Corp Law) CA FGIA
Experience and expertise:
Melanie Leydin holds a Bachelor of Business majoring in Accounting and Corporate Law. She is a member of the Institute of Chartered Accountants, Fellow of the Governance Institute of Australia and is a Registered Company Auditor. She graduated from Swinburne University in 1997, became a Chartered Accountant in 1999 and from February 2000 to October 2021 was the principal of Leydin Freyer. In November 2021 Vistra acquired Leydin Freyer and, Melanie is now Vistra Australia's Managing Director and Regional Managing Director. Vistra is a prominent provider of specialised consulting and administrative services to clients in the Fund, Corporate, Capital Markets, and Private Wealth sectors.
Melanie has over 30 years' experience in the accounting profession and over 20 years' experience holding Board positions including Company Secretary and CFO of ASX listed entities. She has extensive experience in relation to public company responsibilities, including ASX and ASIC compliance, control and implementation of corporate governance, statutory financial reporting, reorganisation of Companies, initial public offerings, secondary raisings and shareholder relations.
Other current directorships:
Invio Limited (ASX:IVX)
Former directorships (last 3 years):
Alchemia Limited (ASX:ACL), Medibio Limited (ASX:MEB)
Special responsibilities:
None
Interests in shares:
976,800 fully paid ordinary shares
Interests in options:
500,000 unlisted options, expiring on 1 November 2024

Name	Full Board	
	Attended	Held
Melanie Leydin	7	7
Todd Williams	7	7
Peter Mullens	7	7
José Bordogna	7	7

Name:
José Bordogna
Title:
Non-Executive Director effective 1 March 2023
Qualifications:
BAcc, MIB, EMBA
Experience and expertise:
Mr. Bordogna is a highly experienced accountant and is the CFO of Austral Gold Limited (Austral Gold). During his time with Austral Gold, Mr. Bordogna has overseen the conversion of more than US\$50 million in debt to equity, more than \$15m in equity investments with TSX-V listed exploration companies with assets in South America, as well as more than US\$50m in direct investments in key exploration and mining-related assets in Argentina and Chile. Prior to joining Austral Gold, Mr. Bordogna worked for the International Finance Corporation (World Bank Group) and Deloitte & Touche in Latin America. He has over 15 years' experience in finance, investment banking and accounting roles. Mr. Bordogna holds an accounting degree from the Pontificia Universidad Católica Argentina, a Masters of International Business from the University of Sydney, Australia, and a Global Executive MBA from IE Business School, Spain.
Other current directorships:
None
Former directorships (last 3 years):
None
Interests in shares:
None
Interests in options:
1,000,000 unlisted options granted on 30 July 2024, expiring on 30 July 2026.
'Other current directorships' quoted above are current directorships for listed entities only and excludes directorships of all other types of entities, unless otherwise stated.
'Former directorships (last 3 years)' quoted above are directorships held in the last 3 years for listed entities only and excludes directorships of all other types of entities, unless otherwise stated.

Company Secretary:

Rajeev Chandra– BCom, MBA, CA, FGIA

Rajeev has over 20 years of commercial experience in small cap to multinational organisations including roles at c-suite and Board level. He has worked in multiple industries spanning energy, education, healthcare, mining and resources. Rajeev has a Bachelor of Commerce degree from Auckland University and an MBA from Deakin University. He holds membership of the Institute of Chartered Accountants of Australia & New Zealand, Institute of Chartered Management Accountants (UK) and is a Fellow of the Governance Institute of Australia.

DIRECTORS REPORT

30 June 2024

Remuneration report (audited)

The remuneration report details the key management personnel remuneration arrangements for the consolidated entity, in accordance with the requirements of the Corporations Act 2001 and its Regulations.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including all Directors.

The remuneration report is set out under the following main headings:

- Principles used to determine the nature and amount of remuneration
- Details of remuneration
- Service agreements
- Share-based compensation
- Additional information
- Additional disclosures relating to key management personnel

Principles used to determine the nature and amount of remuneration

The objective of the consolidated entity's executive reward framework is to ensure reward for performance is competitive and appropriate for the results delivered. The framework aligns executive reward with the achievement of strategic objectives and the creation of value for shareholders, and it is considered to conform to the market best practice for the delivery of reward. The Board of Directors ('the Board') ensures that executive reward satisfies the following key criteria for good reward governance practices:

- competitiveness and reasonableness
- acceptability to shareholders
- performance linkage / alignment of executive compensation
- transparency

The Board is responsible for determining and reviewing remuneration arrangements for its directors and executives. The performance of the consolidated entity depends on the quality of its directors and executives. The remuneration philosophy is to attract, motivate and retain high performance and high quality personnel.

The Board has structured an executive remuneration framework that is market competitive and complementary to the reward strategy of the consolidated entity.

The reward framework is designed to align executive reward to shareholders' interests. The Board has considered that it should seek to enhance shareholders' interests by:

- focusing on sustained growth in shareholder wealth, consisting of dividends and growth in share price, and delivering constant or increasing return on assets as well as focusing the executive on key non-financial drivers of value
- attracting and retaining high calibre executives

Additionally, the reward framework should seek to enhance executives' interests by:

- rewarding capability and experience
- reflecting competitive reward for contribution to growth in shareholder wealth
- providing a clear structure for earning rewards

In accordance with best practice corporate governance, the structure of non-executive Director and executive Director remuneration is separate.

NON-EXECUTIVE DIRECTORS REMUNERATION

Fees and payments to Non-Executive Directors reflect the demands and responsibilities of their role. Non-Executive Directors' fees and payments are reviewed annually. The Board may, from time to time, receive advice from independent remuneration consultants to ensure non-executive directors' fees and payments are appropriate and in line with the market. The chairman's fees are determined independently to the fees of other non-executive directors based on comparative roles in the external market. The chairperson is not present at any discussions relating to the determination of his own remuneration.

ASX listing rules require the aggregate non-executive directors remuneration be determined periodically by a general meeting. The most recent determination was at the Annual General Meeting held on 12 November 2018, where the shareholders approved an aggregate remuneration of \$300,000.

EXECUTIVE REMUNERATION

The consolidated entity aims to reward executives based on their position and responsibility, with a level and mix of remuneration which has both fixed and variable components.

The executive remuneration and reward framework has the following components:

- base pay and non-monetary benefits
- long-term performance incentives; and
- other remuneration such as superannuation and long service leave

The combination of these comprises the executive's total remuneration.

DIRECTORS REPORT

30 June 2024

Fixed remuneration, consisting of base salary, superannuation and non-monetary benefits, are reviewed annually by the Board based on individual and business unit performance, the overall performance of the consolidated entity and comparable market remunerations.

Executives may receive their fixed remuneration in the form of cash or other fringe benefits (for example motor vehicle benefits) where it does not create any additional costs to the consolidated entity and provides additional value to the executive.

Short term incentives are payable to Executives based upon the attainment of agreed corporate and individual milestones and are reviewed and approved by the Board of Directors. During the year ended 30 June 2024, an amount of \$66,000 was paid as

bonus (30 June 2023: \$nil) in respect of achieving FY24 agreed corporate and individual milestones.

Executives are issued with equity instruments as Long Term Incentives (LTI) in a manner that aligns this element of remuneration with the creation of shareholder wealth. LTI grants are made to Executives who are able to influence the generation of shareholder wealth and thus have a direct impact on the creation of shareholder wealth.

On 28 November 2023, the Company issued 4,000,000 performance rights, with expiry date of 26 November 2026, to the Managing Director, Mr Todd Williams comprising of 2,000,000 performance rights each over 2 tranches with various vesting conditions relating to the performance conditions as below:

Tranche	Performance conditions
Tranche 1	<ul style="list-style-type: none"> Announcement by the Company of the delineation of a Mineral Resources Estimate of at least 150 million silver equivalent ounces (Above 50gpt AgEq cut off). Continuous employment.
Tranche 2	<ul style="list-style-type: none"> Announcement by the Company of the delineation of a Mineral Resources Estimate of at least 200 million silver equivalent ounces (Above 50gpt AgEq cut off). Continuous employment.

CONSOLIDATED ENTITY PERFORMANCE AND LINK TO REMUNERATION

Remuneration for certain individuals is directly linked to the exploration findings of the consolidated entity. The performance rights issued to Managing Director, Mr Todd Williams, as noted above, are subjects to performance hurdles relating to the consolidated entity achieving Mineral Resources Estimates detailed in the performance conditions.

USE OF REMUNERATION CONSULTANTS

During the financial year ended 30 June 2024, the consolidated entity did not engage any remuneration consultants.

Details of remuneration

AMOUNTS OF REMUNERATION

Details of the remuneration of key management personnel ('KMP') of the consolidated entity are set out in the following tables.

The key management personnel of the consolidated entity consisted of the following Directors of Unico Silver Limited:

- Mr Peter Mullens
Non-Executive Chairman
- Mr Todd Williams
Managing Director
- Ms Melanie Leydin
Non-Executive Director
- Mr José Bordogna
Non-Executive Director

Key management personnel are those persons who, directly or indirectly, have authority and responsibility for planning, directing and controlling the major activities of the Company and the Group.

DIRECTORS REPORT

30 June 2024

30 June 2024	Short-term benefits			Post-employment benefits	Long-term benefits	Share-based payments	Total
	Salary and fees \$	Cash bonus \$	Annual leave \$	Super-annuation \$	Long service leave \$	Equity-settled \$	

Non-Executive Directors:

Peter Mullens	54,054	-	-	5,946	-	-	60,000
Melanie Leydin*	39,996	-	-	-	-	-	39,996
José Bordogna	36,036	-	-	3,964	-	-	40,000

Executive Director:

Todd Williams	225,225	66,000	20,155	24,775	11,507	298,623	646,285
	355,311	66,000	20,155	34,685	11,507	298,623	786,281

* In addition to the Director fee as above to Ms Leydin, \$181,983 was charged by Vistra Australia, an entity associated to Ms Leydin, for company secretarial and CFO services provided to the consolidated entity during the financial year ended 30 June 2024.

30 June 2023	Short-term benefits			Post-employment benefits	Long-term benefits	Share-based payments	Total
	Salary and fees \$	Cash bonus \$	Annual leave \$	Super-annuation \$	Long service leave \$	Equity-settled \$	

Non-Executive Directors:

Peter Mullens	54,299	-	-	5,701	-	21,454	81,454
Melanie Leydin*	39,996	-	-	-	-	21,454	61,450
José Bordogna	12,012	-	-	1,321	-	-	13,333

Executive Director:

Todd Williams	199,095	-	4,230	20,905	8,832	89,917	322,979
	305,402	-	4,230	27,927	8,832	132,825	479,216

* In addition to the Director fee as above to Ms Leydin, \$170,900 charged by Vistra Australia, an entity associated to Ms Leydin, for company secretarial and CFO services provided to the consolidated entity during the financial year ended 30 June 2023.

Equity-settled share-based payments in the tables above represents the valuation of the options and/or performance rights granted to the relevant KMP, as required by Accounting Standard AASB 2- Share-based Payment to be accounted as the cost to the Company. The amount disclosed for equity-settled share-based payments represents the accounting valuation recognised as cost to the Company during the year and does not represent cash remuneration to the KMP.

DIRECTORS REPORT

30 June 2024

The proportion of remuneration linked to performance and the fixed proportion are as follows:

Name	Fixed remuneration		At risk - STI		At risk - LTI	
	30 June 2024	30 June 2023	30 June 2024	30 June 2023	30 June 2024	30 June 2023
Non-Executive Directors:						
Melanie Leydin	100%	65%	-	-	-	35%
Peter Mullens	100%	74%	-	-	-	26%
José Bordogna*	100%	100%	-	-	-	-
Executive Director:						
Todd Williams	42%	72%	10%	-	48%	28%

SERVICE AGREEMENTS

Remuneration and other terms of employment for key management personnel are formalised in service agreements. Details of these agreements are as follows:

Name: Todd Williams
Title: Managing Director
Agreement commenced: 20 December 2018
Term of agreement: Six months' notice in writing.
Details: Annual salary of \$250,000 including statutory superannuation.
 Key management personnel have no entitlement to termination payments in the event of removal for misconduct.

SHARE-BASED COMPENSATION

Issue of shares

There were no shares issued to Directors and other key management personnel as part of compensation during the year ended 30 June 2024.

