



**C29 METALS LIMITED**

ABN 47 645 218 453

**Half Year Financial Report  
31 December 2023**

**Half Year Report  
31 December 2023****CONTENTS**

|   |    |
|---|----|
| Corporate Directory   | 3  |
| Directors' Report   | 4  |
| Auditor's Independence Declaration                                      | 7  |
| Consolidated Statement of Profit or Loss and Other Comprehensive Income | 8  |
| Consolidated Statement of Financial Position                            | 9  |
| Consolidated Statement of Changes in Equity                             | 10 |
| Consolidated Statement of Cash Flows                                    | 11 |
| Notes to the Financial Statements                                       | 12 |
| Directors' Declaration  | 17 |
| Independent Auditor's Review Report                                     | 18 |

## CORPORATE DIRECTORY

### Board of Directors

|                  |   |
|------------------|---|
| Mr Jeremy King   | Executive Corporate Director                  |
| Mr David Lees    | Non-Executive Chairman                        |
| Mr Tianjiao Yang | Non-Executive Director (resigned 5 July 2023) |
| Mr Jamie Myers   | Non-Executive Director                        |

### Secretary

Mr Mauro Piccini

### Registered Office & Principal Place of Business

Suite 11, Level 2  
23 Railway Road  
Subiaco WA 6008

Telephone: 08 6559 1792

### Auditors

RSM Australia Partners  
Level 32, 2 The Esplanade  
Perth WA 6000

### Bankers

Westpac Banking Corporation  
Level 4, Brookfield Place, Tower Two  
123 St Georges Terrace  
Perth WA 6000

### Share Registry

Automic Share Registry  
Level 5, 191 St Georges Terrace  
Perth WA 6000

Telephone: 1300 288 664

### Stock exchange listing

C29 Metals Limited share are listed on the Australian Securities Exchange (ASX code: C29)

### Website

<https://c29metals.com.au/>

### Corporate Governance Statement

<https://c29metals.com.au/corporate-governance/>

## DIRECTORS' REPORT

The Directors of C29 Metals Limited ("C29 Metals" or "the Company") present their report, together with the consolidated financial statements, on the consolidated entity (referred to hereafter as the "the Group") consisting of C29 Metals Limited and the entities it controlled at the end, or during, the half-year ended 31 December 2023.

### INFORMATION ON DIRECTORS

The names and details of the Company's Directors in office during the financial period and until the date of this report are as follows. Directors were in office for the entire period unless otherwise stated.

**Mr Jeremy King | Executive Corporate Director**

**Mr David Lees | Non-Executive Chairman**

**Mr Tianjiao Yang | Non-Executive Director (Resigned 5 July 2023)**

**Mr Jamie Myers | Non-Executive Director**

### PRINCIPAL ACTIVITIES

The principal activity of the Group during the period was the exploration of mining projects.

### FINANCIAL RESULTS

The financial results of the Group for the period ended 31 December 2023 are:

|                                | 31-Dec-23 | 30-Jun-23 |
|--------------------------------|-----------|-----------|
| Cash and cash equivalents (\$) | 953,471   | 1,305,671 |
| Net assets (\$)                | 3,399,759 | 4,464,706 |

|                         | 31-Dec-23   | 31-Dec-22 |
|-------------------------|-------------|-----------|
| Other income (\$)       | 4,052       | 24,423    |
| Net loss after tax (\$) | (1,645,097) | (970,216) |

### REVIEW OF OPERATIONS

#### Reedy Creek Project, NSW

The 42km<sup>2</sup> Reedy Creek Project is located in the World Class Lachlan Fold Belt, within the Lachlan Transverse Zone (LTZ). The LTZ is host to numerous porphyry, epithermal, skarn, orogenic gold, base & precious metal mines & resources. The Project is 60km west by road of Orange, in Central West NSW, Australia Centrally located half-way between the world class Cadia & North Parkes porphyry Au-Cu mines, and south of Alkane's recent Boda/Kaiser discovery.

The Company has completed 1060m of initial drilling of targets with broad intervals of copper, lead, zinc and gold anomalism observed from shallow depth, including 31m at 1.12% Zn in one hole, and 4m at 1.32g/t Au and 17m at 0.34% Cu in another.

