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Group 6 Metals Limited

ABN 40 004 681 734

Annual Report

For the year ended 30 June 2024

CORPORATE DIRECTORY

ABN 40 004 681 734

DIRECTORS

KEVIN PALLAS	(EXECUTIVE CHAIRMAN)
CHRISTOPHER ELLIS	(NON-EXECUTIVE DIRECTOR)
DALE ELPHINSTONE	(NON-EXECUTIVE DIRECTOR)

COMPANY SECRETARY

ANDREW BICKLEY

REGISTERED OFFICE & PRINCIPAL PLACE OF BUSINESS

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ASX

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CHAIRMAN'S LETTER

Dear Shareholders,

It is in rather unusual circumstance that Group 6 Metals is providing the Company's 30 June 2024 Annual Report, which was not able to be completed by the previous board within regulatory timeframes and led to an adjournment of the FY24 Annual General Meeting on 29 November 2024. The report reflects a challenging year where several factors led to significant losses and pervasive unsustainable cash outflows. As the Company was prevented from completing this annual report, G6M shares entered a suspension on the Australian Securities Exchange, which remains in place at the time of this report. These conditions necessitated the launch of a recapitalisation plan which was required to be completed before the 30 June 2024 Annual Report could be finalised.

As noted, subsequent to year-end, a major recapitalisation plan was agreed with the Company's senior lending group and certain major creditors. Underpinning the plan was:

- the conversion of $81.2 million of principal debt, accrued interest and balances owed to major creditors;
- fresh equity provided by the Company's senior lending group of $5.9 million; and
- the issuance of 7.2 billion warrants to the senior lending group.

For details of the above matters and results of the recapitalisation plan, refer to *Events Subsequent to the Reporting Date* within the *Directors' Report.*

The plan was approved on 23 April 2025 at a general meeting when shareholders voted overwhelmingly in favour of all resolutions, albeit that the transaction resulted in significant dilution of shareholders. Further to the above, the senior lenders had already provided, by way of pre-payment, $17.8M of the planned funding to allow for operations at the Dolphin Tungsten mine to continue pending shareholder approval of the recapitalisation plan. Finally, as part of the recapitalisation plan, the Government of Tasmania provided a loan of $7.5M on 15 May 2025. These lending arrangements have provided key sources of capital for the Company to continue towards its goal of returning to a status of profitability and positive cashflows.

There have been several changes to the board and management since announcing the recapitalisation plan on 4 December 2024. Since these changes were made in early December, the board has been very active in assessing the prospects of the Company and supporting plans to remediate performance, aimed at not only securing the short-term future of the Company, but to allow Group 6 Metals to realise the full potential of tungsten mining at the Dolphin Mine on King Island, Tasmania.

A capital improvement program has commenced with goals to remediate a significant plant maintenance debt, accelerate process plant design improvements, and bolster production resilience generally. A program such as this takes time and capital to implement, but most importantly it requires strong leadership and a resilient focus. The program is now underway and, whilst many hurdles and challenges remain, steady incremental productivity improvements are becoming evident.

In the latest quarters, efficient open-cut mining activities with good achievement of ore delivery has been a positive outcome. We have progressed well through the current mining sequence in the final open cut stages of the Dolphin pit and built significant stockpiles of ore. With the reduction in debt through the recapitalisation plan, the Company now is in a much-improved financial position with a stronger balance sheet and sufficient cash reserves. Our plans to continuously improve process plant performance, and in a robust tungsten market with elevated APT prices, the Company is positioned to reach cashflow positive operations in coming months as we look forward to the underground phase of the project.

We thank shareholders for their patience during this tumultuous time for the Company, and expect that our efforts will see G6M shares be re-instated on the ASX soon after the Company meets all required regulatory conditions, including completing the FY24 Annual General Meeting.

Best Regards,



Kevin Pallas
Executive Chairman

Lodged with the ASX

DIRECTORS' REPORT

The directors of Group 6 Metals Limited (**Company**) and its subsidiaries (together referred to as the **Group**) present their report, together with the consolidated financial statements for the year ended 30 June 2024 and the auditor's report thereon.

DIRECTORS

The directors of the Company at any time during or since the end of the financial year are:

Kevin PALLAS	(Executive Chairman)	Appointed 4 December 2024.
Dale ELPHINSTONE	(Non-Executive Director)	Appointed 4 December 2024.
Christopher ELLIS	(Executive Director)	Appointed 8 November 2012, redesignated as Non-Executive Director on 4 December 2024.
Johann JOOSTE-JACOBS	(Chairman)	Appointed 30 November 2012, resigned 4 December 2024.
Gregory HANCOCK	(Non-Executive Director)	Appointed 26 February 2019, resigned 4 December 2024.
Keith MCKNIGHT	(Managing Director and Chief Executive Officer)	Appointed 24 January 2022 as Chief Executive Officer and appointed to the Board 31 August 2022. Resigned on 4 December 2024.
Tony CARUSO	(Non-Executive Director)	Appointed 22 April 2024, resigned on 4 December 2024.

Kevin Pallas (Executive Chairman)
B. Comm
Appointed 4 December 2024
Kevin possesses senior management and leadership experience through an extensive career in engineering, mining supplies, metals and manufacturing industries. Holding a Bachelor of Commerce degree, Kevin specialised in the areas of financial and cost accounting systems' design and development, and operational and commercial management for a number of multinationals in South Africa, New Zealand, Singapore and Australia. He joined ASX-listed Engenco Limited (ASX:EGN) in 2007 where he served in the positions of Chief Operations Officer, Chief Financial Officer, and led the company from 2015 until 2022 as Managing Director and Chief Executive Officer. Kevin is a non-executive Director on the board of Drac Mechanical Pty Ltd, a packager of power generation systems, and is a Member of the Institute of Company Directors.

Dale Elphinstone AO (Non-Executive Director)
Appointed 4 December 2024
Dale is the Executive Chairman of the Elphinstone Group which he founded in 1975. Dale has considerable experience in the engineering, manufacturing and heavy machinery for the mining industry and among other things is the longest-serving Caterpillar dealer principal in Australia, having acquired the Caterpillar dealership in Victoria and Tasmania in 1987. Dale is the Co-Chair of the Joint Commonwealth and Tasmanian Economic Council, a member of the Tasmanian Premier's Economic and Social Recovery Advisory Council and was a director of the Tasmanian Health Organisation North-West until 30 June 2015. He was a director of Caterpillar subsidiary, Caterpillar Underground Mining Pty Ltd until December 2008 and formerly publicly listed Queensland Gas Company Limited from October 2002 to November 2008. Dale was also a director of ASX listed National Hire Group Limited until December 2011. Dale is a Non-Executive Director of Engenco Limited (ASX: EGN).

Johann Jacobs (Chairman)
B. Acc, MBL
Appointed on 30 November 2012. Resigned 4 December 2024.
Johann has over 40 years' of experience in the resources industry in Australia, South Africa, and Indonesia. He has previously been a director of several ASX-listed companies and remains a director of several private resource-focused companies.

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DIRECTORS' REPORT CONTINUED

DIRECTORS (CONTINUED)

Christopher Ellis (Executive Director)
B. Sc Hons
Appointed Executive Director on 8 November 2012, redesignated as Non-Executive Director on 4 December 2024
Chris has over 40 years' of experience in the exploration and mining industry in Australia and overseas. He was a founding member and Executive Director of coal mining company Excel Coal Limited, which became Australia's largest independent coal mining company before being acquired by Peabody Energy Inc. in October 2006. Chris commenced his career in the UK coal industry, followed by positions within Shell's exploration group in Southern Africa and CRAE in Western Australia. He has also held senior positions for BP Coal (London and USA), Agipcoal Australia and the Stratford Joint Venture. Chris has core geology, mining engineering and mineral processing skills, mainly in the coal industry, with some experience in tungsten, gold, base metals and diamonds. He was responsible for designing and engineering four new mines during his career with Excel. Chris is a Non-Executive Director of Ausquest Limited (ASX: AQD).