Options

Options over ordinary shares issued to directors and other key management personnel as part of compensation that were outstanding as at 30 June 2024 as below:

Name	Number of options granted	Grant date	Vesting date and exercisable date	Expiry date	Exercise price	Fair value per option at grant date
Todd Williams	1,000,000	01/11/2021	01/11/2022	01/11/2024	\$0.369	\$0.126
Peter Mullens	500,000	01/11/2021	01/11/2022	01/11/2024	\$0.369	\$0.126
Melanie Leydin	500,000	01/11/2021	01/11/2022	01/11/2024	\$0.369	\$0.126
Todd Williams	2,000,000	28/11/2023	28/11/2023	28/11/2026	\$0.136	\$0.049
Todd Williams	1,500,000	28/11/2023	28/11/2024	28/11/2026	\$0.136	\$0.049
Todd Williams	1,500,000	28/11/2023	28/11/2025	28/11/2026	\$0.136	\$0.049

Name	Value of options granted during the year \$	Value of options exercised during the year \$	Value of options lapsed during the year \$	Remuneration consisting of options for the year %
Todd Williams	249,500	-	-	-

DIRECTORS REPORT

30 June 2024

Performance rights

On 28 Nov 2023, the Company issued 4,000,000 performance rights to Mr Todd Williams (Managing Director) with an expiry date of 28 November 2026. Refer to 'Executive remuneration' section above for further details and the vesting conditions.

The number of performance rights over ordinary shares granted to and vested by directors and other key management personnel as part of compensation during the year ended 30 June 2024 are set out below:

Name	Number of rights granted during the year 30 June 2024	Number of rights granted during the year 30 June 2023	Number of rights vested during the year 30 June 2024	Number of rights vested during the year 30 June 2023
Todd Williams	4,000,000	-	-	2,250,000

Details of performance rights over ordinary shares granted, vested and lapsed for Directors and other key management personnel as part of compensation during the year ended 30 June 2024 are set out below:

Name	Grant date	Expiry date	Number of rights granted	Value of rights granted \$	Value of rights vested \$	Number of rights cancelled \$	Value of rights cancelled \$
Todd Williams	28/11/2023	28/11/2026	4,000,000	400,000	-	-	-

Performance rights granted carry no dividend or voting rights. All 4,000,000 performance rights were outstanding as at 30 June 2024.

ADDITIONAL INFORMATION

The earnings of the consolidated entity for the five years to 30 June 2024 are summarised below:

	2024 \$	2023 \$	2022 \$	2021 \$	2020 \$
Revenue	950,762	1,303,522	5,397,891	3,702,886	373,042
Loss after income tax	(2,877,995)	(17,948,199)	(10,356,202)	(6,178,937)	(2,789,455)
Total comprehensive income	(3,005,806)	(17,818,898)	(10,324,493)	(6,280,151)	(2,857,388)

The factors that are considered to affect total shareholders return ('TSR') are summarised below:

	2024	2023	2022	2021	2020
Share price at financial year end (\$)	0.15	0.10	0.13	0.28	0.16
Basic earnings per share (cents per share)	(0.95)	(7.93)	(5.56)	(3.66)	(2.53)
Diluted earnings per share (cents per share)	(0.95)	(7.93)	(5.56)	(3.66)	(2.53)

DIRECTORS REPORT

30 June 2024

ADDITIONAL DISCLOSURES RELATING TO KEY MANAGEMENT PERSONNEL

Shareholding

The number of shares in the Company held during the financial year by each Director and other members of key management personnel of the consolidated entity, including their personally related parties, is set out below:

Name	Balance at the start of the year	Received as part of remuneration	Additions*	Others	Balance at the end of the year
Ordinary shares					
Todd Williams	4,035,185	-	-	-	4,035,185
Melanie Leydin	976,800	-	-	-	976,800
Peter Mullens*	872,222	-	300,000	-	1,172,222
	5,884,207	-	300,000	-	6,184,207

* Addition during the year from on-market trade on 9 November 2023.

Option holding

The number of options over ordinary shares in the Company held during the financial year by each Director and other members of key management personnel of the consolidated entity, including their personally related parties, is set out below:

Name	Balance at the start of the year	Granted/ (exercised)	Expired/ forfeited/ other	Balance at the end of the year
Options over ordinary shares				
Todd Williams*	1,000,000	5,000,000	-	6,000,000
Peter Mullens	500,000	-	-	500,000
Melanie Leydin	500,000	-	-	500,000
	2,000,000	5,000,000	-	7,000,000

* On 28 November 2023, 5,000,000 options with an exercise price of \$0.136 per option and 3-year expiry period were issued to Mr Todd Williams, Managing Director.

Performance rights holding

The number of performance rights over ordinary shares in the Company held during the financial year by each Director and other members of key management personnel of the consolidated entity, including their personally related parties, is set out below:

Name	Balance at the start of the year	Granted during the year	Expired/ forfeited/ other*	Vested and exercised	Balance at the end of the year
Ordinary shares					
Todd Williams	-	4,000,000	-	-	4,000,000

On 28 November 2023, the Company issued 4,000,000 performance rights, with expiry date of 26 November 2026 to Mr Todd Williams, Managing Director, comprising of 2,000,000 performance rights each over 2 tranches with various vesting conditions relating to the performance conditions as detailed to 'Executive remuneration' section above.

Other transactions with key management personnel and their related parties

Transactions with related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

This concludes the remuneration report, which has been audited.

DIRECTORS REPORT

30 June 2024

SHARES UNDER OPTION

Unissued ordinary shares of Unico Silver Limited under option at the date of this report are as follows:

Grant date	Expiry date	Exercise price	Number under option
01/11/2021	01/11/2024	\$0.369	2,000,000
21/02/2022	21/02/2025	\$0.343	1,300,000
21/02/2022	21/02/2025	\$0.384	250,000
01/03/2023	01/03/2026	\$0.260	15,000,000
02/03/2023	02/03/2026	\$0.207	1,800,000
28/04/2023	28/04/2026	\$0.270	3,000,000
28/11/2023	28/11/2026	\$0.136	5,000,000
26/06/2024	26/06/2027	\$0.220	2,600,000
30/07/2024	30/07/2026	\$0.270	3,000,000
			33,950,000

No person entitled to exercise the options had or has any right by virtue of the option to participate in any share issue of the Company or of any other body corporate.

SHARES UNDER PERFORMANCE RIGHTS

Unissued ordinary shares of Unico Silver Limited under performance rights at the date of this report are as follows:

Grant date	Expiry date	Exercise price	Number under rights
28/11/2023	28/11/2026	\$0.000	4,000,000

No person entitled to exercise the performance rights had or has any right by virtue of the performance right to participate in any share issue of the Company or of any other body corporate.

SHARES ISSUED ON THE EXERCISE OF PERFORMANCE RIGHTS AND OPTIONS

There were no ordinary shares of Unico Silver Limited issued from the exercise of options and performance rights during the year ended 30 June 2024 and up to the date of this report.

INDEMNITY AND INSURANCE OF OFFICERS

During the financial year, the Company paid a premium in respect of a contract to insure the Directors and executives of the Company against a liability to the extent permitted by the Corporations Act 2001. The contract of insurance prohibits disclosure of the nature of the liability and the amount of the premium.

INDEMNITY AND INSURANCE OF AUDITOR

The Company has not, during or since the end of the financial year, indemnified or agreed to indemnify the auditor of the Company or any related entity against a liability incurred by the auditor.

During the financial year, the Company has not paid a premium in respect of a contract to insure the auditor of the Company or any related entity.

PROCEEDINGS ON BEHALF OF THE COMPANY

No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the Company, or to intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or part of those proceedings.

NON-AUDIT SERVICES

There were no non-audit services provided during the financial year by the auditor.

Officers of the Company who are former partners of William Buck Audit (Vic) Pty Ltd

There are no officers of the Company who are former partners of William Buck Audit (Vic) Pty Ltd.

DIRECTORS REPORT

30 June 2024

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 immediately after this Directors' report.

AUDITOR

William Buck Audit (Vic) Pty Ltd continues in office in accordance with section 327 of the Corporations Act 2001.

This report is made in accordance with a resolution of Directors, pursuant to section 298(2)(a) of the Corporations Act 2001.

On behalf of the Directors



Peter Mullen
Chairman
Unico Silver Limited
24 September 2024

AUDITOR'S INDEPENDENCE DECLARATION

30 June 2024

WilliamBuck
ACCOUNTANTS & ADVISORS

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

To the directors of Unico Silver Limited

As lead auditor for the audit of Unico Silver Limited for the year ended 30 June 2024, I declare that, to the best of my knowledge and belief, there have been:

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

This declaration is in respect of Unico Silver Limited and the entities it controlled during the year.

William Buck
William Buck Audit (Vic) Pty Ltd
ABN 59 116 151 136



R. P. Burt
Director
Melbourne, 24 September 2024

Level 20, 181 William Street, Melbourne VIC 3000

+61 3 9824 8555

vic.info@williambuck.com
williambuck.com.au

William Buck is an association of firms, each trading under the name of William Buck across Australia and New Zealand with affiliated offices worldwide.
Liability limited by a scheme approved under Professional Standards Legislation.



Identifying value that others overlook.

Financial Report

Statement of profit or loss and other comprehensive income	37
Statement of financial position	38
Statement of cash flows	40
Notes to the financial statements	41
Consolidated entity disclosure statement	68
Directors' declaration	69
Independent auditor's report to the members of Unico Silver Limited	70
Shareholder information	74

Unico Silver Limited
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2024



	Consolidated	
Note	30 June 2024	30 June 2023
	\$	\$
Interest income	221,016	84,527
Investment income	5 275,465	1,157,530
Other income	6 454,281	61,465
Expenses		
Administrative expenses	(451,088)	(350,057)
Corporate expenses	(899,083)	(1,079,100)
Employment expenses	(961,514)	(617,177)
Exploration expenses	(1,165,589)	(17,008,327)
Finance income/(expense)	(351,483)	(197,060)
Loss before income tax expense	(2,877,995)	(17,948,199)
Income tax expense	-	-
Loss after income tax expense for the year	(2,877,995)	(17,948,199)
Other comprehensive income/(loss)		
<i>Items that may be reclassified subsequently to profit or loss</i>		
Foreign currency translation	(127,811)	129,301
Other comprehensive income/(loss) for the year, net of tax	(127,811)	129,301
Total comprehensive loss for the year	(3,005,806)	(17,818,898)
Loss for the year is attributable to:		
Non-controlling interest	(46,990)	(257,875)
Owners of Unico Silver Limited	(2,831,005)	(17,690,324)
	(2,877,995)	(17,948,199)
Total comprehensive loss for the year is attributable to:		
Non-controlling interest	16 (46,990)	(285,708)
Owners of Unico Silver Limited	(2,958,816)	(17,533,190)
	(3,005,806)	(17,818,898)
	Cents	Cents
Basic loss per share	30 (0.95)	(7.93)
Diluted loss per share	30 (0.95)	(7.93)

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

Unico Silver Limited
Statement of financial position
As at 30 June 2024



	Note	Consolidated	
		30 June 2024	30 June 2023
		\$	\$
Assets			
Current assets			
Cash and cash equivalents	7	5,051,917	8,532,275
GST, VAT and other receivables	8	112,511	112,806
Prepayments		87,625	76,788
Total current assets		<u>5,252,053</u>	<u>8,721,869</u>
Non-current assets			
Property, plant and equipment	10	1,440,758	1,510,070
Right-of-use assets	9	-	152,239
Security deposits		30,000	62,604
Total non-current assets		<u>1,470,758</u>	<u>1,724,913</u>
Total assets		<u>6,722,811</u>	<u>10,446,782</u>
Liabilities			
Current liabilities			
Trade and other payables	11	190,463	289,499
Lease liabilities	12	-	47,779
Employee benefits		66,408	67,846
Deferred consideration	13	1,071,920	1,071,434
Total current liabilities		<u>1,328,791</u>	<u>1,476,558</u>
Non-current liabilities			
Lease liabilities		-	123,447
Employee benefits		31,999	21,823
Deferred consideration	13	1,298,941	2,153,798
Total non-current liabilities		<u>1,330,940</u>	<u>2,299,068</u>
Total liabilities		<u>2,659,731</u>	<u>3,775,626</u>
Net assets		<u>4,063,080</u>	<u>6,671,156</u>
Equity			
Issued capital	14	50,160,755	49,774,020
Reserves	15	1,935,914	2,199,486
Accumulated losses		(48,033,589)	(41,934,102)
Equity attributable to the owners of Unico Silver Limited		4,063,080	10,039,404
Non-controlling interest	16	-	(3,368,248)
Total equity		<u>4,063,080</u>	<u>6,671,156</u>