During the period, management decided not to proceed with the Reedy Creek project.

#### Sampson Tank Project, NSW

The 93km<sup>2</sup> Sampson's Tank Project lies within the high-grade base metal hotspot of the highly mineralised Girilambone District of the Lachlan Fold Belt, NSW. The Girilambone District hosts a number of significant deformed and remobilized Besshi-type volcanic associated massive sulfide deposits such as the Tritton Cu-Au Mine (Aeris Resources ASX: AIS), the Collierina CZ Cu-Au discovery (Helix Resources, ASX: HLX) and the Tottenham Cu-Au deposit (Locksley Resources, ASX: LKY). The project is located approximately 20km east from Collierina and 15km northwest from the Tottenham deposit.

## DIRECTORS' REPORT

The Company has recently completed an airborne versatile time domain electromagnetic (VTEM) and aeromagnetic survey and an IP survey at Sampsons Tank, and is designing a drill program to test the best anomalies. For further details on this survey see C29 announcement dated 30 May 2023: "Sampson's Tank IP Survey Delivers High Priority Targets".

### Stadler's Project, WA

The 63 km<sup>2</sup> Stadlers Project is located 60km south of Paraburdoo in the Ashburton Basin, WA and considered highly prospective for structurally-controlled epithermal copper deposits related to the Capricorn Orogen. Numerous ultra-high historical rock chips of up to 45% copper and gold at 9.5g/t have been reported in previous work, along with shallow drilling results including 9m @ 1.9% copper from 47m.

The Company has conducted a large geochemical programme and detailed aeromagnetic data over Stadlers for which interpretation to assist drill targeting is ongoing.

### Mayfield Project

Mayfield Copper-Gold Project is located in the world-class eastern fold-belt of the Proterozoic Mount Isa Inlier in Queensland situated just 25km south of Carnaby Resources (ASX:CNB) recent discovery at Nil Desperandum and Lady Fanny and 50km from Hammer Metals (ASX:HMX) Kalman project.

The Company announced on 6 September 2023 that it had finalised planning for a maiden drilling program at its 100% owned Mayfield, where it had identified multiple significant chargeable and resistive Induced Polarisation (IP) anomalies associated with previously delineated gravity and magnetic targets, with the IP survey subsequently extended to cover strong chargeable anomalies heading north towards the historic Trekelano Copper-Gold Mine pit.

The Company subsequently designed a maiden Reverse Circulation (RC) drill program to test the best targets from combined geophysical and geochemical responses. The planned drilling was to comprise up to 8 holes, dependent upon geological observations and drill performance on deeper holes, to a maximum of 2800m with contingencies. Holes were to average around 300m depth, each being a significant test of deep mineralising structures.

On the 5th December the company advised that the drilling program had commenced, and on the 2nd January 2024, the Company advised that five of seven planned holes have been completed; with 1816m drilled, and that the program was to resume from the week commencing 8th January 2024. All sampling to date has been submitted to ALS laboratory in Mt Isa.

Two of five holes intersected substantial widths (>50m downhole) of visible chalcopyrite mineralisation within larger 'redrock' alteration halo. Redrock alteration is a common feature of Iron Ore-Copper-Gold (IOCG) systems, where retrograde sulfide mineralization typically uses the same 'plumbing' for copper-gold mineralization. Substantial intense redrock hydrothermal alteration noted in all holes drilled-to-date; along with magnetite replacement/overprint, a known vector to the higher temperature core of such systems.

The presence of significant chalcopyrite intervals in two separate settings at Mayfield was considered extremely encouraging in respect of initial drill testing of large mineralising systems with likely extensive (>km) vertical extent. The two deepest holes (MFRC004, MFRC007) cased for potential downhole electromagnetic surveys (DHEM).

### Torrens Projects, SA

The Torrens Project comprises over 1700km<sup>2</sup> of recently granted tenements tenure in the Gawler Craton in central South Australia, world-renowned as one of the country's leading exploration destinations. The Company has experienced significant delays in the conversion from application to granted tenure due to issues with the South Australian licensing systems.