Gregory Hancock (Independent Non-Executive Director)
BA Econs, B. Ed Hons, F. Fin
Appointed on 26 February 2019. Resigned 4 December 2024.
Greg has over 25 years' of experience in capital markets, working in corporate finance. He has extensive experience in Australia and the UK through his close links to the stockbroking and investment banking communities. His career specialised in mining and natural resources, with a background in the finance and management of listed companies. He is chairman of Ausquest Limited (ASX: AQD), BMG Resources Limited (ASX: BMG), Cobra Resources Plc (LON: COBR), Triangle Energy (Global) Limited (ASX: TEG) and Non-Executive Director of Golden State Mining Limited (ASX: GSM). Greg continues his close association with the capital markets in Australia and the UK through his private company, Hancock Corporate Investments Pty Ltd.

Tony Caruso (Independent Non-Executive Director)
Appointed 22nd April 2024. Resigned 4 December 2024.
Tony is a highly accomplished mining professional with over 30 years' of experience in the Australian coal and, more recently, the metals sector. Mr. Caruso has led companies through diverse phases of the business cycle, including rapid growth and transformation. Most notably, Mr Caruso was CEO and Managing Director of ASX-listed Metarock Group Limited (formerly Mastermyne Pty Ltd). During his eighteen-year tenure, thirteen years as a public company, he oversaw the company's ASX listing in 2010 and nationwide expansion. Mr. Caruso holds a postgraduate certificate in Business Management, is a Fellow of the Australian Institute of Management, and has held multiple chair and director roles on boards of industry associations and economic development corporations.

MANAGING DIRECTOR AND CHIEF EXECUTIVE OFFICER

Keith McKnight
BEng (Mech) (Hons)
Appointed on 24 January 2022 as CEO and appointed to the Board on 31 August 2022. Resigned 4 December 2024.
Keith has over 24 years' of mining and resources project delivery and company management experience in Australia and overseas in mechanical design, contract management, construction management, commissioning and operations management. He was previously Managing Director and co-founder of Kirrama Resources Limited, a commodities development company with chromite and manganese projects in Madagascar. Mr McKnight has extensive experience spanning a range of commodities and has a bachelor's degree in mechanical engineering (Honours) from the University of Limerick.

CHIEF FINANCIAL OFFICER

Michael Zannes
B Bus, CPA, Grad Cert (AICD)
Appointed 6 March 2023. Resigned 4 December 2024.
Michael is a CPA with over 20 years' of experience in the mining industry. He has a background in managing resource companies' operational and corporate finance functions. This includes C-suite experience in listed companies. Michael has previously held the role of Chief Financial Officer with Andromeda Metals Ltd (ASX: ADN) and also previously held various commercial positions with New Gold Inc (TSX/NYSE: NGD), including Company Director and Secretary for New Gold's Australian divisions and Whitehaven Coal Ltd (ASX: WHC) as Divisional Commercial Manager.

DIRECTORS' REPORT CONTINUED

COMPANY SECRETARY

Megan McPherson
B Com, CA
Appointed 1 February 2022. Resigned 19 December 2024.
Megan is a Chartered Accountant and Company Secretary with over 20 years' of commercial and public practice experience. She was part of the senior executive team which successfully listed Cuesta Coal Limited on the ASX in 2012 and has been a senior executive for companies with projects in Australia, Mongolia, Tanzania and Madagascar.

Andrew Bickley
LLB, FGIA
Appointed 19 December 2024.
Andrew has more than 15 years of experience as a company secretary and governance professional for Australian and global organisations, having worked for listed companies, professional services firms and statutory agencies. He has previously provided outsourced company secretary and governance support to a range of clients, including ASX-listed junior exploration companies. He has also been accountable for ASX and JSE listing compliance and managed 40-120 group subsidiaries worldwide at DRA Global Limited and Fortescue Metals Group Ltd. Andrew holds a Bachelor of Laws from the University of Essex, and is a Fellow of both the Governance Institute of Australia and the Institute of Chartered Secretaries and Administrators. Andrew is also Joint Company Secretary for ASX listed Andean Silver Limited.

NATURE OF OPERATIONS AND PRINCIPAL ACTIVITIES

The group's principal activity during the year was the production and sale of tungsten concentrate from Dolphin Tungsten Mine on King Island, Tasmania.

DIVIDENDS

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

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DIRECTORS' REPORT CONTINUED

REVIEW OF OPERATIONS

Dolphin Tungsten Mine (DTM)

Key Points

- Commercial concentrate production commenced on 1 July 2023, signalling the move from a pre-production phase to production.
- The first shipment of tungsten concentrate was made in July 2023. In total 420 tonnes of WO_3 in high-grade concentrate was produced in FY 2024
- Whilst not without its challenges, operational improvements were made throughout the twelve months with increased production rates of higher-grade ore and improved processing plant performance
- An optimised mine plan was developed to achieve lower cost mining operations, targeting higher-grade ore in lower overall mining volumes.
- Exploration drilling was completed on Investigator 24 and Investigator 22, which successfully intersected skarn mineralisation in the mine series, further validating the exploration potential of the Grassy region. Further exploration is required to fully validate the opportunity
- Tony Davis appointed as Executive General Manager Operations
- No reportable environmental incidents occurred during the period

Corporate

Key Points

- The Company submitted a Research & Development (R&D) tax incentive application for the year ended 30 June 2023 with AusIndustry in September 2023, resulting in a cash refund of $14.3 million (inclusive of interest) in January 2024
- Major shareholders continue to provide unwavering support of the Company and the DTM by providing four tranches of short-term finance. Refer to the capital raising section or Note A24 for further details of funding provided
- The Company changed its registered office and principal place of business in December 2023 to Level 7, 157 Ann Street, Brisbane Qld 4000
- Tony Caruso was appointed as Non-Executive Director of the Company
- The company was suspended from trading on the Australian Securities Exchange on 27 September 2024
- Completed recapitalisation plan as outlined in the "Events Subsequent to the Reporting Date" section below, which included changes to Directors and Key Management Personnel

Capital Raising

The Company successfully raised $4.2 million (net of transaction costs) of capital via the Share Purchase Plan (**SPP**) announced on 8 May 2023, issuing 30,797,893 shares at $0.14 per share.

The SPP was strongly supported by eligible shareholders, with the Company accepting valid applications totalling $3.7 million. The Company finalised the SPP, having raised an additional $0.6 million by placing approximately half of the remaining SPP allocation to professional and sophisticated investors.

As disclosed in the *Events Subsequent to the Reporting Date*, the Company raised $5.9 million from the issuance of ordinary shares to the following entities representing the Company's senior lending group - Abex Limited, Elphinstone Holdings Pty Ltd, Chrysalis Investments Pty Ltd ATF The Ellis Family Trust and Pure Asset Management Pty Ltd ATF PURE Resources Fund - after receiving shareholder approval on 23 April 2025.

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DIRECTORS' REPORT CONTINUED

REVIEW OF OPERATIONS (CONTINUED)

Loan Funding

Short-term debt funding of $24.05 million was received in the year ended 30 June 2024. An additional $1.9 million unsecured loan was received to fund the 2024 financial year insurance premium. Furthermore, an additional $1.8 million unsecured loan was received to fund the insurance premium for the 2025 financial year. A summary of the new loan funding is set out below in order of funds received.

On 18 August 2023, the Group executed a $1,893,123 unsecured loan agreement with Monument Premium Funding. The key terms of the facility are summarised below:

Monument Premium Funding	
Commitment	Debt facility of $1,893,123
Term	9 months
Termination Date	30 March 2024
Repayment	Monthly instalments
Applicable Interest rate	8.48% per annum
Security	Unsecured
Purpose	Insurance premium funding

The loan was repaid by 30 March 2024.

On 8 September 2023, the Group executed a $3,000,000 unsecured loan agreement with Abex Limited. The key terms of the facility are summarised below:

Abex Limited	
Commitment	Cash advance of $3,000,000
Term	12 months after commencement date
Termination Date	11 September 2024
Repayment	On termination date. Early repayment of the facility is permitted at any time without penalty
Applicable Interest rate	12% per annum
Security	Unsecured
Purpose	Funding for general working capital requirements to support the ramp-up of tungsten concentrate production at the Dolphin Tungsten Mine or such other purpose as the Lender may from time to time approve in writing

As at 30 June 2024, the Abex loan is fully drawn. Subsequent to year end, the term and the termination date were extended to 22 November 2024 and later converted into ordinary shares on 30 April 2025. Refer to *Events Subsequent to the Reporting Date* section of the Directors' Report or Note A31 of the financial statements. Further details regarding this loan are also set out in Notes A24.