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

Unico Silver Limited
Statement of cash flows
For the year ended 30 June 2024



	Note	Consolidated					
		30 June 2024	30 June 2023				
		\$	\$	\$	\$	\$	
Consolidated							
Balance at 1 July 2022		37,270,397	727,400	(73,728)	(24,268,964)	(3,111,739)	10,543,366
Loss after income tax expense for the year		-	-	-	(17,690,324)	(257,875)	(17,948,199)
Other comprehensive income for the year, net of tax		-	-	127,935	-	1,366	129,301
Total comprehensive income/(loss) for the year		-	-	127,935	(17,690,324)	(256,509)	(17,818,898)
Issue of shares		6,062,500	-	-	-	-	6,062,500
Cost of share issue		(681,653)	317,721	-	-	-	(363,932)
Consideration shares and options issued on Pinguino acquisition		6,965,276	964,500	-	-	-	7,929,776
Lapse of share options		-	(25,186)	-	25,186	-	-
Vesting of share based payments		-	318,344	-	-	-	318,344
Share issued on exercise of performance rights		157,500	(157,500)	-	-	-	-
Balance at 30 June 2023		<u>49,774,020</u>	<u>2,145,279</u>	<u>54,207</u>	<u>(41,934,102)</u>	<u>(3,368,248)</u>	<u>6,671,156</u>
Consolidated							
Balance at 1 July 2023		49,774,020	2,145,279	54,207	(41,934,102)	(3,368,248)	6,671,156
Loss after income tax expense for the year		-	-	-	(2,831,005)	(46,990)	(2,877,995)
Other comprehensive loss for the year, net of tax		-	-	(127,811)	-	-	(127,811)
Total comprehensive loss for the year		-	-	(127,811)	(2,831,005)	(46,990)	(3,005,806)
Movement in non-controlling interest upon step acquisition to 100%		390,000	-	(22,465)	(3,782,773)	3,415,238	-
Cost of share issue		(3,265)	-	-	-	-	(3,265)
Lapse of share options		-	(514,291)	-	514,291	-	-
Vesting of share based payments		-	400,995	-	-	-	400,995
Balance at 30 June 2024		<u>50,160,755</u>	<u>2,031,983</u>	<u>(96,069)</u>	<u>(48,033,589)</u>	<u>-</u>	<u>4,063,080</u>

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

Unico Silver Limited
Statement of cash flows
For the year ended 30 June 2024



	Consolidated		
	Note	30 June 2024	30 June 2023
		\$	\$
Cash flows from operating activities			
Payments for exploration activities (inclusive of GST)		(1,365,909)	(3,527,261)
Payments to suppliers and employees for corporate and administrative activities (inclusive of GST)		(1,893,813)	(1,677,353)
Interest received		221,016	84,527
		(3,038,706)	(5,120,087)
Other income		454,281	48,000
Net cash used in operating activities	29	(2,584,425)	(5,072,087)
Cash flows from investing activities			
Payment for purchase of business, net of cash acquired		(1,142,519)	(3,817,727)
Payments for bonds purchased		(551,594)	(1,096,269)
Proceeds from the sales of bonds		827,059	2,253,799
Net cash used in investing activities		(867,054)	(2,660,197)
Cash flows from financing activities			
Proceeds from issue of shares		-	6,000,000
Share issue transaction costs		(3,265)	(339,062)
Repayment of lease liabilities		(27,236)	(47,300)
Net cash from/(used in) financing activities		(30,501)	5,613,638
Net decrease in cash and cash equivalents		(3,481,980)	(2,118,646)
Cash and cash equivalents at the beginning of the financial year		8,532,275	10,678,145
Effects of exchange rate changes on cash and cash equivalents		1,622	(27,224)
Cash and cash equivalents at the end of the financial year	7	<u>5,051,917</u>	<u>8,532,275</u>

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

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 1. General information

The financial statements cover Unico Silver Limited (formerly known as E2 Metals Limited) as a consolidated entity consisting of Unico Silver Limited and the entities it controlled at the end of, or during, the year. The financial statements are presented in Australian dollars, which is Unico Silver Limited's functional and presentation currency.

Unico Silver Limited is a listed public company limited by shares, incorporated and domiciled in Australia.

A description of the nature of the consolidated entity's operations and its principal activities are included in the Directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of Directors, on 24 September 2024. The Directors have the power to amend and reissue the financial statements.

Note 2. Material accounting policy information

The accounting policies that are material to the consolidated entity are set out either in the respective notes or below. The accounting policies adopted are consistent with those of the previous financial year, 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 and Interpretations did not have any significant impact on the financial performance or position of the consolidated entity.

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

Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the Corporations Act 2001, as appropriate for for-profit oriented entities. These financial statements also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board ('IASB').

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about the transactions, events and conditions to which they apply. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below. They have been consistently applied unless otherwise stated.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the consolidated entity's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in Note 3.

Principles of consolidation

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of Unico Silver Limited ('Company' or 'parent entity') as at 30 June 2024 and the results of all subsidiaries for the year then ended. Unico Silver Limited and its subsidiaries together are referred to in these financial statements as the 'consolidated entity'.

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 2. Material accounting policy information (continued)

Subsidiaries are all those entities over which the consolidated entity has control. The consolidated entity controls an entity when the consolidated entity 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 to direct the activities of the entity. Specifically, the consolidated entity controls an investee if and only if the consolidated entity has:

- Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee);
- Exposure, or rights, to variable returns from its involvement with the investee; and
- The ability to use its power over the investee to affect its returns.

When the consolidated entity has less than a majority of the voting or similar rights of an investee, the consolidated entity considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement with the other vote holders of the investee;
- Rights arising from other contractual arrangements;
- The consolidated entity's voting rights and potential voting rights

Subsidiaries are fully consolidated from the date on which control is transferred to the consolidated entity. They are de-consolidated from the date that control ceases.

Intercompany transactions, balances and unrealised gains on transactions between entities in the consolidated entity are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the consolidated entity.

The acquisition of subsidiaries is accounted for using the acquisition method of accounting. A change in ownership interest, without the loss of control, is accounted for as an equity transaction, where the difference between the consideration transferred and the book value of the share of the non-controlling interest acquired is recognised directly in equity attributable to the parent.

Non-controlling interest in the results and equity of subsidiaries are shown separately in the statement of profit or loss and other comprehensive income, statement of financial position and statement of changes in equity of the consolidated entity. Losses incurred by the consolidated entity are attributed to the non-controlling interest in full, even if that results in a deficit balance.

Where the consolidated entity loses control over a subsidiary, it derecognises the assets including goodwill, liabilities and non-controlling interest in the subsidiary together with any cumulative translation differences recognised in equity. The consolidated entity recognises the fair value of the consideration received and the fair value of any investment retained together with any gain or loss in profit or loss.

Foreign currency translation

The financial statements are presented in Australian dollars, which is Unico Silver Limited's functional and presentation currency.

Foreign currency transactions

Foreign currency transactions are translated into Australian dollars using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

Foreign operations

The assets and liabilities of foreign operations are translated into Australian dollars using the exchange rates at the reporting date. The revenues and expenses of foreign operations are translated into Australian dollars using the average exchange rates, which approximate the rates at the dates of the transactions, for the period. All resulting foreign exchange differences are recognised in other comprehensive income through the foreign currency reserve in equity.

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 2. Material accounting policy information (continued)

Revenue recognition

The consolidated entity recognises revenue as follows:

Interest and other income

Other income

Other income is recognised when it is received or when the right to receive payment is established.

Investment income

Investment income was recognised for gains realised on the sale of Argentine CCL bonds which were acquired for the purpose of selling in the short term.

Interest income

Interest income is recognised on a proportional basis taking into account the interest rates applicable to the financial assets. All interest revenue is stated net of the amount of goods and services tax (GST).

Investments and other financial assets

Investments and other financial assets are initially measured at fair value. Transaction costs are included as part of the initial measurement, except for financial assets at fair value through profit or loss. Such assets are subsequently measured at either amortised cost or fair value depending on their classification. Classification is determined based on both the business model within which such assets are held and the contractual cash flow characteristics of the financial asset unless an accounting mismatch is being avoided.

Financial assets are derecognised when the rights to receive cash flows have expired or have been transferred and the consolidated entity has transferred substantially all the risks and rewards of ownership. When there is no reasonable expectation of recovering part or all of a financial asset, its carrying value is written off.

Financial assets at fair value through profit or loss

Financial assets not measured at amortised cost or at fair value through other comprehensive income are classified as financial assets at fair value through profit or loss. Typically, such financial assets will be either: (i) held for trading, where they are acquired for the purpose of selling in the short-term with an intention of making a profit, or a derivative; or (ii) designated as such upon initial recognition where permitted. Fair value movements are recognised in profit or loss.

Impairment of financial assets

The consolidated entity recognises a loss allowance for expected credit losses on financial assets which are either measured at amortised cost or fair value through other comprehensive income. The measurement of the loss allowance depends upon the consolidated entity's assessment at the end of each reporting period as to whether the financial instrument's credit risk has increased significantly since initial recognition, based on reasonable and supportable information that is available, without undue cost or effort to obtain.

Where there has not been a significant increase in exposure to credit risk since initial recognition, a 12-month expected credit loss allowance is estimated. This represents a portion of the asset's lifetime expected credit losses that is attributable to a default event that is possible within the next 12 months. Where a financial asset has become credit impaired or where it is determined that credit risk has increased significantly, the loss allowance is based on the asset's lifetime expected credit losses. The amount of expected credit loss recognised is measured on the basis of the probability weighted present value of anticipated cash shortfalls over the life of the instrument discounted at the original effective interest rate.

For financial assets mandatorily measured at fair value through other comprehensive income, the loss allowance is recognised in other comprehensive income with a corresponding expense through profit or loss. In all other cases, the loss allowance reduces the asset's carrying value with a corresponding expense through profit or loss.

Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the consolidated entity's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.



Note 2. Material accounting policy information (continued)

A liability is classified as current when: it is either expected to be settled in the consolidated entity's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Deferred tax assets and liabilities are always classified as non-current.

Exploration and Development Expenditure

Exploration and evaluation expenditure incurred are expensed in full in the statement of profit or loss as they are incurred. Expenditure are capitalised as development expenditure when technical feasibility and commercial viability of extracting a mineral resource is established.

During the exploration stages the consolidated entity does not provide for site restoration costs due to the uncertainties around the timing of such commitments. However, cost of site restoration are provided for once a mine plan / production phase has commenced and a known mine plan is evident. Site restoration costs usually include the dismantling and removal of mining plant, equipment and building structures, waste removal, and rehabilitation of the site in accordance with clauses of the mining permits. Such costs have been determined using estimates of future costs, current legal requirements and technology. Costs are discounted back to present value, using an applicable cost of capital relevant to the consolidated entity and then amortised over the life of the mine. Any changes in the estimates for the costs are accounted on a prospective basis. In determining the costs of site restoration, there is uncertainty regarding the nature and extent of the restoration due to community expectations and future legislation. Accordingly the costs are determined on the basis that the restoration will be completed within one year of abandoning the site.

Impairment of non-financial assets

Non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.



Note 3. Critical accounting judgements, estimates and assumptions

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

Share based payment transactions

Estimating fair value for share-based payment transactions requires determination of the most appropriate valuation model, which depends on the terms and conditions of the grant. This estimate also requires determination of the most appropriate inputs to the valuation model including the expected life of the share option or appreciation right, volatility and dividend yield and making assumptions about them. The cost of equity-settled transactions are measured at fair value on grant date. Fair value is independently determined using either the Binomial or Black-Scholes option pricing model that takes into account the exercise price, the term of the option, the impact of dilution, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk free interest rate for the term of the option, together with non-vesting conditions that do not determine whether the consolidated entity receives the services that entitle the employees to receive payment. The assumptions and models used for estimating fair value for share-based payment transactions are disclosed in Note 31.

Allowance for expected credit losses on VAT receivables for Argentinian operations

The allowance for expected credit losses assessment requires a degree of estimation and judgement. It is based on the lifetime expected credit loss, days overdue and historical recovery rates. Due to significant delays in the assessment of VAT by Argentinian Tax Authorities, the Consolidated Entity has assessed recovery of claimable VAT as doubtful when providing for expected credit losses on it as at 30 June 2024. Refer to note 6 for details on the VAT recovered during year ended 30 June 2024.