With 4 out of 5 licenses now granted and the final license in-application, the Company is reviewing available historical data to focus upcoming desktop and groundwork on the tenements, with an initial focus on the uranium prospectivity of the Seaham prospect.

## **DIRECTORS' REPORT**

### **CORPORATE**

On 21 September 2023 The Company raised A\$525,000 (before costs) via a placement of 7,000,000 shares at 7.5 cents per share.

On 5 July 2023 non-executive director, Mr. Tianjiao Yang, resigned from the board.

### **SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS**

There were no significant changes in the state of affairs.

### **AUDITOR'S INDEPENDENCE DECLARATION**

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 has been received and included within these financial statements.

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

On behalf of the directors



**Jeremy King**  
**Executive Corporate Director**  
**13 March 2024**

**RSM Australia Partners**

Level 32, Exchange Tower  
2 The Esplanade Perth WA 6000  
GPO Box R1253 Perth WA 6844  
T +618 9261 9100  
F +618 9261 9111  
[www.rsm.com.au](http://www.rsm.com.au)

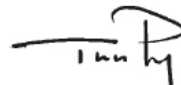
**AUDITOR'S INDEPENDENCE DECLARATION**

As lead auditor for the review of the financial report of C29 Metals Limited for the half-year ended 31 December 2023, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

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



RSM AUSTRALIA PARTNERS



TUTU PHONG  
Partner

Perth, WA  
Dated: 13 March 2024

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

For the half-year ended 31 December 2023

|   | <b>Note</b> | <b>31-Dec-2023</b><br><b>\$</b> | <b>31-Dec-2022</b><br><b>\$</b> |
|---|-------------|---------------------------------|---------------------------------|
| Other income  |             | 4,052                           | 24,423                          |
| Administrative expenses   |             | (33,519)                        | (21,954)                        |
| Employee benefits expense   |             | (91,000)                        | (167,413)                       |
| Compliance and regulatory expenses  |             | (24,273)                        | (40,168)                        |
| Consulting and corporate expenses   |             | (130,834)                       | (198,473)                       |
| Advertising and investor relations  |             | (46,602)                        | (50,399)                        |
| Auditors' remuneration  |             | (15,514)                        | (12,206)                        |
| Legal fees  |             | (6,924)                         | (25,334)                        |
| Share-based payments expense  |             | (96,650)                        | (476,692)                       |
| Other expenses  |             | (2,687)                         | (2,000)                         |
| Impairment of exploration expenditure   | 3           | (1,201,146)                     | -                               |
| <b>Loss before income tax</b>   |             | <b>(1,645,097)</b>              | <b>(970,216)</b>                |
| Income tax expense  |             | -                               | -                               |
| <b>Loss after income tax</b>  |             | <b>(1,645,097)</b>              | <b>(970,216)</b>                |
| Other comprehensive income for the period, net of tax                             |             | -                               | -                               |
| <b>Total comprehensive loss attributable to the members of C29 Metals Limited</b> |             | <b>(1,645,097)</b>              | <b>(970,216)</b>                |
| Basic and diluted loss per share (cents)  |             | (3.24)                          | (2.37)                          |

The Consolidated Statement of Profit or Loss and Other Comprehensive Income is to be read in conjunction with the notes to the financial statements.