On 11 September 2023, the Group executed a $3,000,000 secured loan agreement with CJRE Maritime Pty Ltd. The key terms of the facility are summarised below:

CJRE Maritime Pty Ltd	
Commitment	Cash advance of $3,000,000
Term	12 months after commencement date
Termination Date	22 September 2024
Repayment	On termination date. Early repayment of the facility is permitted at any time without penalty
Applicable Interest rate	12% per annum
Security	Unsecured
Purpose	Funding for general working capital requirements to support the ramp-up of tungsten concentrate production at the Dolphin Tungsten Mine or such other purpose as the Lender may from time to time approve in writing

DIRECTORS' REPORT CONTINUED

REVIEW OF OPERATIONS (CONTINUED)

As at 30 June 2024, the CJRE loan is fully drawn. Subsequent to year end, the term and the termination date were extended to 22 November 2024 and later converted into ordinary shares on 30 April 2025. Refer to *Events Subsequent to the Reporting Date* section of the Directors' Report or Note A31 of the financial statements. Further details regarding this loan are also set out in Notes A24.

On 22 September 2023 the Group executed a $1,000,000 unsecured loan agreement with Elphinstone Holdings Pty Ltd. The key terms of the facility are summarised below:

Elphinstone Holdings Pty Ltd	
Commitment	Debt facility of $1,000,000
Term	12 months after commencement date
Termination Date	22 September 2024
Repayment	On termination date. Early repayment of the facility is permitted at any time without penalty
Applicable Interest rate	12% per annum
Security	Unsecured
Purpose	Partially fund deposits required to be paid by the borrower under its equipment finance facility for truck refinancing

As at 30 June 2024, the Elphinstone loan is fully drawn. Subsequent to year end, the term and the termination date were extended to 22 November 2024 and later converted into ordinary shares on 30 April 2025. Refer to *Events Subsequent to the Reporting Date* section of the Directors' Report or Note A31 of the financial statements. Further details regarding this loan are also set out in Notes A24.

On 8 November 2023, the Group executed a $2,000,000 unsecured loan agreement with Abex Limited. The key terms of the facility are summarised below:

Abex Limited	
Commitment	R&D bridge facility of $2,000,000
Term	From 8 September 2023 to 31 March 2024
Termination Date	Initially 31 March 2024 and subsequently the loan was extended to August 24 before the year end.
Repayment	On termination date. Early repayment of the facility is permitted at any time without penalty
Applicable Interest rate	Base rate (BBSW 1 mth rate per ASX @ end of quarter) plus 10% margin
Security	Unsecured (Security is subject to shareholder approval at General Meeting).
Purpose	Funding for general working capital and corporate purposes.

As at 30 June 2024, the Abex loan is fully drawn. Subsequent to year end, the term and the termination date were extended to 22 November 2024 and later converted into ordinary shares on 30 April 2025. Refer to *Events Subsequent to the Reporting Date* section of the Directors' Report or Note A31 of the financial statements. Further details regarding this loan are also set out in Notes A24.

On 16 November 2023, the Group executed a $2,000,000 secured loan agreement with D.A.CH.S Capital AG. The key terms of the facility are summarised below:

D.A.CH.S Capital AG	
Commitment	R&D bridge facility of $2,000,000
Term	From 16 November 2023 to 31 March 2024
Termination Date	Initially 31 March 2024 and subsequently the loan was extended to August 24 before the year end.
Repayment	On termination date. Early repayment of the facility is permitted at any time without penalty
Applicable Interest rate	Base rate (BBSW 1 mth rate per ASX @ end of quarter) plus 10% margin
Security	Secured
Purpose	Funding for general working capital and corporate purposes.

As at 30 June 2024, the D.A.CH.S loan is fully drawn. Subsequent to year end, the term and the termination date were extended to 22 November 2024 and later converted into ordinary shares on 30 April 2025. Refer to *Events Subsequent to the Reporting Date* section of the Directors' Report or Note A31 of the financial statements. Further details regarding this loan are also set out in Notes A24.

DIRECTORS' REPORT CONTINUED

REVIEW OF OPERATIONS (CONTINUED)

On 16 November 2023, the Group executed a $2,000,000 secured loan agreement with Elphinstone Holdings Pty Ltd. The key terms of the facility are summarised below:

Elphinstone Holdings Pty Ltd	
Commitment	R&D bridge facility of $2,000,000
Term	From 16 November 2023 to 31 March 2024
Termination Date	Initially 31 March 2024 and subsequently the loan was extended to August 24 before the year end
Repayment	On termination date. Early repayment of the facility is permitted at any time without penalty
Applicable Interest rate	Base rate (BBSW 1 mth rate per ASX @ end of quarter) plus 10% margin
Security	Secured
Purpose	Funding for general working capital and corporate purposes.

As at 30 June 2024, the Elphinstone loan is fully drawn. Subsequent to year end, the term and the termination date were extended to 22 November 2024 and later converted into ordinary shares on 30 April 2025. Refer to *Events Subsequent to the Reporting Date* section of the Directors' Report or Note A31 of the financial statements. Further details regarding this loan are also set out in Notes A24.

On 16 November 2023, the Group executed a $2,000,000 unsecured loan agreement with CJRE Maritime Pty Ltd. The key terms of the facility are summarised below:

CJRE Maritime Pty Ltd	
Commitment	R&D bridge facility of $2,000,000
Term	From 16 November 2023 to 31 March 2024
Termination Date	Initially 31 March 2024 and subsequently the loan was extended to August 24 before the year end
Repayment	On termination date. Early repayment of the facility is permitted at any time without penalty
Applicable Interest rate	Base rate (BBSW 1 mth rate per ASX @ end of quarter) plus 10% margin
Security	Unsecured (Security is subject to shareholder approval at General Meeting)
Purpose	Funding for general working capital and corporate purposes.

The CJRE loan is fully drawn as of 30 June 2024. Subsequent to year end, the term and the termination date were extended to 22 November 2024 and later converted into ordinary shares on 30 April 2025. Refer to *Events Subsequent to the Reporting Date* section of the Directors' Report or Note A31 of the financial statements. Further details regarding this loan are also set out in Notes A24.

On 12 March 2024, the Group executed a $1,500,000 unsecured loan agreement with Abex Limited. The key terms of the facility are summarised below:

Abex Limited	
Commitment	Cash advance of $1,500,000
Term	From 11 March 2024 to 30 June 2024
Termination Date	The earlier of completion of the Capital Raise and 30 June 2024
Repayment	On termination date. Early repayment of the facility is permitted at any time without penalty
Applicable Interest rate	BBSY (1 month) + 10% per annum
Security	Unsecured
Purpose	Funding for general working capital requirements ahead of a proposed capital raise or such other purpose as the Lender may from time to time approve in writing

As at 30 June 2024, the Abex loan is fully drawn. Subsequent to year end, the term and the termination date were extended to 22 November 2024 and later converted into ordinary shares on 30 April 2025. Refer to *Events Subsequent to the Reporting Date* section of the Directors' Report or Note A31 of the financial statements. Further details regarding this loan are also set out in Notes A24.

DIRECTORS' REPORT CONTINUED

REVIEW OF OPERATIONS (CONTINUED)

On 12 March 2024, the Group executed a $1,500,000 unsecured loan agreement with Chrysalis Investments Pty Ltd ATF the Ellis Family Trust. The key terms of the facility are summarised below:

Chrysalis Investments Pty Ltd ATF The Ellis Family Trust	
Commitment	Cash advance of $1,500,000
Term	From 11 March 2024 to 30 June 2024
Termination Date	The earlier of completion of the Capital Raise and 30 June 2024
Repayment	On termination date. Early repayment of the facility is permitted at any time without penalty
Applicable Interest rate	BBSY (1 month) + 10% per annum
Security	Unsecured
Purpose	Funding for general working capital requirements ahead of a proposed capital raise or such other purpose as the Lender may from time to time approve in writing

As at 30 June 2024, the Chrysalis Investments loan is fully drawn. Subsequent to year end, the term and the termination date were extended to 22 November 2024 and later converted into ordinary shares on 30 April 2025. Refer to *Events Subsequent to the Reporting Date* section of the Directors' Report or Note A31 of the financial statements. Further details regarding this loan are also set out in Notes A24.