Income tax

The consolidated entity is subject to income taxes in the jurisdictions in which it operates. Significant judgement is required in determining the provision for income tax. There are many transactions and calculations undertaken during the ordinary course of business for which the ultimate tax determination is uncertain. The consolidated entity recognises liabilities for anticipated tax audit issues based on the consolidated entity's current understanding of the tax law. Where the final tax outcome of these matters is different from the carrying amounts, such differences will impact the current and deferred tax provisions in the period in which such determination is made.

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits, together with future tax planning strategies. Based on the latest management assessment no deferred tax assets is recognised as at 30 June 2024.

Deferred consideration

The deferred consideration liability is the difference between the total purchase consideration, usually on an acquisition of a business combination, and the amounts paid or settled up to the reporting date, discounted to net present value. Thereafter, at each reporting date, the increase in the liability resulting from the passage of time is recognised as a finance cost. Incremental borrowing rate was used to discount to deferred consideration liability to net present value.

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 4. Operating segments

Identification of reportable operating segments

The consolidated entity is organised into two operating segments: Australia projects and Argentina projects. These operating segments are based on the internal reports that are reviewed and used by the Board of Directors (who are identified as the Chief Operating Decision Makers ('CODM')) in assessing performance and in determining the allocation of resources. There is no aggregation of operating segments.

The CODM reviews financial management accounts on a monthly basis. The accounting policies adopted for internal reporting to the CODM are consistent with those adopted in the financial statements.

The reportable segments are:

Australia
Argentina

Intersegment transactions

There were no material intersegment transactions during the reporting period.

Intersegment receivables, payables and loans

There were no material intersegment receivables, payables and loans during the reporting period.

Major customers

The consolidated entity does not have any customers.

Operating segment information

	Australia \$	Argentina \$	Total \$
Consolidated - 30 June 2024			
Investment income	-	275,465	275,465
Other income	179,604	495,693	675,297
Administrative expenses	(219,513)	(231,575)	(451,088)
Finance costs	(257,461)	(94,022)	(351,483)
Corporate expenses	(567,897)	(331,186)	(899,083)
Employment expenses	(851,690)	(109,824)	(961,514)
Exploration expenses	-	(1,165,589)	(1,165,589)
Loss before income tax expense	<u>(1,716,957)</u>	<u>(1,161,038)</u>	<u>(2,877,995)</u>
Income tax expense			-
Loss after income tax expense			<u>(2,877,995)</u>
Assets			
<i>Unallocated assets:</i>			
Cash and cash equivalents			5,051,917
GST, VAT and other receivables			112,511
Other current assets			87,625
Other non-current assets			1,470,758
Total assets			<u>6,722,811</u>
Liabilities			
<i>Unallocated liabilities:</i>			
Trade and other payables			190,463
Employee Benefits			98,407
Purchase consideration liability			2,370,861
Total liabilities			<u>2,659,731</u>

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 4. Operating segments (continued)

	Australia \$	Argentina \$	Total \$
Consolidated - 30 June 2023			
Investment income	-	1,159,733	1,159,733
Other income	72,052	71,737	143,789
Administrative expenses	(249,766)	(100,291)	(350,057)
Corporate expenses	(700,486)	(378,614)	(1,079,100)
Employment expenses	(504,321)	(112,856)	(617,177)
Exploration expenses	(354,834)	(16,653,493)	(17,008,327)
Finance costs	(183,912)	(13,148)	(197,060)
Loss before income tax expense	<u>(1,921,267)</u>	<u>(16,026,932)</u>	<u>(17,948,199)</u>
Income tax expense			-
Loss after income tax expense			<u>(17,948,199)</u>
Assets			
<i>Unallocated assets:</i>			
Cash and cash equivalents			8,532,275
GST, VAT and other receivables			112,806
Other current assets			76,788
Trade and other receivables-non-current			1,724,913
Total assets			<u>10,446,782</u>
Liabilities			
<i>Unallocated liabilities:</i>			
Trade and other payables			289,499
Employee Benefits			89,669
Purchase consideration liability			3,225,232
Lease liabilities			171,226
Total liabilities			<u>3,775,626</u>

Note 5. Investment income

	Consolidated	
	30 June 2024 \$	30 June 2023 \$
Gain from bonds	275,465	1,157,530

The gain from bonds relates to gain from the sale of Argentine sovereign bonds. The bonds were acquired in US Dollars and sold in Argentine Pesos as part of transferring the operating working capital to the Group's Argentine subsidiary for exploration activities. There were no bonds on hand as at 30 June 2024 (30 June 2023: \$nil)

Note 6. Other income

	Consolidated	
	30 June 2024 \$	30 June 2023 \$
VAT refunds	437,810	-
Miscellaneous income	16,471	61,465
	<u>454,281</u>	<u>61,465</u>

VAT refunds represents receipts of VAT claims by Minera Los Domos SA, subsidiary of the Company, for the period September 2019 and October 2021 from Argentine tax authorities. Due to significant delays in assessment by the Argentinian tax authorities, the Consolidated entity had expensed these receivable VAT claims to exploration expense in the prior financial years.

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 7. Cash and cash equivalents

	Consolidated	
	30 June 2024	30 June 2023
	\$	\$
<i>Current assets</i>		
Cash at bank	1,337,072	8,456,739
Cash on deposit	3,714,845	75,536
	<u>5,051,917</u>	<u>8,532,275</u>

Accounting policy for cash and cash equivalents

Cash and cash equivalents include cash on hand and deposits held at call with banks with maturity period of less than 3 months.

Note 8. GST, VAT and other receivables

	Consolidated	
	30 June 2024	30 June 2023
	\$	\$
<i>Current assets</i>		
Trade receivables	5,480	5,475
GST and VAT receivables	21,494	55,340
Other receivables	85,537	51,991
	<u>107,031</u>	<u>107,331</u>
	<u>112,511</u>	<u>112,806</u>

As at 30 June 2024, the Consolidated entity has ARS84,789,713 (equivalent to \$135,664) of VAT and other local tax receivables in Argentina which are subject to successful assessment by the Argentinian tax authorities. Due to significant delays in assessment by the Argentinian tax authorities, the Consolidated entity has created provision for doubtful debt for 100% of these VAT receivables as of 30 June 2024 and expensed to exploration expense.

Note 9. Right-of-use assets

	Consolidated	
	30 June 2024	30 June 2023
	\$	\$
<i>Non-current assets</i>		
Office space - right-of-use	-	228,359
Less: Accumulated depreciation	-	(76,120)
	<u>-</u>	<u>152,239</u>

The consolidated entity leased office space for its Adelaide office under agreements of for 5 years commencing on 1 November 2021 and expiring on 31 October 2026 with no clause for renewals. In October 2023, the entity transferred the lease to a third party and vacated the office premises. The right-of-use asset balance as at 30 June 2024 is \$nil.

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 9. Right-of-use assets (continued)

Reconciliations

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

Consolidated	Office space	Total
	\$	\$
Balance at 1 July 2022	197,911	197,911
Depreciation expense	(45,672)	(45,672)
Balance at 30 June 2023	152,239	152,239
Depreciation expense	(11,418)	(11,418)
Transfers in/(out)	(140,821)	(140,821)
Balance at 30 June 2024	<u>-</u>	<u>-</u>

Note 10. Property, plant and equipment

	Consolidated	
	30 June 2024	30 June 2023
	\$	\$
<i>Non-current assets</i>		
Land and buildings - at cost	1,675,666	1,674,150
Less: Accumulated depreciation	(256,646)	(251,381)
	<u>1,419,020</u>	<u>1,422,769</u>
Office equipment - at cost	88,520	88,163
Less: Accumulated depreciation	(86,479)	(66,435)
	<u>2,041</u>	<u>21,728</u>
Plant and equipment- at cost	403,492	403,283
Less: Accumulated depreciation	(383,795)	(337,710)
	<u>19,697</u>	<u>65,573</u>
	<u>1,440,758</u>	<u>1,510,070</u>

Reconciliations

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

Consolidated	Plant & equipment	Office equipment	Land and buildings	Total
	\$	\$	\$	\$
Balance at 1 July 2022	63,944	22,145	-	86,089
Additions through Pinguino acquisition	7,268	39	1,403,281	1,410,588
Depreciation expense	(7,202)	(4,256)	(1,664)	(13,122)
Exchange differences	1,563	3,800	21,152	26,515
Balance at 30 June 2023	65,573	21,728	1,422,769	1,510,070
Depreciation expense	(46,189)	(20,185)	(5,090)	(71,464)
Exchange differences	313	498	1,341	2,152
Balance at 30 June 2024	<u>19,697</u>	<u>2,041</u>	<u>1,419,020</u>	<u>1,440,758</u>

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 10. Property, plant and equipment (continued)

Accounting policy for property, plant and equipment

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Plant and equipment	3-7 years
Office equipment	3-5 years
Buildings	30 years

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

Leasehold improvements are depreciated over the unexpired period of the lease or the estimated useful life of the assets, whichever is shorter.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the consolidated entity. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

Note 11. Trade and other payables

	Consolidated	
	30 June 2024	30 June 2023
	\$	\$
<i>Current liabilities</i>		
Trade payables	102,253	76,521
Accrued expenses	47,066	47,862
Other payables	41,144	165,116
	<u>190,463</u>	<u>289,499</u>

Refer to note 18 for further information on financial instruments.

Accounting policy for trade and other payables

These amounts represent liabilities for goods and services provided to the consolidated entity prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30-90 days of recognition.

Note 12. Lease liabilities

	Consolidated	
	30 June 2024	30 June 2023
	\$	\$
<i>Current liabilities</i>		
Lease liability	-	47,779
<i>Non-current liabilities</i>		
Lease liability	-	123,447
	<u>-</u>	<u>171,226</u>

The consolidated entity leased office space for its Adelaide office under agreements of for 5 years commencing on 1 November 2021 and expiring on 31 October 2026 with no clause for renewals. In October 2023, the entity transferred the lease to a third party and vacated the office premises. The lease liability balance as at 30 June 2024 is \$nil.

Refer to note 18 for further information on financial instruments.

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 13. Deferred consideration

	Consolidated	
	30 June 2024	30 June 2023
	\$	\$
<i>Current liabilities</i>		
Deferred cash consideration payable	1,071,920	1,071,434
<i>Non-current liabilities</i>		
Deferred cash consideration payable	1,298,941	2,153,798
	<u>2,370,861</u>	<u>3,225,232</u>

Reconciliation

Reconciliation of the fair values at the beginning and end of the current and previous financial year end are set out below:

	Consolidated	
	30 June 2024	30 June 2023
	\$	\$
<i>Deferred cash consideration payable- current</i>		
Carrying balance at the start of the period	1,071,434	-
Value on the acquisition date	-	1,037,532
Payment of deferred consideration	(1,142,519)	-
Unwinding of discount	141,228	33,902
Realised exchange loss	28,106	-
transfer from non-current liabilities	973,671	-
Total deferred cash consideration payable- current	<u>1,071,920</u>	<u>1,071,434</u>
<i>Deferred cash consideration payable- non-current</i>		
Carrying balance at the start of the period	2,153,798	-
Value on the acquisition date	-	2,086,498
Unwinding of discount	118,814	67,300
Transfer to current liabilities	(973,671)	-
	<u>1,298,941</u>	<u>2,153,798</u>
	<u>2,370,861</u>	<u>3,225,232</u>

Deferred consideration liabilities relate to the acquisition of SCR N Properties Ltd completed in November 2023. Under the related Share Sales Agreement (the Agreement), AUD\$1,142,519 (equivalent to US\$750,000) was paid on 25 November 2023 upon the first anniversary of signing the Agreement.

Under the Agreement US\$750,000 and US\$1.0 million will be paid on the second and the third anniversary of signing the Agreement, respectively (total equivalent to AUD\$2,600,297 of undiscounted contractual liability or discounted liability of AUD\$2,370,861 as at 30 June 2024). An incremental borrowing rate of 10% was used to determine the discounted liabilities.