**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at 31 December 2023

|  | Note | 31-Dec-2023<br>\$ | 30-Jun-2023<br>\$ |
|--|------|-------------------|-------------------|
| <b>ASSETS</b>                          |      |                   |                   |
| <b>Current Assets</b>                  |      |                   |                   |
| Cash and cash equivalents              |      | 953,471           | 1,305,671         |
| Trade and other receivables            |      | 52,306            | 50,856            |
| Prepayments                            |      | 22,639            | 16,934            |
| <b>Total Current Assets</b>            |      | <b>1,028,416</b>  | <b>1,373,461</b>  |
| <b>Non-Current Assets</b>              |      |                   |                   |
| Plant and equipment                    |      | 3,450             | 4,012             |
| Exploration and evaluation expenditure | 3    | 2,705,107         | 3,491,744         |
| <b>Total Non-Current Assets</b>        |      | <b>2,708,557</b>  | <b>3,495,756</b>  |
| <b>Total Assets</b>                    |      | <b>3,736,973</b>  | <b>4,869,217</b>  |
| <b>LIABILITIES</b>                     |      |                   |                   |
| <b>Current Liabilities</b>             |      |                   |                   |
| Trade and other payables               |      | 337,214           | 404,511           |
| <b>Total Current Liabilities</b>       |      | <b>337,214</b>    | <b>404,511</b>    |
| <b>Total Liabilities</b>               |      | <b>337,214</b>    | <b>404,511</b>    |
| <b>Net Assets</b>                      |      | <b>3,399,759</b>  | <b>4,464,706</b>  |
| <b>EQUITY</b>                          |      |                   |                   |
| Issued capital                         | 4    | 7,755,124         | 7,360,299         |
| Reserves                               | 6    | 992,814           | 807,489           |
| Accumulated losses                     |      | (5,348,179)       | (3,703,082)       |
| <b>Total Equity</b>                    |      | <b>3,399,759</b>  | <b>4,464,706</b>  |

The Consolidated Statement of Financial Position is to be read in conjunction with the notes to the financial statements.

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the half-year ended 31 December 2023

|  | Issued Capital   | Share Based Reserve | Accumulated Losses | Total              |
|--|------------------|---------------------|--------------------|--------------------|
|  | \$               | \$                  | \$                 | \$                 |
| <b>Balance at 1 July 2023</b>                                | <b>7,360,299</b> | <b>807,489</b>      | <b>(3,703,082)</b> | <b>4,464,706</b>   |
| Loss for the period  | -                | -                   | (1,645,097)        | (1,645,097)        |
| <b>Total comprehensive loss for the period after tax</b>     | <b>-</b>         | <b>-</b>            | <b>(1,645,097)</b> | <b>(1,645,097)</b> |
| <b>Transactions with owners in their capacity as owners:</b> |                  |                     |                    |                    |
| Issue of share capital (Note 4)                              | 525,000          | -                   | -                  | <b>525,000</b>     |
| Share issue costs (Note 4)                                   | (130,175)        | -                   | -                  | <b>(130,175)</b>   |
| Share-based payments (Note 7)                                | -                | 96,650              | -                  | <b>96,650</b>      |
| Broker options issued (Note 7)                               | -                | 88,675              | -                  | <b>88,675</b>      |
| <b>Balance at 31 December 2023</b>                           | <b>7,755,124</b> | <b>992,814</b>      | <b>(5,348,179)</b> | <b>3,399,759</b>   |
| <b>Balance at 1 July 2022</b>                                | <b>5,991,929</b> | <b>433,525</b>      | <b>(1,061,047)</b> | <b>5,364,407</b>   |
| Loss for the period  | -                | -                   | (970,216)          | (970,216)          |
| <b>Total comprehensive loss for the period after tax</b>     | <b>-</b>         | <b>-</b>            | <b>(970,216)</b>   | <b>(970,216)</b>   |
| <b>Transactions with owners in their capacity as owners:</b> |                  |                     |                    |                    |
| Issue of share capital                                       | 1,494,757        | -                   | -                  | <b>1,494,757</b>   |
| Share issue costs  | (76,500)         | -                   | -                  | <b>(76,500)</b>    |
| Share-based payments   | -                | 476,692             | -                  | <b>476,692</b>     |
| <b>Balance at 31 December 2022</b>                           | <b>7,410,186</b> | <b>910,217</b>      | <b>(2,031,262)</b> | <b>6,289,141</b>   |

The Consolidated Statement of Changes in Equity is to be read in conjunction with the notes to the financial statements.