On 21 May 2024, the Group executed a $1,250,000 secured loan agreement with Elphinstone Holdings Pty Ltd. The key terms of the facility are summarised below:

Elphinstone Holdings Pty Ltd	
Commitment	Bridge facility of $1,250,000
Term	From 21 May 2024 to 31 August 2024
Termination Date	31 August 2024
Repayment	On termination date. Early repayment of the facility is permitted at any time without penalty
Applicable Interest rate	12.0% per annum
Security	Secured
Purpose	Funding for general working capital and corporate purposes.

As at 30 June 2024, the Elphinstone loan is fully drawn. Subsequent to year end, the commitment amount was increased by $1,000,000 to $2,250,000 and the term and the termination date were extended to 22 November 2024. The loan was later converted into ordinary shares on 30 April 2025. Refer to *Events Subsequent to the Reporting Date* section of the Directors' Report or Note A31 of the financial statements. Further details regarding this loan are also set out in Notes A24.

On 22 May 2024, the Group executed a $1,500,000 unsecured loan agreement with Abex Limited. The key terms of the facility are summarised below:

Abex Limited	
Commitment	Bridge facility of $1,500,000
Term	From 22 May 2024 to 31 August 2024
Termination Date	31 August 2024
Repayment	On termination date. Early repayment of the facility is permitted at any time without penalty
Applicable Interest rate	12.0% per annum
Security	Unsecured (Security is subject to shareholder approval at General Meeting).
Purpose	Funding for general working capital and corporate purposes.

As at 30 June 2024, the Abex loan is fully drawn. Subsequent to year end, the commitment amount was increased by $1,350,000 to $3,850,000 and term and the termination date were extended to 22 November 2024 and later converted into ordinary shares on 30 April 2025. Refer to *Events Subsequent to the Reporting Date* section of the Directors' Report or Note A31 of the financial statements. Further details regarding this loan are also set out in Notes A24.

DIRECTORS' REPORT CONTINUED

REVIEW OF OPERATIONS (CONTINUED)

On 29 May 2024, the Group executed a $1,500,000 unsecured loan agreement with CJRE Maritime Pty Ltd. The key terms of the facility are summarised below:

CJRE Maritime Pty Ltd	
Commitment	Bridge facility of $1,500,000
Term	From 29 May 2024 to 31 August 2024
Termination Date	31 August 2024
Repayment	On termination date. Early repayment of the facility is permitted at any time without penalty
Applicable Interest rate	12.0% per annum
Security	Unsecured (Security is subject to shareholder approval at General Meeting).
Purpose	Funding for general working capital and corporate purposes.

As at 30 June 2024, $800,000 was drawn under the CJRE Maritime loan. Subsequent to year end, the commitment amount was increased by $1,350,000 to $3,850,000 and the term and the termination date was extended to 22 November 2024 and later converted into ordinary shares on 30 April 2025. Refer to *Events Subsequent to the Reporting Date* section of the Directors' Report or Note A31 of the financial statements. Further details regarding this loan are also set out in Notes A24.

On 20 May 2024, the Group executed a $1,500,000 secured loan agreement with Pure Asset Management Pty Ltd. The commitment amount was increased by $300,000 to $1,800,000 on 18 June 2024. The key terms of the facility are summarised below:

Pure Asset Management Pty Ltd ATF PURE Resources Fund	
Commitment	Bridge facility of $1,800,000
Term	From 20 May 2024 to 31 August 2024
Termination Date	31 August 2024
Repayment	On termination date. Early repayment of the facility is permitted at any time without penalty
Applicable Interest rate	12.0% per annum
Security	Secured
Purpose	Funding for general working capital and corporate purposes.

As at 30 June 2024, $1,500,000 was drawn under the Pure Asset Management loan. Subsequent to year end, the commitment amount was increased by $1,000,000 to $2,800,000 and the term and the termination date were extended to 22 November 2024. The loans were converted into ordinary shares on 30 April 2025. Refer to *Events Subsequent to the Reporting Date* section of the Directors' Report or Note A31 of the financial statements. Further details regarding this loan are also set out in Notes A24.

On 25 June 2024, the Group executed a $1,772,843 unsecured loan agreement with Attvest Finance Pty Ltd. The key terms of the facility are summarised below:

Attvest Finance Pty Ltd	
Commitment	$1,772,843
Term	9 months
Termination Date	25 March 2025
Repayment	Monthly instalments
Applicable Interest rate	4.21% per annum
Security	Unsecured
Purpose	Insurance premium funding

As at 30 June 2024, the Attvest loan was fully drawn. Further details regarding this loan are set out in Note A24.

Refer to *Events Subsequent to the Reporting Date* section of the Directors' Report and Note A31 of the financial statements which provides an update on loan extensions, additional facilities and the conversion of loan amounts to equity.

DIRECTORS' REPORT CONTINUED

TUNGSTEN MARKET

- Ammonium Paratungstate prices are regularly quoted in industry journals as 88.5% WO_3 and are the basis of the pricing used as a benchmark for selling WO_3 concentrate
- The concentrate acquired by the APT processors is conventionally a 65% WO_3 concentrate; therefore, the net price back to producers is somewhat lower, generally around 77% of the reported APT price, for the same quantity of contained WO_3
- Over the last decade, the APT price has achieved a high of US$469 (A$473) per mtu in mid-2011 and again in mid-2013 and a low of US$165 (A$212) per mtu at the end of calendar 2015
- Ammonium Paratungstate (APT) CIF Rotterdam prices have remained stable throughout the 2024 financial year staying well above the historic averages despite de-stocking and lower volumes
- As of 30 June 2024, Tungsten APT Low Price CIF Rotterdam was US$335 - US$360 representing an 8% increase over the course of the year. The rise in price is due to increased activity by Chinese buyers in western markets fuelled by concerns about the tightening of Chinese domestic supply due to environmental constraints and increasing costs
- As at the signing date of this financial report, Tungsten APT Low Price CIF Rotterdam was US$410 which is the prevailing price for shipments conducted in June 2025 under the Company's largest offtake agreement.
- Market conditions look strong with growth in demand expected to continue from the defence, mining, energy and technology sectors

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

The Company's operation continues to be mining production of Tungsten and sale of WO_3 concentrate. For significant changes to the entity in terms of key management personnel and lending, refer to "Events Subsequent to the Reporting Date" section below.

OUTLOOK

The short-term objective of the Group is to achieve steady-state and profitable operations at DTM on King Island. The next steps are to:

1. Realise the process plant enhancements and repairs conducted subsequent to balance date to achieve consistent and stabilised run times, improve throughput and increase recoveries.
2. Continue to progress the Company towards underground mining operations at the DTM which consists of high-grade ore.
3. Evaluate opportunities for increase efficiency and cost reduction initiatives such as integration of cheaper renewable energy and ore sorting techniques.

The medium-term objective is to investigate opportunities to value-add the product for supply into the upstream tungsten industry.

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DIRECTORS' REPORT CONTINUED

ORE RESERVES AND MINERAL RESOURCES STATEMENTS

RESOURCE		Resource Opening Balance and Grade (1 July 2022)		
Deposit		Indicated Mineral Resource (Ore Tonnes,Mt)	WO3 Grade (%)	Contained Metal (MMTUs)
Dolphin*		9.60	0.90	0.86
Bold Head - Indicated		1.61	0.92	1.48
Bold Head - Inferred		0.15	0.85	0.13
Bold Head - Total**		1.76	0.91	1.60
Total		**11.36**	**0.91**	**10.34**

RESERVE		Reserve Opening Balance and Grade (1 July 2022)		
Deposit		Probable Ore Reserve (Ore Tonnes, Mt)	WO3 Grade (%)	Contained Metal (MMTUs)
Dolphin*		4.43	0.92	4.08
Bold Head**		0.45	0.89	0.89
Total		**4.43**	**0.91**	**4.03**

*For Reserves and Resources opening balance and grade, refer announcement 16 December 2020 *Dolphin Tungsten Project Revised Feasibility Study Provides Significant Increase in NPV and Mine Life Extended to 14 Years* (ASX: KIS), which used a Reserves cut-off grade of 0.7% WO_3 for Dolphin UG and 0.2% WO_3 for Dolphin OC and a Resources cut-off grade of 0.2% WO_3.