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 14. Issued capital

	Consolidated			
	30 June 2024 Shares	30 June 2023 Shares	30 June 2024 \$	30 June 2023 \$
Ordinary shares - fully paid	299,051,591	296,051,591	50,160,755	49,774,020

Movements in ordinary share capital

Details	Date	Shares	Issue price	\$
Balance	1 July 2022	199,132,323		37,270,397
Shares issued for acquisition of SCRN Properties Ltd	1 March 2023	49,751,970	\$0.140	6,965,276
Shares issued towards corporate advisory fees	1 March 2023	472,875	\$0.132	62,500
Share placement to eligible shareholders under the Share Purchase Plan	23 May 2023	7,407,386	\$0.135	1,000,000
Share placement to sophisticated investors	28 April 2023	37,037,037	\$0.135	5,000,000
Shares issued on performance rights exercised	25 May 2023	2,250,000	\$0.000	157,500
Capital raising cost		-		(681,653)
Balance	30 June 2023	296,051,591		49,774,020
Shares issued for acquisition of 20% interest in Minera Los Domos	26 April 2024	3,000,000	\$0.130	390,000
Capital raising cost		-		(3,265)
Balance	30 June 2024	299,051,591		50,160,755

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the consolidated entity in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the Company does not have a limited amount of authorised capital.

On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

Share buy-back

There is no current on-market share buy-back.

Capital risk management

The consolidated entity manages its capital to ensure that entities in the group will be able to continue as a going concern maximising and optimising the return to stakeholders through optimisation of the debt and equity balance.

The capital structure of the consolidated entity consists of cash and cash equivalents and equity attributable to equity holders of the parent, comprising issued capital, reserves and retained earnings as disclosed in the statement of financial position. The consolidated entity operates globally, primarily through subsidiary companies established in the markets in which the consolidated entity trades. None of the consolidated entities are subject to externally imposed capital requirements.

Operating cash flows are used to maintain and expand the consolidated entity's assets. The Consolidated entity would look to raise capital when an opportunity to invest in a business or company was seen as value adding relative to the current Company's share price at the time of the investment. The consolidated entity is not actively pursuing additional investments in the short term as it continues its activity in mineral exploration. The capital risk management policy remains unchanged from the 30 June 2023 Annual Report.

Accounting policy for issued capital

Ordinary shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 15. Reserves

	Consolidated	
	30 June 2024 \$	30 June 2023 \$
Foreign currency translation reserve	(96,069)	54,207
Share based payment reserve	2,031,983	2,145,279
	1,935,914	2,199,486

Foreign currency reserve

The reserve is used to recognise exchange differences arising from the translation of the financial statements of foreign operations of Minera Los Domos S.A, Ivael Mining S.A and SCRN Properties Ltd with its functional currency being US dollars to Australian dollars.

The assets and liabilities of foreign operations are translated into Australian dollars using the exchange rates at the reporting date. The revenues and expenses of foreign operations are translated into Australian dollars using the average exchange rates, which approximate the rates at the dates of the transactions, for the period. All resulting foreign exchange differences are recognised in other comprehensive income through the foreign currency reserve in equity.

The foreign currency reserve is recognised in profit or loss when the foreign operation or net investment is disposed off.

Share based payments reserve

The reserve is used to recognise the value of equity benefits provided to employees and Directors as part of their remuneration, and other parties as part of their compensation for services.

Note 16. Non-controlling interest

On 24 April 2024, the Group acquired the residual 20% interest in its subsidiary Minera Los Domos SA for a consideration of 3,000,000 shares at \$0.13 which were issued to RN Gold Pty Ltd as vendor, representing a fair value of \$390,000. With this, Minera Los Domos SA was 100% subsidiary and controlled entity of the Company as at 30 June 2024 (30 June 2023: 80%).

The Company recognised \$46,990 as loss attributable to non-controlling interest on loss of Minera Los Domos SA for period 1 July 2023 until 24 April 2024. Upon acquiring the residual 20% interest, the difference between the value of the consideration paid, being \$390,000 and the book value of the share of the non-controlling interest acquired is recognised in equity attributable to the owners of Unico Silver Limited as below:

Balance as at 1 July 2023	(3,368,248)
Loss for the year the attributable to non-controlling interest	(46,990)
Book value of the non-controlling interest acquired	(3,415,238)
Consideration paid	(390,000)
Recognised in the equity attributable to the owners of Unico Silver Limited	(3,805,238)
Recognition in the equity represented by movement in:	
Accumulation losses	3,782,773
Foreign currency translation reserve	22,465
	3,805,238

Note 17. Dividends

There were no dividends paid, recommended or declared during the current or previous financial year.

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 18. Financial instruments

Financial risk management objectives

The consolidated entity's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk. The consolidated entity's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the consolidated entity. The consolidated entity uses different methods to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate and foreign exchange and ageing analysis for credit risk analysis in respect of investment portfolios to determine market risk.

Market risk

Foreign currency risk

The consolidated entity undertakes certain transactions denominated in foreign currency and is exposed to foreign currency risk through foreign exchange rate fluctuations. Generally, the consolidated entity's main exposure to exchange rate risk relates primarily to trade payables and cash denominated in US dollars, arising in relation to its activities in Argentina. The Consolidated entity did not seek to hedge its exposure but where a payable is significant, US dollars may be purchased on incurring the liability or commitment.

The carrying amount of the consolidated entity's foreign currency denominated financial assets and financial liabilities at the reporting date were as follows:

Consolidated	Assets		Liabilities	
	30 June 2024 \$	30 June 2023 \$	30 June 2024 \$	30 June 2023 \$
US dollars	2,742,661	3,232,906	2,387,126	3,223,509
Argentine Peso	27,311	21,878	37,435	164,870
	<u>2,769,972</u>	<u>3,254,784</u>	<u>2,424,561</u>	<u>3,388,379</u>

The consolidated entity had net assets denominated in foreign currencies of \$345,412 as at 30 June 2024 (2023: net liability \$133,595). Based on this exposure, had the Australian dollars weakened by 1%/strengthened by 1% (2023: weakened by 1%/strengthened by 1%) against these foreign currencies with all other variables held constant, the consolidated entity's loss before tax for the year would have been \$3,692 lower/\$3,621 higher (2023: \$1,525 lower/\$1,523 higher) and equity would have been \$ 3,692 higher/\$3,621 lower (2023:\$1,525 higher/\$1,523 lower).

Although this does not meet the accounting definition of a financial asset, the consolidated entity has a foreign exchange risk relating to its VAT receivable asset on the balance sheet, which is denominated in Argentinian pesos. The value of this receivable is disclosed in note 8 to the financial statements, being \$nil as at 30 June 2024 (2023: \$nil).

Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the consolidated entity.

The consolidated entity has no credit risk from trade receivables due no trading activity during the year. Other receivables includes VAT and other local tax on expenditure incurred by Argentinian subsidiaries. Due to significant delays in assessment by the Argentine tax authorities, the Consolidated entity has assessed credit risk on VAT and other local tax receivables in Argentina as at 30 June 2024 and has created a 100% provision for doubtful debt on it as of 30 June 2024. Refer to note 8 for further details.

Liquidity risk

Vigilant liquidity risk management requires the consolidated entity to maintain sufficient liquid assets (mainly cash and cash equivalents) to be able to pay debts as and when they become due and payable.

The consolidated entity manages liquidity risk by maintaining adequate cash reserves by continuously monitoring actual and forecast cash flows and matching the maturity profiles of financial assets and liabilities.

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 18. Financial instruments (continued)

Remaining contractual maturities

The following tables detail the consolidated entity's remaining contractual maturity for its financial instrument liabilities. The tables have been drawn up based on the undiscounted cash flows based on the earliest date on which the financial liabilities are required to be paid.

Consolidated - 30 June 2024	Weighted average interest rate %	1 year or less \$	Between 1 and 2 years \$	Between 2 and 5 years \$	Over 5 years \$	Remaining contractual maturities \$
Non-derivatives						
<i>Non-interest bearing</i>						
Trade and other payables	-	(190,463)	-	-	-	(190,463)
Deferred consideration liability (note 13)	-	(1,114,413)	(1,485,884)	-	-	(2,600,297)
<i>Interest-bearing -</i>						
Lease liability	-	-	-	-	-	-
Total non-derivatives		<u>(1,304,876)</u>	<u>(1,485,884)</u>	-	-	<u>(2,790,760)</u>

Consolidated - 30 June 2023	Weighted average interest rate %	1 year or less \$	Between 1 and 2 years \$	Between 2 and 5 years \$	Over 5 years \$	Remaining contractual maturities \$
Non-derivatives						
<i>Non-interest bearing</i>						
Trade and other payables	-	(289,499)	-	-	-	(289,499)
Deferred consideration liability (note 13)	-	(1,114,413)	(1,114,413)	(1,485,884)	-	(3,714,710)
<i>Interest-bearing -</i>						
Lease liability	-	(58,149)	(133,917)	-	-	(192,066)
Total non-derivatives		<u>(1,462,061)</u>	<u>(1,248,330)</u>	<u>(1,485,884)</u>	-	<u>(4,196,275)</u>

The cash flows in the maturity analysis above are not expected to occur significantly earlier than contractually disclosed above.

Fair value of financial instruments

Unless otherwise stated, the carrying amounts of financial instruments reflect their fair value.

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 19. Key management personnel disclosures

Directors

The following persons were Directors of Unico Silver Limited during the financial year:

Mr Peter Mullens (Non-Executive Chairman)
Mr Todd Williams (Managing Director)
Ms Melanie Leydin (Non-Executive Director)
Mr José Bordogna (Non-Executive Director)

Compensation

The aggregate compensation made to Directors and other members of key management personnel of the consolidated entity is set out below:

	Consolidated	
	30 June 2024	30 June 2023
	\$	\$
Short-term employee benefits	441,466	309,632
Post-employment benefits	34,685	27,927
Long-term benefits	11,507	8,832
Share-based payments	298,623	132,825
	<u>786,281</u>	<u>479,216</u>

Share-based payments for the year end 30 June 2024 relates to:

- the vesting charge of \$132,839 on 4 million performance rights granted to Mr Todd Williams on 29 November 2023;
- vesting charge of \$99,800 on 2 million unlisted options issued to Mr Todd Williams on 29 November 2023 vested immediately; and
- vesting charge of \$65,984 on 3 million options issued to Mr Todd Williams, 50% of which is vesting on 28 November 2024 and balance vesting on 28 November 2025.

Note 20. Remuneration of auditors

During the financial year the following fees were paid or payable for services provided by William Buck Audit (Vic) Pty Ltd, the auditor of the Company:

	Consolidated	
	30 June 2024	30 June 2023
	\$	\$
<i>Audit services - William Buck Audit (Vic) Pty Ltd</i>		
Audit or review of the financial statements	<u>52,778</u>	<u>49,565</u>

Note 21. Contingent assets

There were no contingent assets at 30 June 2024 (2023: nil).

Note 22. Contingent liabilities

There were no contingent liabilities at 30 June 2024 (2023: nil).

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 23. Commitments

	Consolidated	
	30 June 2024	30 June 2023
	\$	\$
<i>Planned exploration expenditure</i>		
Committed at the reporting date but not recognised as liabilities, payable:		
Within one year	17,865	17,865
One to five years	<u>71,460</u>	<u>71,460</u>
	<u>89,325</u>	<u>89,325</u>

Exploration Expenditure Commitments

Under the terms of mineral tenement licences held by the Group in New South Wales and Argentina, there are no minimum annual expenditure obligations required to be expended during the forthcoming financial year in order for the tenements to maintain a status of good standing. Work programs are submitted on application and renewal which may be subject to variation from time to time in accordance with the relevant state department's regulations. The Group may at any time relinquish tenements, and avoid expenditure required on work programs, or may seek exemptions from the relevant authority. The Groups only commitments in relation to these tenements are the payment of annual rents as detailed above.

Note 24. Related party transactions

Parent entity

Unico Silver Limited is the parent entity.

Subsidiaries

Interests in subsidiaries are set out in note 26.

Key management personnel

Disclosures relating to key management personnel are set out in note 19 and the remuneration report included in the Directors' report.

Transactions with related parties

The following transactions occurred with related parties (amounts are exclusive of GST):

	Consolidated	
	30 June 2024	30 June 2023
	\$	\$
Sale of goods and services:		
Payments to Vistra Australia, an associated entity of Ms Melanie Leydin*	181,983	170,900

* The amounts paid to Vistra Australia relate to company secretarial and CFO services provided to the consolidated entity during the financial year.

Receivable from and payable to related parties

The following balances are outstanding at the reporting date in relation to transactions with related parties:

	Consolidated	
	30 June 2024	30 June 2023
	\$	\$
Current payables:		
Trade payables to Vistra Australia, an entity associated to Ms Melanie Leydin	24,161	14,953

All related party transactions occurred on commercial arms-length terms.