**CONSOLIDATED STATEMENT OF CASH FLOWS**

For the half-year ended 31 December 2023

|   | <b>31-Dec-2023</b> | <b>31-Dec-2022</b> |
|---|--------------------|--------------------|
|   | <b>\$</b>          | <b>\$</b>          |
| <b>Cash flows from operating activities</b>                     |                    |                    |
| Payment to suppliers and employees                              | (475,427)          | (495,905)          |
| Other income  | 50                 | -                  |
| Interest received   | 4,002              | 4,659              |
| <b>Net cash outflow for operating activities</b>                | <b>(471,375)</b>   | <b>(491,246)</b>   |
| <b>Cash flows from investing activities</b>                     |                    |                    |
| Payment for exploration and evaluation expenditure              | (364,325)          | (936,539)          |
| <b>Net cash outflow for investing activities</b>                | <b>(364,325)</b>   | <b>(936,539)</b>   |
| <b>Cash flows from financing activities</b>                     |                    |                    |
| Proceeds from issued shares                                     | 525,000            | 1,100,000          |
| Share issue costs   | (41,500)           | (76,500)           |
| <b>Net cash inflow from financing activities</b>                | <b>483,500</b>     | <b>1,023,500</b>   |
| <b>Net (decrease)/increase in cash and cash equivalents</b>     | <b>(352,200)</b>   | <b>(404,285)</b>   |
| <b>Cash and cash equivalents at the beginning of the period</b> | <b>(1,305,671)</b> | <b>3,139,775</b>   |
| <b>Cash and cash equivalents at the end of the period</b>       | <b>953,471</b>     | <b>2,735,490</b>   |

The Consolidated Statement of Cash Flows is to be read in conjunction  
with the notes to the financial statements.

## NOTES TO THE FINANCIAL STATEMENTS

### NOTE 1 MATERIAL ACCOUNTING POLICIES

These general purpose financial statements for the interim half-year reporting period ended 31 December 2023 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Accounting Standard 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2023 and any public announcements made by the Group during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

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

#### **New or amended Accounting Standards and Interpretations adopted**

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period.

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

#### ***Going Concern***

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

As disclosed in the financial statements, the Group incurred a loss of \$1,645,097, and had net cash outflows from operating and investing activities of \$471,375 and \$364,325 respectively for the half-year ended 31 December 2023. As at that date, the Group has net current assets of \$691,202, including cash balance of \$953,471.

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

- The Group, if required, plans to scale down its operations during the next 12 months, including corporate overheads, in order to curtail expenditure, to ensure the Group has sufficient cash available to meet committed expenditure; and
- The Company has the ability to raise capital through the issue of equity.

Accordingly, the Directors believe that the Group will be able to continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report.

Should the Group not achieve the matters set out above there exists a material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern and therefore, the Group may be unable to realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report. The financial report does not include any adjustment relating to the recoverability or classification of recorded asset amounts or to the amounts or classification of liabilities that might be necessary should the Group not be able to continue as a going concern.

### NOTE 2 OPERATING SEGMENTS

The Group operates only in one reportable segment being predominately in the area of copper mineral exploration in Australia. The Board considers its business operations in copper mineral exploration to be its primary reporting function. Results are analysed as a whole by the chief operating decision maker, this being the Board of Directors.

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****NOTE 3 EXPLORATION AND EVALUATION EXPENDITURE**

|   | <b>31-Dec-23</b>        | <b>30-Jun-23</b> |
|---|-------------------------|------------------|
|   | <b>\$</b>               | <b>\$</b>        |
| Carrying amount of exploration and evaluation expenditure | <u>3,897,267</u>        | <u>3,491,744</u> |
| At the beginning of the period                            | 3,491,744               |                  |
| Exploration expenditure incurred                          | 414,509                 |                  |
| Impairment of exploration expenditure <sup>(i)</sup>      | <u>(1,201,146)</u>      |                  |
| At the end of the period                                  | <u><b>2,705,107</b></u> |                  |

- (i) During the period under review management decided not to proceed with Reedy Creek project and the total exploration expenditure of \$1,201,246 was written off.

**NOTE 4 ISSUED CAPITAL**

|                                    | 31-Dec-23  |           | 30-Jun-23  |           |
|------------------------------------|------------|-----------|------------|-----------|
|                                    | No.        | \$        | No.        | \$        |
| Fully paid ordinary shares         | 53,966,909 | 7,755,124 | 46,966,909 | 7,360,299 |
| <i>Movement in ordinary shares</i> | No.        | \$        |            |           |
| Balance at 1 July 2023             | 46,966,909 | 7,360,299 |            |           |
| Share placement                    | 7,000,000  | 525,000   |            |           |
| Share issue costs                  | -          | (130,175) |            |           |
| Balance at 31 December 2023        | 53,966,909 | 7,755,124 |            |           |

Ordinary shares entitle the holder to participate in the dividends and the proceeds on winding up in proportion to the number of and amounts paid on the shares held.