**For Resources and Reserves opening balance and grade, refer announcement 26 June 2023 *Bold Head Maiden Mineral Reserve Estimate* (ASX: G6M), which used a cut-off grade of 0.7% WO_3 for Reserves.

REVIEW OF MATERIAL CHANGES

As part of an annual review of Resources and Reserves, the economic assumptions outlined in accordance with principles of the JORC Code have been reviewed, and no material changes have been applied. The mining and mineral inventory reported as at period end below represents depletion activity that has been reconciled by the Company. Furthermore, the Company is not in possession of any new information or data relating to the previously announced reserves and resources estimates, as such there are no material changes to the estimates and no comparison of estimates is necessary other than factoring the depletion. No further update to the reserves and resource estimate has been completed following the annual review of mineral resources completed for the financial year ended 30 June 2024.

GOVERNANCE CONTROLS

All Mineral Resources and Reserves estimates are prepared by Competent Persons using data that they have reviewed and consider to have been collected using industry standard practices and which, to the most practical degree possible are representative, unbiased, and collected with appropriate QA/QC practices in place. Refer below for list of Competent Persons.

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DIRECTORS' REPORT CONTINUED

COMPLIANCE STATEMENTS AND DISCLAIMERS

The information in this report, representing the *Resources Opening Balance and Grade* that relates to sampling techniques, exploration results and Minerals Resources at the Dolphin and Bold Head deposits are based on and fairly represents information and supporting information compiled and reviewed by Mr Tim Callaghan, a Competent Person who is a Member of the Australasian Institute of Geoscientists. Mr Callaghan was an independent consultant of Resource and Exploration Geology. Mr Callaghan has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the JORC Code. Mr Callaghan has previously consented to the inclusion of the information contained within the *Resources Opening Balance and Grade* used in this report based on his information in the form and context in which it appears.

The information in this report, representing the *Reserves Opening Balance and Grade* that relates to exploration results at the Dolphin and Bold Head deposits are based on and fairly represents information and supporting information compiled and reviewed by:

- Mr Alan Fudge, a Competent Person who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Fudge was an independent mining consultant of Polberro Consulting. Mr Fudge has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the JORC Code. Mr Fudge has previously consented to the inclusion of the information contained within the *Reserves Opening Balance and Grade* used in this report based on his information in the form and context in which it appears.

- Mr Alvin Johns, a Competent Person who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Alvin Johns was an independent mining consultant of Asther Pty Ltd. Mr Johns has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the JORC Code. Mr Johns has previously consented to the inclusion of the information contained within the *Reserves Opening Balance and Grade* used in this report based on his information in the form and context in which it appears.

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DIRECTORS' REPORT CONTINUED

RESOURCES AND RESERVES DEPLETION

RESOURCE		Movements (FY 2023)	Movements (FY 2024)
Deposit		Depletion (Ore Tonnes, Mt)	Depletion (Ore Tonnes, Mt)
Dolphin		0.03	0.30
Bold Head - Indicated		-	-
Bold Head - Inferred		-	-
Bold Head - Total		-	-
Total		**0.03**	**0.30**

RESERVE		Movements (FY 2023)	Movements (FY 2024)
Deposit		Depletion (Ore Tonnes, Mt)	Depletion (Ore Tonnes, Mt)
Dolphin		0.01	0.31
Bold Head		-	-
Total		**0.01**	**0.31**

The *Depletion* information that relates to mining results at the Dolphin deposit are based on and fairly represents information and supporting information compiled and reviewed by Mr John Collier, a Competent Person who is a Member of the Australian Institute of Geoscientists. Mr Collier is an independent consultant of Conarco Consulting. Mr Collier has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the depletion activity being undertaken to qualify as a Competent Person as defined in the JORC Code. Mr Collier consents to the inclusion of the Depletion results in this report based on his information in the form and context in which it appears.

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DIRECTORS' REPORT CONTINUED

REMAINING MINERAL AND MINING INVENTORY

RESOURCE		Closing (30 June 2023)				Closing (30 June 2024)		
Deposit		Remaining Mineral Inventory (Ore Tonnes, Mt)	WO3 Grade (%)	Contained Metal (MMTUs)		Remaining Mineral Inventory (Ore Tonnes, Mt)	WO3 Grade (%)	Contained Metal (MMTUs)
Dolphin		9.58	0.90	8.62		9.27	0.90	8.35
Bold Head - Indicated		1.61	0.92	1.48		1.61	0.92	1.48
Bold Head - Inferred		0.15	0.85	0.13		0.15	0.85	0.13
Bold Head - Total		1.76	0.91	1.60		1.76	0.91	1.60
Total		**11.34**	**0.91**	**10.31**		**11.03**	**0.91**	**10.04**

RESERVE		Closing (30 June 2023)				Closing (30 June 2024)		
Deposit		Remaining Mining Inventory (Ore Tonnes, Mt)	WO3 Grade (%)	Contained Metal (MMTUs)		Remaining Mining Inventory (Ore Tonnes, Mt)	WO3 Grade (%)	Contained Metal (MMTUs)
Dolphin		4.42	0.92	4.07		4.11	0.92	3.78
Bold Head		0.45	0.89	0.40		0.45	0.89	0.40
Total		**4.42**	**0.91**	**4.02**		**4.56**	**0.91**	**4.19**

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DIRECTORS' REPORT CONTINUED

GOING CONCERN

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

As disclosed in the financial statements, the Group incurred a loss of $133.6 million and had net cash outflows from operating activities and investing activities of $27.7 million and $2.3 million respectively for the period ended 30 June 2024. As at 30 June 2024, the Group has a net current liabilities position of $57.2 million. Notably, loans of $49.1 million were due within 12 months from 30 June 2024.

In forming the view that the going concern basis of preparation is appropriate, the Directors and Management have based their assessment on the facts and circumstances as of the date of approval of the financial statements, especially the following matters that occurred subsequent to 30 June 2024:

- As set out in Note A31, the Group completed a recapitalisation plan on 23 April 2025 when shareholders resolved for $81.1 million in principal and interest ($77.4m) and creditors ($3.7m) to be converted into ordinary shares of the Company. The $81.1 million of debt, creditor balances and interest were converted pursuant to 19.2 billion ordinary shares being issued. In addition, on 23 April 2025 shareholders resolved to issue 1.7 billion ordinary shares in the Company to raise $5.9 million. New facilities have also been entered into with existing secured lenders and the Group has drawn down $17.8 million, maturing on 30 April 2027.

  Finally, on 4 April 2025, the Group executed a facility agreement with the Tasmanian Government to borrow up to $7.5 million which was fully drawn on 15 May 2025 and matures on 30 April 2027.

  As a result of these matters, at the date of signing this financial report, the extent of loan principal payable by the Group is equal to $32.6 million. All loans, with the exception of $0.8M due on 30 June 2026, are repayable on 30 April 2027, subject to compliance with the Group's financial covenants (as set out in note A31). The Group's cash balance on 25 June 2025 was $7.5 million.

- Finally, on 4 April 2025, the Group executed a facility agreement with the Tasmanian Government to borrow up to $7.5 million which was fully drawn on 15 May 2025 and matures on 30 April 2027.

Taking these matters into consideration, Management have prepared a cashflow forecast for the twelve months ending 30 June 2026. The forecast anticipates realisation of the following beneficial effects of the stabilisation and transformational phase and compliance with the financial covenants now in place as a result of the recapitalisation plan:

Further to the recapitalisation plan, the Group has been proceeding with its stabilisation and transformation phase, first announced to the market on 4 December 2024. As part of this phase, the Group replaced its executive management team and key management personnel. The Group is progressing a detailed business review with a focus on optimisation of the mine plan and processing plant, as well as rationalising operating costs, all with the aim to restore the Group's performance to yield profitable results. Features of the stabilisation and transformation phase and anticipated benefits include:

- *Optimised Mine Plan* - A revised open cut mine plan aimed at removing subeconomic stages of the pit, reducing strip ratios and targeting higher grade ore to build a stockpile whilst developing the project for the future underground phase.