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 25. Parent entity information

Set out below is the supplementary information about the parent entity.

Statement of profit or loss and other comprehensive income

	Parent	
	30 June 2024	30 June 2023
	\$	\$
Loss after income tax	(1,955,514)	(1,915,301)
Total comprehensive loss	(1,955,514)	(1,915,301)

Statement of financial position

	Parent	
	30 June 2024	30 June 2023
	\$	\$
Total current assets	4,986,300	8,505,649
Total assets	44,137,638	46,311,567
Total current liabilities	1,273,922	1,311,940
Total liabilities	2,604,863	3,611,008
Net assets	41,532,775	42,700,559
Equity		
Issued capital	49,246,930	48,860,194
Share based payment reserve	2,031,983	2,145,279
Accumulated losses	(9,746,138)	(8,304,914)
Total equity	41,532,775	42,700,559

Guarantees entered into by the parent entity in relation to the debts of its subsidiaries

The parent entity has a deed of cross guarantee in place with Land & Minerals Pty Limited as per Note 27.

Contingent liabilities

The parent entity had no contingent liabilities as at 30 June 2024 and 30 June 2023.

Capital commitments - Property, plant and equipment

The parent entity had no capital commitments for property, plant and equipment as at 30 June 2024 and 30 June 2023.

The parent entity information above reflects Unico Silver Limited as it remains the legal parent entity of the Group.

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 26. Interests in subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note 2:

Name	Principal place of business / Country of incorporation	Ownership interest	
		30 June 2024	30 June 2023
		%	%
Land & Mineral Pty Limited	Australia	100.00%	100.00%
Fisher Resources Pty Ltd	Australia	100.00%	100.00%
Los Domos Pty Ltd	Australia	100.00%	100.00%
Minera Los Domos S.A	Argentina	100.00%	80.00%
Ivael Mining S.A	Argentina	100.00%	100.00%
SCRN Properties Limited	Canada	100.00%	100.00%

Summarised financial information

On 24 April 2024, the Group acquired the residual 20% interest in its subsidiary Minera Los Domos SA for a consideration of 3,000,000 shares at \$0.13 which were issued to RN Gold Pty Ltd as vendor, representing a fair value of \$390,000. With this, Minera Los Domos SA was 100% subsidiary and controlled entity of the Company as at 30 June 2024 (30 June 2023: 80%). Table below summarises the financial information, of Minera Los Domos S.A as of 30 June 2023 when it was the subsidiary with non-controlling interests that is material to the consolidated entity is set out below:

	30 June 2023
	\$
<i>Summarised statement of financial position</i>	
Current assets	80,241
Non-current assets	77,027
Total assets	157,268
Current liabilities	18,876
Non-current liabilities	16,969,917
Total liabilities	16,988,793
Net liabilities	(16,831,525)
<i>Summarised statement of profit or loss and other comprehensive income</i>	
Revenue	630,672
Expenses	(1,920,047)
Loss before income tax expense	(1,289,375)
Income tax expense	-
Loss after income tax expense	(1,289,375)
Other comprehensive income	6,829
Total comprehensive loss	(1,282,546)

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 27. Deed of cross guarantee

The following entities are party to a deed of cross guarantee under which each company guarantees the debts of the others:

Unico Silver Limited
Land & Mineral Pty Limited

By entering into the deed, the wholly-owned entities have been relieved from the requirement to prepare financial statements and directors' report under Corporations Instrument 2016/785 issued by the Australian Securities and Investments Commission.

The above companies represent a 'Closed Group' for the purposes of the Corporations Instrument, and as there are no other parties to the deed of cross guarantee that are controlled by Unico Silver Limited, they also represent the extended closed group.

Total liabilities for the closed Group at 30 June 2024 total \$2,569,382 (2023: \$3,611,010).

Set out below is a consolidated statement of profit or loss and other comprehensive income and statement of financial position of the 'Closed Group'.

	30 June 2024	30 June 2023
	\$	\$
Statement of profit or loss and other comprehensive income		
Other income	179,603	72,052
Administrative expenses	(219,508)	(249,766)
Corporate expenses	(567,897)	(700,196)
Employment expenses	(851,691)	(504,321)
Exploration expenses	(185,929)	(349,158)
Finance income/(expense)	(310,089)	(183,912)
Loss before income tax expense	(1,955,511)	(1,915,301)
Income tax expense	-	-
Loss after income tax expense	(1,955,511)	(1,915,301)
Other comprehensive income for the year, net of tax	-	-
Total comprehensive loss for the year	(1,955,511)	(1,915,301)

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 27. Deed of cross guarantee (continued)

Statement of financial position

Current assets

Cash and cash equivalents 4,840,887 8,384,725
GST, VAT and other receivables 26,583 54,209
Prepayments 86,452 75,599

Non-current assets

Inter company receivables 23,051,118 21,509,215
Investments 16,005,707 16,005,707
Other financial assets 32,604 32,604
Property, plant and equipment - 2,980
Right-of-use assets - 152,239

Total assets

Current liabilities

Trade and other payables 135,595 124,882
Lease liabilities - 25,318
Deferred consideration 1,071,920 1,071,434
Other 66,408 67,846

Non-current liabilities

Lease liabilities - 145,908
Deferred consideration 1,298,941 2,153,798
Other 32,000 21,824

Total liabilities

Net assets

Equity

Issued capital 50,160,755 49,774,020
Reserves 2,031,983 2,145,279
Accumulated losses (10,754,251) (9,313,031)

Total equity

	30 June 2024	30 June 2023
	\$	\$
Current assets		
Cash and cash equivalents	4,840,887	8,384,725
GST, VAT and other receivables	26,583	54,209
Prepayments	86,452	75,599
	<u>4,953,922</u>	<u>8,514,533</u>
Non-current assets		
Inter company receivables	23,051,118	21,509,215
Investments	16,005,707	16,005,707
Other financial assets	32,604	32,604
Property, plant and equipment	-	2,980
Right-of-use assets	-	152,239
	<u>39,089,429</u>	<u>37,702,745</u>
Total assets	<u>44,043,351</u>	<u>46,217,278</u>
Current liabilities		
Trade and other payables	135,595	124,882
Lease liabilities	-	25,318
Deferred consideration	1,071,920	1,071,434
Other	66,408	67,846
	<u>1,273,923</u>	<u>1,289,480</u>
Non-current liabilities		
Lease liabilities	-	145,908
Deferred consideration	1,298,941	2,153,798
Other	32,000	21,824
	<u>1,330,941</u>	<u>2,321,530</u>
Total liabilities	<u>2,604,864</u>	<u>3,611,010</u>
Net assets	<u>41,438,487</u>	<u>42,606,268</u>
Equity		
Issued capital	50,160,755	49,774,020
Reserves	2,031,983	2,145,279
Accumulated losses	(10,754,251)	(9,313,031)
	<u>41,438,487</u>	<u>42,606,268</u>

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 28. Events after the reporting period

On 24 July 2024, the Company acquired 100% ownership of the Sierra Blanca project by Sierra Blanca SA, an Argentine company and incorporated Joint Venture (JV) between Austral Gold Argentina S.A. (Austral Argentina), a subsidiary of Austral Gold Limited (ASX: AGD), and Capella Metals Limited (TSX-V: CMIL). The acquisition is completed through acquiring all the outstanding shares in Sierra Blanca SA, for a total consideration consisting of 5,000,000 ordinary shares of the Company, together with reimbursement of certain nominal holding costs, as approved by shareholders at the General Meeting held on 9 July 2024. Sierra Blanca project makes up the Sierra Blanca silver and gold projects comprising five mining titles and Cruz del Sur Project which is made up of two additional mining titles. This acquisition expanded Company's flagship Cerro Leon portfolio and signifies the complete consolidation of the Pinguino vein field under a single entity for the first time.

On 30 July 2024, 3,000,000 unlisted options (exercisable at \$0.27 per option, expiring on 30 July 2026) were issued to the Non-executive Directors, as approved by shareholders at the General Meeting held on 9 July 2024.

As announced on the ASX on 20 August 2024, the Company has entered into a binding letter of intent with Pan American Silver Corp (NYSE: PAAS) (and its Argentine subsidiary Minera Triton SA) for the proposed acquisition of the issued capital in Minera Joaquin SA ("MJSA"). MJSA holds 100% interest in the Joaquin mining properties. Under the terms of the proposed transaction, Unico Silver will also acquire the Cerro Puntudo mining properties from PAAS' Argentine subsidiary Yamana Argentina Servicios SA. The Joaquin and Cerro Puntudo mining properties (collectively "the Project" or "Joaquin") include 16 titles totalling 35 thousand hectares. The Company will pay the following in consideration to PAAS:

- USD\$2 million paid on the Closing Date (First Payment).
- USD\$2 million paid within 10 calendar days after the earlier of the date of a Feasibility Study on the Joaquin mining properties or the commencement of commercial production on the Joaquin mining properties (Second Payment).
- USD\$4 million paid within 10 calendar days after the commencement of first production.

In addition to the sale of MJSA, PAAS will also transfer to the Company (and its Argentine subsidiary Ivael Mining SA) 100% of the Cerro Puntudo mining properties in exchange for:

- The grant to PAAS of a 1.0% net smelter returns on all mineral produced from the Cerro Puntudo mining properties (excludes Joaquin).
- USD\$4 million paid within 10 calendar days after the commencement of commercial production from the Cerro Puntudo mining properties.

The proposed transaction is subject to entering into definitive legal agreements between PAAS and USL as well as conditional upon the receipt of all required approvals or consents, which are expected to be satisfied before end of September 2024.

On 27 August 2024, the Company raised \$8 million (before related costs) through placement of 47,058,830 shares at \$0.17 per share to institutional and sophisticated investors. Transaction costs related to the Lead Manager fee includes a \$482,000 success fee and 2,823,529 option, vested immediately in issue, with expiry date of 17 August 2026 exercisable at 50% premium to the offer price.

No other matter or circumstance has arisen since 30 June 2024 that has 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.

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 29. Reconciliation of loss after income tax to net cash used in operating activities

	Consolidated	
	30 June 2024	30 June 2023
	\$	\$
Loss after income tax expense for the year	(2,877,995)	(17,948,199)
Adjustments for:		
Depreciation and amortisation	83,636	60,402
Interest expense on lease liability	2,885	13,332
Share-based payments	400,995	318,344
Foreign exchange differences	(104,197)	128,409
Unwinding of the discount on liability	260,042	101,201
Investment income classified as cashflow from investing activity	(275,465)	(1,157,530)
Non-cash exploration cost (through SCRN acquisition)	-	13,696,323
Change in operating assets and liabilities:		
Decrease/(increase) in GST, VAT and other receivables	32,870	(42,620)
Decrease/(increase) in prepayments	(10,846)	9,457
Decrease in trade and other payables	(105,088)	(261,071)
Increase in employee benefits	8,738	9,865
Net cash used in operating activities	<u>(2,584,425)</u>	<u>(5,072,087)</u>

Note 30. Loss per share

	Consolidated	
	30 June 2024	30 June 2023
	\$	\$
Loss after income tax	(2,877,995)	(17,948,199)
Non-controlling interest*	46,990	257,875
Loss after income tax attributable to the owners of Unico Silver Limited	<u>(2,831,005)</u>	<u>(17,690,324)</u>
	Cents	Cents
Basic loss per share	(0.95)	(7.93)
Diluted loss per share	(0.95)	(7.93)
	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share	<u>296,585,838</u>	<u>223,167,995</u>
Weighted average number of ordinary shares used in calculating diluted earnings per share	<u>296,585,838</u>	<u>223,167,995</u>

* During the year ended 30 June 2024, Non-controlling interest is recognised for until residual 20% interest is acquired by the Group on 24 April 2024.

Accounting policy for earnings per share

Basic earnings per share

Basic earnings per share is calculated by dividing the profit attributable to the owners of Unico Silver Limited, excluding any costs of servicing equity other than ordinary shares, by the weighted average number of ordinary shares outstanding during the financial year, adjusted for bonus elements in ordinary shares issued during the financial year.

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 30. Loss per share (continued)

Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential ordinary shares.

The rights to options held by option holders have not been included in the weighted average number of ordinary shares for the purposes of calculating diluted EPS as they do not meet the requirements for inclusion in AASB 133 "Earnings per Share". The rights to options are non-dilutive as the consolidated entity has generated a loss for the year. As at 30 June 2024, there were 34,950,000 (2023: 55,119,841) (potential ordinary shares not considered dilutive).