At shareholders meetings, each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****NOTE 5 DIVIDENDS**

No dividends have been proposed or paid during the financial half-year.

**NOTE 6 RESERVES**

|   | 31-Dec-23<br>\$ | 30-Jun-23<br>\$ |
|---|-----------------|-----------------|
| Share-based payment reserve                             | 992,814         | 807,489         |
| <b><u>Movement reconciliation</u></b>                   |                 |                 |
| <b>Balance at beginning of the period</b>               | <b>807,489</b>  | 433,525         |
| Issue of unlisted options to Directors                  | 72,420          | 361,140         |
| Issue of unlisted options as part of employee incentive | -               | 12,824          |
| Issue of unlisted options to Lead Broker                | 88,675          | -               |
| Issue of unlisted options to Consultant                 | 24,230          | -               |
| <b>Balance at the end of the period</b>                 | <b>924,814</b>  | <b>807,489</b>  |

**NOTE 7 SHARE-BASED PAYMENTS**

|  | 31-Dec-23<br>\$ | 30-Jun-23<br>\$ |
|--|-----------------|-----------------|
| <b>Recognised share-based payment transactions</b> |                 |                 |
| Unlisted options                                   | 185,325         | 373,964         |
| Shares issued for acquisition tenements            | -               | 344,870         |
|  | <b>185,325</b>  | <b>718,834</b>  |
| <i>Reconciliation:</i>                             |                 |                 |
| Share-based payment expense                        | 96,650          | 373,964         |
| Exploration and evaluation expenditure             | -               | 344,870         |
| Share issue cost                                   | 88,675          | -               |
|  | <b>185,325</b>  | <b>718,834</b>  |

On 12 December 2023, C29 Metals issued a total of 2,000,000 Options to Directors (Director Incentive Options) based upon the approval from shareholders on Annual General Meeting. The shares issued comprised 750,000 options each to Jeremy King and Jamie Myers, and 500,000 options to David Lees in accordance with section 208 of the Corporations Act and Listing Rule 10.1.

At the same date, the Company issued 2,500,000 Lead Broker options to ARQ Capital and 500,000 consultant options. All the options issued are unquoted with a strike price of \$0.115, and an expiry date before or on 12 December 2025.

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

These unlisted options issued have been valued using the Black Scholes model. The model and assumptions are shown in the table below:

| <b>Black Scholes model</b>                |                  |                    |                   |
|---|------------------|--------------------|-------------------|
|   | <b>Directors</b> | <b>Lead Broker</b> | <b>Consultant</b> |
| Grant Date                                | 17/11/2023       | 21/9/2023          | 12/12/2023        |
| Expiry Date                               | 12/12/2025       | 12/12/2025         | 12/12/2025        |
| Strike (Exercise) Price                   | \$0.115          | \$0.115            | \$0.115           |
| Underlying Share Price (at date of issue) | \$0.075          | \$0.076            | \$0.095           |
| Risk-free Rate (at date of issue)         | 4.16%            | 4.07%              | 4.02%             |
| Volatility                                | 105%             | 105%               | 103%              |
| Number of Options Issued                  | 2,000,000        | 2,500,000          | 500,000           |
| Fair value per option                     | \$0.0362         | \$0.0355           | \$0.0485          |

The weighted average exercise price of the options is \$0.20. The weighted average remaining contractual life of options outstanding at the end of the financial year was 1.88 years.