- *Operating Cost Reductions:* - Rationalisation of operating expenses to significantly drive down unit production costs. This is principally being achieved through cessation of open cut mining from July 2025, reducing mining staff and equipment levels, and utilising the ore that has been stockpiled.

- *Process Plant Optimisation Plan:* - A plan focusing on improved plant resilience, throughput, utilisation, and recovery has been developed and is underway. The upgrade of key components of the process plant are the major drivers to achieving steady-state production and consequently increasing shipments of concentrate. Other contributory factors to the optimisation plan include: building adequate levels of spare parts inventory to eliminate lengthy unplanned plant shutdowns; a metallurgical improvement program which provides a focus on improving overall plant recoveries; and the appointment of an experienced plant manager.

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DIRECTORS' REPORT CONTINUED

GOING CONCERN (CONTINUED)

- *Overhead Reductions* - A significant reduction in corporate overheads following the rationalisation of board and management and closure of the Brisbane city centre corporate office.

The stabilisation and transformational phase is ongoing at the signing date of this Annual Report. The ability of the Group to continue as a going concern is critically dependent upon the Group operating the mine in a cashflow positive manner.

Key assumptions adopted in the twelve-month forecast include:

- Processing of ore stockpiles at a through-put rate of at least, on average, 24kt per month;
- Feed grade of 0.7% of ore processed;
- Recovery of metal from the production processes of, on average, 60%;
- Tungsten ammonium para tungstate (APT) price, on average, of $347 USD per metric tonne units (mtu);
- AUD:USD foreign currency exchange rate of, on average, 0.67 USD:AUD; and
- Capital expenditure for its underground mining infrastructure and mine development that can range in timing and amount depending on the available cashflows realised from production or funding options.

As with all transformational plans and macro-economic assumptions, there inherently exists significant uncertainty as to whether the Group will achieve its plans. The Directors and Management acknowledge that these uncertainties may affect the realisation of the full outcomes envisioned from the stabilisation and transformational phase. Should any one or a combination of the above assumptions fail to be realised to the extent forecasted, the Company will be required to mitigate any impact on its closing cash balances such that it continues to have the ability to meet its obligations as and when they fall due including meeting the financial covenants of its lenders.

On the assumption that the benefits of the stabilisation and transformational phase will be realised and that the Company has the ability to manage the phasing of its capital expenditure or, if necessary, that the Group sources financing from alternative funding sources, the Directors and Management have concluded that the Group is 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.

Notwithstanding this, there exists a material uncertainty related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern and therefore that the Group may be unable to realise its assets and discharge its liabilities in the normal course of business and at the amounts stated in the financial report.

BUSINESS RISKS

The Group's successful development of DTM on King Island is subject to various business risks, including:

1. Approval for an Extension to the Group's Existing Tenement

   Tenement exploration and mining licences held by the Group require periodic renewal or extension. All existing licences are current, with the latest renewals and extensions approved. There is no guarantee that the Group's licences will continue to be granted on acceptable terms or for future applications.

2. Commodity Prices and Exchange Rate Risk

   Future revenue will be derived through the sale of minerals, which exposes the Group to commodity price risk. Commodity prices are dependent upon several factors which are outside of the Group's control. Commodity prices are usually denominated in US dollars, whereas expenditure of the Group is denominated in Australian dollars, which exposes the Group to fluctuations and volatility of the rate of exchange between the US dollar and the Australian dollar. Fluctuations in commodity prices and the Australian dollar exchange rate could have a material effect on the financial and operating performance of the Group.

3. Land Access and Title Risk

   The Group has obligations concerning expenditure levels, environmental matters for its tenements, and responsibilities to various government entities and landowners affected by its activities. A contravention of these obligations could affect the right to hold mining tenements in each area. The Group's mining tenements may be affected by land access issues for any land the Group does not own.

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DIRECTORS' REPORT CONTINUED

BUSINESS RISKS (CONTINUED)

4. Environmental Risk

As part of the mining industry, the Group is subject to State and Federal legislation regarding environmental obligations and liabilities. The legislative and regulatory requirements impose significant environmental obligations on the Group in relation to its operations. Compliance with these obligations and any future obligations (such as any carbon tax or carbon pollution reduction scheme imposed by the government) could have a material adverse effect on the Group's financial and operating performance.

5. Retention of Key Employees

The Group highly depends on qualified scientific, technical, and managerial personnel. There is significant competition for qualified personnel in the Group's business. The Group may be unable to attract and retain the qualified personnel necessary to develop its business. The failure to recruit additional key scientific, technical, managerial, and other personnel in a timely manner could harm the Group's business.

6. Financing Risk

Should production targets for mining, processing and selling product in accordance with the mine plan sequence fail to materialise, the Company may need to secure additional financing to fund short-term shortfalls in the 2026 financial year. There is no certainty that the Company will successfully secure additional funding; however, the directors, based on previous successful funding arrangements, are confident that this funding could be secured if required.

7. Risks associated with Operations

The following risks and mitigating factors are perceived to be associated with the continuing development of the project:

Geological Risk – There is a risk that the modelled ore tonnes and grade will not be realised during mining. Mitigating this risk, the geology and WO_3 distribution of DTM deposits is well understood from close-spaced drilling and historic underground mapping and sampling. 100% of WO_3 at DTM is in the Probable Reserve category. Scheelite ores fluoresce under UV light, assisting in pit and stockpile grade control. Predicted WO_3 grades are consistent with historical production

Pit Wall Stability Risk—Historic stope voids may compromise the final pit wall stability. Optimising the best combination of open-cut and underground mine design will mitigate this risk with further iterations of the combined mine design. Some additional stabilisation group support may be required.

Underground (UG) Geotechnical Risk - The UG mine's ground condition assessment is based upon perceived conditions at the time of the mine closure in 1991, with minor geotechnical drill validation post-2006. It is anticipated that ground conditions may have deteriorated significantly in old stoping areas, particularly in the Mid-Wedge, open on numerous horizons. This risk has been mitigated by excluding some resources from the reserve estimate in this and similar areas as well as planning for worst case scenario with ground support standards.

UG Development/ Rehabilitation Risk - There is a risk that significant deterioration of mine workings has occurred both in normally supported development and, most particularly, where steel arch set development was utilised. To mitigate this risk, it is not scheduled to re-access any major areas of old decline that had steel sets installed but to bypass them with new development. This can be reviewed as re-entry of the mine progresses and any old development that can be safely re-accessed could be reconsidered. Additionally, a high pro-rata allowance for ground support materials, has been allowed for in costings, for example, a 25% allowance for 40mm of fibrecrete in development and capital rehabilitation is included.

Water Ingress Risk - There is some risk of water ingress from the proposed Open Cut (OC) due to the exposure of numerous stopes and level development. To mitigate this risk, the Company proposes to intercept stormwater before it reaches the pit bottom, provide adequate stormwater catchment and pumping capacity below the portal level, and fill the bottom of the pit with a compacted impervious layer to seal off the old voids.

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DIRECTORS' REPORT CONTINUED

BUSINESS RISKS (CONTINUED)

UG Dewatering Risk - The risk associated with dewatering includes risk associated with perched/entrapped water in declines, old stopes and behind-ground failures, and the risk of mud rush from hydraulic sandfill if not adequately dewatered. The location of perched water potential is well known and they will be dewatered via drill holes before we access below that water level. Cover drilling will also be utilised to manage the unexpected risk. It is intended to strictly control the dewatering rate and to drill into and install piezometers into historic sand filled stopes to demonstrate no liquid pressure before proceeding below them. Funds have been allocated to instal walls rated at > 60m of head pressure at all accesses to historic stopes before accessing below them to defend against liquefaction post passing.

UG Loss of Access Risk - The development of a new escape way system or the assessment and refurbishment of the old system will be undertaken as mining and re-access proceeds.