Note 31. Share-based payments

Share based payments expense during the period is \$400,995 (30 June 2023: \$318,644) which relates to performance rights and options issued to KMP and other employees of the Company.

Options

Set out below are summaries of options granted under the plan:

30 June 2024

Grant date	Expiry date	Exercise price	Balance at the start of the year	Granted	Exercised	Expired/forfeited/other	Balance at the end of the year
18/02/2021	17/02/2024	\$0.580	1,570,000	-	-	(1,570,000)	-
01/11/2021	01/11/2024	\$0.369	2,000,000	-	-	-	2,000,000
21/02/2022	21/02/2025	\$0.343	1,550,000	-	-	(250,000)	1,300,000
21/02/2022	21/02/2025	\$0.383	250,000	-	-	-	250,000
01/06/2022	01/06/2024	\$0.300	2,500,000	-	-	(2,500,000)	-
01/03/2023	01/06/2026	\$0.260	15,000,000	-	-	-	15,000,000
02/03/2023	02/03/2026	\$0.207	2,050,000	-	-	(250,000)	1,800,000
28/04/2023	28/04/2026	\$0.270	3,000,000	-	-	-	3,000,000
28/11/2023	28/11/2026	\$0.136	-	5,000,000	-	-	5,000,000
26/06/2024	26/06/2027	\$0.220	-	2,600,000	-	-	2,600,000
			27,920,000	7,600,000	-	(4,570,000)	30,950,000

Weighted average exercise price \$0.292 \$0.165 \$0.000 \$0.393 \$0.246

30 June 2023

Grant date	Expiry date	Exercise price	Balance at the start of the year	Granted	Exercised	Expired/forfeited/other	Balance at the end of the year
23/12/2019	23/12/2022	\$0.260	150,000	-	-	(150,000)	-
27/05/2020	27/05/2023	\$0.170	150,000	-	-	(150,000)	-
18/02/2021	17/02/2024	\$0.580	1,570,000	-	-	-	1,570,000
01/11/2021	01/11/2024	\$0.369	2,000,000	-	-	-	2,000,000
21/02/2022	21/02/2025	\$0.343	1,550,000	-	-	-	1,550,000
01/06/2022	01/06/2024	\$0.300	2,500,000	-	-	-	2,500,000
21/02/2022	21/02/2025	\$0.383	250,000	-	-	-	250,000
01/03/2023	01/06/2026	\$0.260	-	15,000,000	-	-	15,000,000
02/03/2023	02/03/2026	\$0.207	-	2,050,000	-	-	2,050,000
28/04/2023	28/04/2026	\$0.270	-	3,000,000	-	-	3,000,000
			8,170,000	20,050,000	-	(300,000)	27,920,000

Weighted average exercise price \$0.378 \$0.256 \$0.000 \$0.215 \$0.292

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 31. Share-based payments (continued)

Set out below are the options exercisable at the end of the financial year:

Grant date	Expiry date	30 June 2024 Number	30 June 2023 Number
18/02/2021	17/02/2024	-	1,570,000
01/11/2021	01/11/2024	2,000,000	2,000,000
21/02/2022	21/02/2025	1,550,000	1,550,000
01/06/2022	01/06/2024	-	2,500,000
01/03/2023	01/06/2026	15,000,000	15,000,000
02/03/2023	02/06/2026	1,800,000	-
28/04/2023	28/04/2026	3,000,000	3,000,000
28/11/2023	28/11/2026	2,000,000	-
		<u>25,350,000</u>	<u>25,620,000</u>

On 28 November 2023, 5,000,000 options with an exercise price of \$0.136 per option and 3-year expiry period were issued to Todd Williams, Managing Director, with the following conditions:

Tranche	Number of Options	Vesting date	Vesting conditions
Tranche-1	2,000,000	28 November 2023	Vest immediately Continuous employment or otherwise engaged by the Unico Silver Limited for a period of 12 months.
Tranche-2	1,500,000	28 November 2024	
Tranche-3	1,500,000	28 November 2025	Continuous employment or otherwise engaged by the Unico Silver Limited for a period of 24 months.

On 26 June 2024, 2,600,000 options with an exercise price of \$0.22 per option, vesting 12 months from the date of grant and 3-year expiry period were issued to the employees of the Group.

The above options were fair valued using the Black Scholes option pricing model using the following inputs:

Grant date	Expiry date	Share price at grant date	Exercise price	Expected volatility	Dividend yield	Risk-free interest rate	Fair value at grant date
28/11/2023	28/11/2026	\$0.100	\$0.136	85.58%	-	4.12%	\$0.049
26/06/2024	26/06/2027	\$0.150	\$0.220	84.25%	-	2.70%	\$0.069

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 31. Share-based payments (continued)

Performance rights

The number of performance rights over ordinary shares in the Company held during the financial year, issued under the Company's share option plan, is set out below:

Grant date	Expiry date	Exercise price	Balance at the start of the year	Granted	Exercised	Expired/ forfeited/ other	Balance at the end of the year
01/11/2023	28/11/2026	-	-	4,000,000	-	-	-

During the period, the Company issued 4,000,000 performance rights to Mr Todd Williams, Managing Director, over 2 tranches of 2,000,000 performance rights each with various vesting conditions relating to the performance hurdles. The fair value of the performance rights was determined using the Black Scholes option pricing model using the following inputs:

Number of performance rights granted	4,000,000
Grant date	28 November 2023
Expiry date	28 November 2026
Weighted average share price at date of grant (\$)	\$0.10
Weighted average exercise price (\$)	-
Weighted average volatility %	90%
Weighted average risk-free rate %	4.16%
Vesting conditions	Note 1
Probability of non-market performance condition occurring	100%
Fair value per performance right \$	\$0.10
Fair value of performance right \$	\$400,000

Note 1:

Tranche	Vesting Condition	No. of performance rights
Tranche-1	<ul style="list-style-type: none"> Announcement by the Company of the delineation of a Mineral Resources Estimate of at least 150 million silver equivalent ounces (Above 50gpt AgEq cut off). Continuous employment 	2,000,000
Tranche-2	<ul style="list-style-type: none"> Announcement by the Company of the delineation of a Mineral Resources Estimate of at least 200 million silver equivalent ounces (Above 50gpt AgEq cut off). Continuous employment 	2,000,000

For the above performance rights, a vesting charge of \$132,839 was recognised in the share-based payment expense for the year ended 30 June 2024.

Accounting policy for share-based payments

Equity-settled and cash-settled share-based compensation benefits are provided to employees and advisors.

Equity-settled transactions are awards of shares, or options over shares, that are provided to employees in exchange for the rendering of services. Cash-settled transactions are awards of cash for the exchange of services, where the amount of cash is determined by reference to the share price.

Share based payments are delivered in the form of rights over shares which vest over a period of three to five years subject to meeting performance measures, with no opportunity to retest. The vesting of the performance rights is to take place in three tranches, which were subject to performance hurdles relating to the consolidated entity achieving JORC resource targets.

Unico Silver Limited
Notes to the financial statements
30 June 2024



Note 31. Share-based payments (continued)

The cost of equity-settled transactions are measured at fair value on grant date. Fair value is independently determined using either the Binomial or Black-Scholes option pricing model that takes into account the exercise price, the term of the option, the impact of dilution, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk free interest rate for the term of the option, together with non-vesting conditions that do not determine whether the consolidated entity receives the services that entitle the employees to receive payment. No account is taken of any other vesting conditions.

The cost of equity-settled transactions are recognised as an expense with a corresponding increase in equity over the vesting period. The cumulative charge to profit or loss is calculated based on the grant date fair value of the award, the best estimate of the number of awards that are likely to vest and the expired portion of the vesting period. The amount recognised in profit or loss for the period is the cumulative amount calculated at each reporting date less amounts already recognised in previous periods.

Market conditions are taken into consideration in determining fair value. Therefore any awards subject to market conditions are considered to vest irrespective of whether or not that market condition has been met, provided all other conditions are satisfied.

If equity-settled awards are modified, as a minimum an expense is recognised as if the modification has not been made. An additional expense is recognised, over the remaining vesting period, for any modification that increases the total fair value of the share-based compensation benefit as at the date of modification.

If the non-vesting condition is within the control of the consolidated entity or employee, the failure to satisfy the condition is treated as a cancellation. If the condition is not within the control of the consolidated entity or employee and is not satisfied during the vesting period, any remaining expense for the award is recognised over the remaining vesting period, unless the award is forfeited.

If equity-settled awards are cancelled, it is treated as if it has vested on the date of cancellation, and any remaining expense is recognised immediately. If a new replacement award is substituted for the cancelled award, the cancelled and new award is treated as if they were a modification.

Unico Silver Limited
Consolidated entity disclosure statement
As at 30 June 2024



Entity name	Entity type	Place formed / Country of incorporation	Ownership	Foreign jurisdiction	Tax residency
			interest %		
Unico Silver Limited	Body Corporate	Australia	N/A parent entity	N/A	Australia
Land & Mineral Pty Limited	Body Corporate	Australia	100.00%	N/A	Australia
Fisher Resources Pty Ltd	Body Corporate	Australia	100.00%	N/A	Australia
Los Domos Pty Ltd	Body Corporate	Australia	100.00%	N/A	Australia
Minera Los Domos S.A	Body Corporate	Argentina	100.00%	Argentina	Argentina
Ivael Mining S.A	Body Corporate	Argentina	100.00%	Argentina	Argentina
SCRN Properties Limited	Body Corporate	Canada	100.00%	Canada	Canada

* Unico Silver Limited (the 'head entity') and its wholly-owned Australian subsidiaries, Land & Mineral Pty Limited and Fisher Resources Pty Ltd have formed an income tax consolidated group under the tax consolidation regime.

Basis of preparation

This Consolidated entity disclosure statement (CEDS) has been prepared in accordance with the Corporations Act 2001 and includes information for each entity that was part of the Group as at the end of the financial year in accordance with AASB 10 Consolidated Financial Statements.

Determination of tax residency

Section 295 (3A)(vi) of the Corporation Act 2001 defines tax residency as having the meaning in the Income Tax Assessment Act 1997. The determination of tax residency involves judgement as there are different interpretations that could be adopted, and which could give rise to a different conclusion on residency.

In determining tax residency, the consolidated entity has applied the following interpretations:

Australian tax residency

The consolidated entity has applied current legislation and judicial precedent, including having regard to the Tax Commissioner's public guidance in Tax Ruling TR 2018/5.

Partnerships and Trusts

None of the entities noted above were trustees of trusts within the consolidated entity, partners in a partnership within the consolidated entity or participants in a joint venture within the Group.

Unico Silver Limited
Directors' declaration
30 June 2024



In the Directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, the Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as described in note 2 to the financial statements;
- the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 30 June 2024 and of its performance for the financial year ended on that date;
- there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable;
- at the date of this declaration, there are reasonable grounds to believe that the members of the Extended Closed Group will be able to meet any obligations or liabilities to which they are, or may become, subject by virtue of the deed of cross guarantee described in note 27 to the financial statements; and
- the information disclosed in the attached consolidated entity disclosure statement is true and correct.

The Directors have been given the declarations required by section 295A of the Corporations Act 2001.

Signed in accordance with a resolution of Directors made pursuant to section 295(5)(a) of the Corporations Act 2001.

On behalf of the Directors

Peter Mullens
Chairman

24 September 2024

Independent auditor's report to the members of Unico Silver Limited

Report on the audit of the financial report

Our opinion on the financial report

In our opinion, the accompanying financial report of Unico Silver (the Company) and its subsidiaries (the Group) is in accordance with the *Corporations Act 2001*, including:

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

What was audited?