**NOTE 8 CONTINGENT ASSETS AND CONTINGENT LIABILITIES**

Contingent liabilities as of 31 December 2023 are:

- i. A 2% net smelter return royalty in respect of any production within the area of the Tenement comprising the Sampson Tank Project (Sampson Tank Royalty). The Company will enter into a separate royalty deed with Gilmore Metals to document the terms of the Sampson Tank Royalty and which shall include a term which gives the Company the right (but not obligation) to purchase 50% of the Sampson Tank Royalty from Gilmore Metals for either (at the Company's election):
  - 1) \$1,000,000 in cash; or
  - 2) that number of Shares equal in value to \$1,000,000 based on a deemed issue price per Share equal to the 30-day VWAP of Shares as at the date of the Company's election.
- ii. A 2 % net smelter return royalty in respect of any production within the area of the Tenement comprising the Reedy Creek Project (Reedy Creek Royalty).The Company will enter into a separate royalty deed with shareholders of Oberon Gold to document the terms of the Reedy Creek Royalty and which shall include a term which gives the Company the right (but not obligation) to purchase 50% of the Reedy Creek Royalty from the shareholders of Oberon Gold for either (at the Company's election):
  - 1) \$1,000,000 in cash; or
  - 2) that number of Shares equal in value to \$1,000,000 based on a deemed issue price per Share equal to the 30-day VWAP of Shares as at the date of the Company's election.
- iii. A 2 % net smelter return royalty in respect of any production within the area of the Tenement comprising the Mayfield Project payable to Alcrest Royalties Australia Pty Ltd.

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****NOTE 9      COMMITMENTS****Tenement Commitments**

|   | <b>31-Dec-23</b>        | <b>30-Jun-23</b>        |
|---|-------------------------|-------------------------|
|   | <b>\$</b>               | <b>\$</b>               |
| Below are the commitments in relation to its exploration and evaluation assets: |                         |                         |
| Within one year   | <b>631,979</b>          | 752,305                 |
| Later than one year but not later than five years                               | <b>1,957,686</b>        | 1,957,686               |
|   | <b><u>2,589,665</u></b> | <b><u>2,709,991</u></b> |

**NOTE 10      EVENTS AFTER THE REPORTING DATE**

No other matter or circumstance has arisen since 31 December 2023 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.



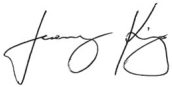
## DIRECTORS' DECLARATION

In the Directors' opinion:

- a) the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- b) the attached financial statements and notes give a true and fair view of the Group's financial position as at 31 December 2023 and of its performance for the financial half-year ended on that date; and
- c) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

On behalf of the directors



**Jeremy King**  
**Executive Corporate Director**  
**13 March 2023**

**RSM Australia Partners**

Level 32, Exchange Tower  
2 The Esplanade Perth WA 6000  
GPO Box R1253 Perth WA 6844  
T +618 9261 9100  
F +618 9261 9111  
[www.rsm.com.au](http://www.rsm.com.au)

**INDEPENDENT AUDITOR'S REVIEW REPORT  
TO THE MEMBERS OF C29 METALS LIMITED****Report on the Half-Year Financial Report***Conclusion*

We have reviewed the accompanying half-year financial report of C29 Metals Limited (the Company) which comprises the consolidated statement of financial position as at 31 December 2023, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the Company and the entities it controlled at the half-year end or from time to time during the half-year.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of C29 Metals Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2023 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

*Basis for Conclusion*

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

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of C29 Metals Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

**THE POWER OF BEING UNDERSTOOD  
AUDIT | TAX | CONSULTING**

RSM Australia Partners is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.

RSM Australia Partners ABN 36 965 185 036

Liability limited by a scheme approved under Professional Standards Legislation

### *Material Uncertainty Related to Going Concern*

We draw attention to Note 1 in the half-year financial report, which indicates that the consolidated entity incurred a loss of \$1,645,097 and had net cash outflows from operating and investing activities of \$471,375 and \$364,325 respectively for the half-year ended 31 December 2023. These events, or conditions, along with other matters as set forth in Note 1, indicate that a material uncertainty exists that may cast significant doubt on the consolidated entity's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

### *Directors' Responsibility for the Half-Year Financial Report*

The directors of C29 Metals Limited are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

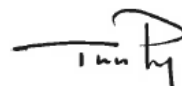
### *Auditor's Responsibility for the Review of the Financial Report*

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2023 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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



RSM AUSTRALIA PARTNERS



TUTU PHONG  
Partner

Perth, WA  
Dated: 13 March 2024