Metallurgical Risk - There is a risk that modelled WO_3 recovery will be lower than anticipated. Extensive metallurgical test work, modelling, and historical performance have informed the assumptions used to generate costs and estimate throughput rates. Processing performance and WO_3 recoveries are well understood, with the most recent test work compared to historical results.

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DIRECTORS' REPORT CONTINUED

EVENTS SUBSEQUENT TO THE REPORTING DATE

Subsequent to period end, the repayment dates of all loans listed and referenced from the *Loan Funding* section of the *Directors' Report* were extended to 22 November 2024. These are included amongst loans appearing in Note A24 *Borrowings* in the Financial Statements which are referenced to Note A31 *Subsequent Events*. Those referenced loans were also extended to mature on 22 November 2024.

In addition, amendments were made to the May 2024 Bridge Facility Agreements to include an additional $7.7 million in short-term funding on the same terms and conditions of the pre-existing loans and a maturity date of 22 November 2024. The following amounts were borrowed under the original May 2024 Bridge Facility Agreements and increased facilities subsequent to period end.

Lender	Amounts Borrowed ($'000)
Abex Limited	$2,350
Elphinstone Holdings Pty Ltd	$1,000
Pure Asset Management Pty Ltd	$1,300
Chrysalis Investments Pty Ltd	$3,050

All of the above noted lending arrangements were then amended to be included in the Company's recapitalisation plan as described below.

The Company's outstanding debt with Ballarat Clarendon College of $0.8 million was extended to a maturity date of 30 June 2026 and was not included in the recapitalisation.

Recapitalisation

As announced on 4 December 2024, the Group reached an agreement with its secured lenders and certain major creditors to recapitalise the Company. The recapitalisation included the following significant events:

New Facilities

On 3 December 2024, the Company entered into new facility agreements with four of its existing lenders on the terms summarised below:

Lender	Facility available ($'000)
Abex Limited	$4,688
Elphinstone Holdings Pty Ltd	$7,125
Pure Asset Management Pty Ltd	$2,813
Chrysalis Investments Pty Ltd	$3,188

The maturity date of all new facilities is 30 April 2027 and the interest rate is 12% per annum. Interest is accrued up to 30 November 2025 and due and payable on that date with remaining interest accrued and payable quarterly thereafter with the first quarter ended 31 December 2025. A financial covenant exists for each of these facilities, which stipulates that each facility would fall due immediately if the aggregate of:

(a) The Group's cash balance;
(b) Any unutilised facility commitment; and
(c) Any unutilised commitment under another Debt Facility Agreement

is less than $3 million at any time.

As of the date of this signed financial report, each of the facilities has been fully drawn.

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DIRECTORS' REPORT CONTINUED

EVENTS SUBSEQUENT TO THE REPORTING DATE (CONTINUED)

Changes to Key Management Personnel

In December 2024, the company reorganised its leadership and key management. The following changes occurred:

- Board Chair Johann Jacobs resigned and Kevin Pallas was appointed Executive Chairman.
- Managing Director Keith McKnight and Non-Executive Directors Gregory Hancock and Anthony Caruso resigned.
- New board appointments were Non-Executive Director Dale Elphinstone with Chris Ellis resigning as an Executive Director and continuing as a Non-Executive Director.
- Chief Financial Officer Michael Zannes resigned.

Conversion of Outstanding Balances with Lenders and Creditors

The following parties agreed to convert loan principal, accrued interest and trade creditor balances into ordinary shares of the Company as summarised below.

Lenders

Lender	30 June 2024 Principal ($'000) [a]	30 June 2024 Interest Accrued ($'000) [b]	Loans Received Subsequent to Year-End Subject to Conversion ($'000) [c]	Interest Charged Subsequent to Year-End Subject to Conversion ($'000) [d]	Loans Not Converted ($'000) [e]	Principal & Interest Converted ($'000) (sum of [a] – [e])	Ordinary Shares Issued on Conversion ('000)
Abex Limited	$14,500	$1,499	$2,350	$1,326	$-	$19,675	4,651,390
Elphinstone	$9,250	$386	$1,000	$753	$-	$11,389	2,794,535
Pure Asset Management	$11,500	$202	$1,300	$1,306	$(6,500)	$7,808	1,952,453
DACHS	$5,000	$615	$-	$385	$-	$6,000	1,200,263
Chrysalis Investments Pty Ltd & CRJE Maritime Pty Ltd	$15,800	$1,770	$3,050	$1,444	$-	$22,064	5,252,299
State of Tasmania	$10,000	$136	$-	$355	$-	$10,491	2,623,044
Total	**$66,050**	**$4,608**	**$7,700**	**$5,569**	**$(6,500)**	**$77,427**	**18,473,984**

To summarise the converted amounts in the table above, the 30 June 2024 principal represents the face value of loans as referenced from Note A24 of the financial statements to Note A31. Amounts converted include the $7.7 million loans disclosed above and all interest accrued up to 31 March 2025.

The exceptions include:

- $6.5 million in principal loaned by Pure Asset Management and included in 30 June 2024 principal of which was amended to be due on 30 April 2027; and
- Interest on the State of Tasmania loan ($10 million) accrued after 15 November 2024.

Neither of these items were converted and remain outstanding as at the signing date of this financial report.

For clarity, the *New Facilities* described above were also not subject to conversion, mature on 30 April 2027 and are also unpaid as at the signing date of this financial report.

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DIRECTORS' REPORT CONTINUED

EVENTS SUBSEQUENT TO THE REPORTING DATE (CONTINUED)

Major Creditors

Creditor	30 June 2024 ($'000) [a]	Payments Subsequent to Year-End ($'000) [b]	Creditor Balance Converted ($'000) (Sum of [a] + [b])	Ordinary Shares Issued on Conversion ('000)
Gekko	$2,974	$-	$2,974	594,831
Billing Cranes Pty Ltd	$366	$(146)	$220	44,000
Maxfield Drilling Pty Ltd	$615	$(115)	$500	100,000
Total	**$3,955**	**$(261)**	**$3,694**	**738,831**

These creditors balances as at 30 June 2024 are recorded in *Trade and other payables.* Refer to Note A22.

The conversions for *Lenders* and *Major Creditors* were subject to shareholder approval which was obtained at a General Meeting of the Company held on 23 April 2025 and were completed on 30 April 2025 with the issue of 19.2 billion of ordinary shares in the Company.

New Equity

Each of the following parties agreed to subscribe for ordinary shares of the Company at a subscription price of $0.0035:

Party	Ordinary Shares Acquired ('000)	Cash Subscription Payments ($'000)
Pure Asset Management Pty Ltd	267,857	$938
Chrysalis Investments Pty Ltd	303,571	$1,063
Elphinstone Holdings Pty Ltd	678,571	$2,375
Abex Limited	446,428	$1,563

The subscriptions were subject to shareholder approval which was obtained at a General Meeting of the Company held on 23 April 2025. The ordinary shares were issued on 30 April 2025.

The following subscription amounts were prepaid to the Company by way of bridge facilities executed in March 2025, with amounts received between 14 March 2025 and 2 April 2025:

Party	Loaned Amounts ($'000)
Pure Asset Management Pty Ltd	$1,000
Chrysalis Investments Pty Ltd	$1,000
Elphinstone Holdings Pty Ltd	$1,000
Abex Limited	$1,000

These bridging facilities attract an interest of 12% per annum, repayable within 7 days of the repayment date. Repayment of these amounts occurred on the 28th and 29th of April 2025 when the principal amounts plus interest were deducted from the respective subscription price paid by each of the lenders upon issuance of the ordinary shares in the Company.

Warrants

The following parties agreed to receive warrants in the Company, granting each holder ordinary shares at an exercise price of $0.0035. If unexercised, the warrants expire on 31 October 2025.

Party	Number of Warrants ('000)
Pure Asset Management Pty Ltd	803,571
Chrysalis Investments Pty Ltd	910,714
Elphinstone Holdings Pty Ltd	2,035,714
Abex Limited	1,339,285
State of Tasmania	2,142,857

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DIRECTORS' REPORT CONTINUED

EVENTS SUBSEQUENT TO THE REPORTING DATE (CONTINUED)

The issuance of warrants was subject to shareholder approval which was obtained at a General Meeting of the Company held on 23 April 2025. The warrants were issued on 30 April 2025.