We have audited the financial report of the Group, which comprises:

- the consolidated statement of financial position as at 30 June 2024,
- the consolidated statement of profit or loss and other comprehensive income for the year then ended,
- the consolidated statement of changes in equity for the year then ended,
- the consolidated statement of cash flows for the year then ended,
- notes to the financial statements, including material accounting policy information,
- the consolidated entity disclosure statement, and
- the directors' declaration.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report. We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Key audit matters

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

Key Audit Matter	Area of focus (refer also to note 5)	How our audit addressed the key audit matter
1. Accounting for fair value gain on bonds	<p>The Group recognised a fair value gain related to the sale of CCL bonds which have been used as a mechanism to investment Australian dollars, through the USD-denominated bonds, through to Argentinian Pesos.</p> <p>The arrangements were considered to meet the definition of a financial asset in accordance with AASB 9 <i>Financial Instruments</i> and due to the nature of the arrangements being held for trading, were recognised as a financial asset at fair value through the profit or loss.</p> <p>There is a financial risk that the Group may not have recognised the fair values for each trade of bonds and may not have recorded all fair values in the period subject to open derivative contracts.</p> <p>Notwithstanding that all bond trading was realised during the period, due to the quantum of the income earned from the trading activity this was considered to be a Key Audit Matter.</p>	<p>Our audit procedures included:</p> <ul style="list-style-type: none"> — Understanding the terms of the arrangement entered into with the counterparty; — Assessing the contractual terms and conditions in accordance with AASB 9 <i>Financial Instruments</i> including the assessment as being held for trading; — Testing a sample of fair value gains recognised in the period to contract and obtaining evidence to support the completeness of gains recognised in the period; and <p>In addition, we assessed the adequacy of the Group's disclosures in the financial report in accordance with the requirements of AASB 7 <i>Financial Instruments: Disclosures</i>.</p>
2. Share-based payment transactions	<p>During the year, the Group issued a number of equity settled share-based payments in the form of options to suppliers, employees and performance rights to Key Management Personnel and met the definition AASB 2 <i>Share Based Payments</i>.</p> <p>Some of these share-based payment arrangements have vesting terms connected with market and non-market performance conditions.</p>	<p>Our audit procedures included:</p> <ul style="list-style-type: none"> — Agreeing the material terms and conditions of the new share-based payment arrangements to plan documentation; — Assessing the appropriateness of the determination of the grant date for each share based payment issued; — Examining the appropriateness of the amortisation model for accreting share-based payment expense to the profit or loss over the vesting period;

WilliamBuck

ACCOUNTANTS & ADVISORS

The Group engaged an independent specialist to appraise the fair value of certain share-based payment arrangements and recognised the vesting charge apportioned over the service condition.

This area is a Key Audit Matter as valuation of these instruments in accordance with AASB 2 *Share Based Payments* is inherently complex and subject to significant management estimates and judgement in valuing the share-based payment instrument

- Assessing support for likely outcome of vesting conditions used to measure share-based payments; and
- Assessed the competence and qualification of management's independent specialist.

We also assessed the appropriateness of disclosures in Note 31 relating to these items in the financial report.

Other information

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

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

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

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

Responsibilities of the directors for the financial report

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

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

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

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

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

WilliamBuck

ACCOUNTANTS & ADVISORS

Auditor's responsibilities for the audit of the financial report

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

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:

https://www.auasb.gov.au/admin/file/content102/c3/ar1_2020.pdf

This description forms part of our auditor's report.

Report on the Remuneration Report

Our opinion on the Remuneration Report

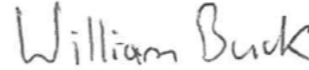
In our opinion, the Remuneration Report of Unico Silver Limited, for the year ended 30 June 2024, complies with section 300A of the *Corporations Act 2001*.

What was audited?

We have audited the Remuneration Report included in pages 26 to 31 of the directors' report for the year ended 30 June 2024.

Responsibilities

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



William Buck
William Buck Audit (Vic) Pty Ltd
ABN 59 116 151 136



R. P. Burt
Director

Melbourne, 24 September 2024

Unico Silver Limited
Shareholder information
30 June 2024



The shareholder information set out below was applicable as at 13 September 2024

DISTRIBUTION OF EQUITABLE SECURITIES

Analysis of number of equitable security holders by size of holding for holders of ordinary shares:

Range	Total holders	Units	% Units
1 - 1,000	142	37,418	0.01
1,001 - 5,000	270	886,441	0.25
5,001 - 10,000	434	2,895,739	0.82
10,001 - 100,000	612	25,454,058	7.25
100,001 Over	341	321,836,765	91.66
Total	1,799	351,110,421	100.00
Holdings less than Marketable parcel	224	185,574	12.45

Analysis of number of equitable security holders by size of holding for holders of unlisted options:

Range	Total holders	Units	% Units
1 - 1,000	0	0	0
1,001 - 5,000	0	0	0
5,001 - 10,000	0	0	0
10,001 - 100,000	6	600,000	1.77
100,001 Over	19	33,350,000	98.23
Total	25	33,950,000	100.00

Analysis of number of equitable security holders by size of holding for holders of unlisted performance rights:

Range	Total holders	Units	% Units
1 - 1,000	0	0	0.00
1,001 - 5,000	0	0	0.00
5,001 - 10,000	0	0	0.00
10,001 - 100,000	0	0	0.00
100,001 Over	1	4,000,000	100.00
Total	1	4,000,000	100.00

Unico Silver Limited
Shareholder information (continued)
30 June 2024



EQUITY SECURITY HOLDERS

The names of the twenty largest security holders of listed equity securities are listed below:

Twenty Largest Shareholders

Name	No. of shares	% Units
1 Citicorp Nominees Pty Limited	29,835,867	8.50
2 Austral Gold Canada Limited	20,190,791	5.75
3 Instant Expert Pty Limited <The P Jurkovic Family A/C>	16,702,233	4.76
4 Loktor Holdings Pty Ltd <Taybird A/C>	10,627,192	3.03
5 Inversiones Financieras Del Sur SA	9,398,720	2.68
6 Dellta Pty Ltd <SLSD A/C>	9,000,000	2.56
7 J P Morgan Nominees Australia Pty Limited	8,012,404	2.28
8 Mr Eduardo Elsztain	6,303,710	1.80
9 Ratatat Investments Pty Ltd <Ratatat Investment A/C>	5,858,254	1.67
10 Instant Expert Pty Limited <P Jurkovic Family A/C>	5,790,323	1.65
11 Puresteel Holdings Pty Ltd <Rattigan Super Fund A/C>	5,545,730	1.58
12 CCF No 1 Pty Ltd	4,556,125	1.30
13 Bonza View Superannuation Fund Pty Ltd <Bonza View S/F A/C>	4,373,173	1.25
14 Dael Investments (SA) Pty Ltd	4,193,707	1.19
15 Equity Trustees Limited <Lowell Resources Fund A/C>	4,025,210	1.15
16 Lotaka Pty Ltd	4,000,000	1.14
17 PR Perry Nominees Pty Ltd <Donesk Family A/C>	3,700,000	1.05
18 Rayne Investments Pty Ltd <Stewart Investment A/C>	3,570,210	1.02
19 Finclear Services Pty Ltd <Superhero Securities A/C>	3,445,469	0.98
20 Royal Park Services Pty Ltd	3,300,000	0.94
Total Top 20 Shareholders	162,429,118	46.26

Substantial Shareholders

Unico Silver Limited has the following substantial shareholder as at 13 September 2024:

Name	No. of shares	% Units
Austral Gold Limited and related parties	39,740,140	11.32%



VOTING RIGHTS

The voting rights attached to ordinary shares are set out below:

At meeting of members or classes of members:

- (a) each member entitled to vote may vote in person or by proxy, attorney or respective;
- (b) on a show of hands, every person present who is a member or a proxy, attorney or representative of a member has one vote; and
- (c) on a poll, every person present who is a member or a proxy, attorney or representative of a member has:
 - (i) for each fully paid share held by person, or in respect of which he/she is appointed a proxy, attorney or representative, one vote for the share;
 - (ii) for each partly paid share, only the fraction of one vote which the amount paid (not credited) on the share bears to the total amounts paid and payable on the share (excluding amounts credited).

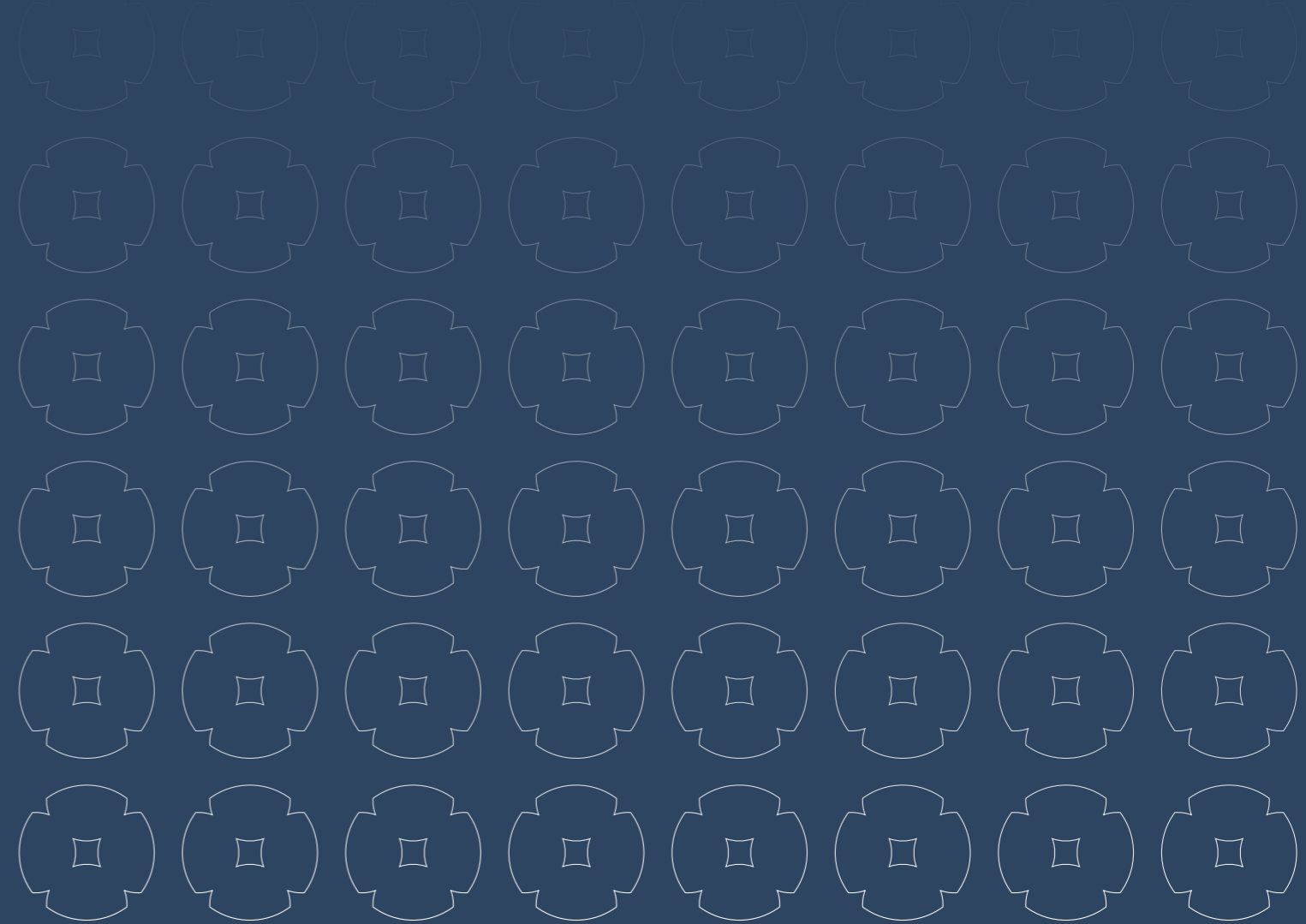
Subject to any rights or restrictions attached to any shares or class of shares. Unlisted Options and Performance Rights do not carry any voting rights.

ANNUAL GENERAL MEETING AND DIRECTOR NOMINATIONS CLOSING DATE

The 2024 Annual General Meeting will be held on Thursday, 31 October 2024 at 12.00pm (Melbourne time). Further details relating to the meeting will be advised in the Notice of Meeting to be sent to all Shareholders and released to ASX immediately upon dispatch. In accordance with rule 8.1(m)(4) of the Company's constitution, the closing date for Nomination of Director was Thursday, 12 September 2024.

CORPORATE GOVERNANCE STATEMENT

The Company's 2024 Corporate Governance Statement has been released to the ASX on this day and is available on the Company's website at <https://unicosilver.com.au/corporate-governance/>.





Unico Silver

Unico Silver Limited

ASX: USL

ABN 34 116 865 546

Level 4, 100 Albert Road South
Melbourne VIC 3205

T: +61 3 9692 7222

F: +61 3 9077 9233

E: info@unicosilver.com.au

unicosilver.com.au