Facility with the State of Tasmania

On 4 April 2025, the Group entered into a facility agreement with the State of Tasmania for a facility of $7.5 million. The facility matures on 30 April 2027 and attracts interest at 12% per annum. Interest accruing up to 30 November 2025 is repayable on that date with all subsequent interest accruing daily and payable quarterly thereafter with the first quarter ended 31 December 2025. The facility carries the same financial covenant as described for the *New Loans* above.

On 15 May 2025, $7.5 million of the facility was drawn down.

Impact of the Recapitalisation Plan

To illustrate the financial impact of the recapitalisation plan, set out below is a proforma balance sheet as at 30 June 2024. This presentation reflects the Group's financial position as if the transaction had occurred as of the balance sheet date, to show the overall effect on the Group's liquidity position. No other transactions since year end have been included and the proforma balance sheet reflects only the changes associated with the recapitalisation plan noted above.

	Actual Balance Sheet as at 30 June 2024 ($'000)	**Impact of recapitalisation plan ($'000)**	**Proforma Balance Sheet as at 30 June 2024 ($'000)**
Cash and cash equivalents	$809	$38,951	$39,760
Other current assets	$7,863	$-	$7,863
Total current assets	$8,672	$38,951	$47,623
Non-current assets	$28,464	$-	$28,464
Total assets	**$37,136**	**$38,951**	**$76,087**
Trade and other payables	$13,697	$(3,643)	$10,054
Borrowings (current)	$49,144	$(47,372)	$1,772
Other current liabilities	$2,989	$-	$2,989
Total current liabilities	$65,830	$(51,015)	$14,815
Borrowings (non-current)	$18,362	$14,251	$32,613
Other non-current liabilities	$10,353	$-	$10,353
Total non-current liabilities	$28,715	$14,251	$42,966
Total liabilities	**$94,545**	**$(36,764)**	**$57,781**
Equity	**$(57,409)**	**$75,715**[1]	**$18,306**

[1]This figure differs from the total principal, interest and creditors converted as provided previously in this note. This is due to the conversion of loans at face value compared to the *Borrowings* figures in the Pro Forma Balance Sheet as at 30 June 2024 that are recorded at a carrying value net of an equity component attributable to the debt under the accounting principles pertaining to compound financial instruments.

Other Subsequent Events

Options Issued to Related Party

On 30 April 2025, the Company issued the following options to Kevin Pallas, Executive Chairman. The options do not carry any vesting conditions:

- 38.0 million with an exercise price of $0.0104 and expiry date of 30 April 2028
- 38.0 million with an exercise price of $0.0052 and expiry date of 30 April 2027

DIRECTORS' REPORT CONTINUED

EVENTS SUBSEQUENT TO THE REPORTING DATE (CONTINUED)

Exercise, Expiry and Lapsing of Options and Warrants

The following options issued under the Company's Equity Incentive Plan expired subsequent to period end:

1.0 million G6MAB options expiring 15 October 2024, exercisable at $0.11
1.0 million G6MAC options expiring 15 October 2024, exercisable at $0.13
1.0 million G6MAD options expiring 15 October 2024, exercisable at $0.15
1.0 million G6MAG options expiring 30 August 2024, exercisable at $0.15
1.0 million G6MAE options expiring 30 August 2024, exercisable at $0.10
1.0 million G6MAF options expiring 30 August 2024, exercisable at $0.12
21.1 million G6MAK options expiring 31 January 2025, exercisable at $0.28

The following options issued under the Company's Equity Incentive Plan lapsed subsequent to period end and upon cessation of employment:

2.5 million G6MAM options expiring 14 July 2026, exercisable at $0.18
2.5 million G6MAN options expiring 14 July 2027, exercisable at $0.20
2.5 million G6MAO options expiring 14 July 2028, exercisable at $0.22

The following shares were issued subsequent to period end as a result of the exercise of options:

7.0 million G6MAA options exercised at $0.00 for an issuance of 7.0 million fully paid shares

The following warrants expired subsequent to period end:

50.9 million G6MAI warrants expiring on 10 June 2024, 10 December 2024 and 10 June 2025, exercisable at $0.196

Renewal of Exploration License

Subsequent to period end, the Group renewed its Exploration Licence EL19/2001 at Grassy, King Island (63 sq kms) with an expiry date of 14 December 2026.

Receipt of R&D Tax Incentive Claim

On 24 June 2025, the Company received $2.1 million which represented the financial year 2024 R&D tax incentive plus interest.

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DIRECTORS' REPORT CONTINUED

LIKELY DEVELOPMENTS

It is anticipated that the Company will perform the final open cut stages of the current mine plan for Dolphin Tungsten Mine open pit by the end of July 2025. Significant stockpiles have been accumulated and will be fed through the mill for the foreseeable future. In the next 12-months from the signing of this financial report, the Company will discretionarily spend on infrastructure and development costs to access the high-grade underground deposit at Dolphin. Currently, management is assessing the most effective methodology for accessing and mining its underground ore. The final strategy will largely be predicated on the extent of cash reserves and funding available. In the meantime, the Company will continue to spend on existing plant infrastructure and conduct continual plant optimisation work which is anticipated to further increase plant utilisation and recovery leading to increased production of WO_3 concentrate.

The Company will continue a cost review of operations at the Dolphin Tungsten Mine to identify opportunities to reduce its unit rate operating costs in line with current improving production output.

The Company will continue to progress ore sorting trials at the OEM testing facility. Discussions are progressing to commence onsite ore sorting trials which are expected to confirm that ore sorting can significantly improve grade of mine ore, resulting in higher recoveries of ore from the mine, lowering of unit processing costs while achieving higher WO_3 recoveries.

ENVIRONMENTAL REGULATION

On 23 June 2021, the Company announced the approval by the Environmental Protection Authority ("EPA") of its first Mine Closure, Decommissioning and Rehabilitation Management Plan ("MCDRMP"). The approval of the MCDRMP was one of the conditions of the EPA Environmental Protection Notice EPN 7442/2, issued on 9 October 2017, for the development of the Dolphin Tungsten Mine. The MCDRMP requires annual updating and approval by the EPA and sets the standards to be met during the mine's operations and ultimate closure.

The Board believes that the Group has adequate systems in place for managing its environmental requirements. Based on the results of enquiries, the directors are unaware of any significant breaches during the period covered by this report.

DIRECTORS' MEETINGS

	Board Meetings		Audit Committee Meetings	
	Eligible	Attended	Eligible	Attended
Johann Jacobs	10	10	2	2
Christopher Ellis	10	10	2	2
Gregory Hancock	10	10	2	2
Keith McKnight	10	10	2	2
Tony Caruso	2	2	0	0

DIRECTORS' INTERESTS

The relevant, beneficial interest of each Director in the securities issued by the companies within the Group and other related bodies corporate and notified by the directors to the ASX in accordance with section 205G (1) of the Corporations Act 2001 (Cth) at 30 June 2024 are:

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DIRECTORS' REPORT CONTINUED

Ordinary Fully Paid Shares

Director	Number of ordinary fully paid shares at 30 June	
	2024	2023
Johann Jacobs	8,741,973[1]	8,741,973
Christopher Ellis	140,298,596	140,298,596
Keith McKnight	390,757[1]	390,757

[1]These number of ordinary fully paid shares also equal the Directors' holdings on resignation date of 4 December 2024

The following represents an update of Directors' Ordinary Fully Paid Shares as at the date of signing of the Directors' Report and includes those Directors appointed after period end:

Director	Number of ordinary fully paid shares
Dale Elphinstone	3,534,987,070
Christopher Ellis	5,696,169,231
Kevin Pallas	-

Unquoted Options

Unquoted options are not listed on the Australian Securities Exchange (ASX).

Director	Grant Date	The fair value per option $	Exercise price per option $	Expiry date	Number of options granted and vested at 30 June 2024	2023
Johann Jacobs						
	23 Jan 2023	$0.0693	$0.28	31 Jan 2025	147,059[1]	147,059
	11 July 2023	$0.0260	$0.21	30 Jun 2025	166,667[4]	-
					313,726	**147,059**
Christopher Ellis	23 Jan 2023	$0.0693	$0.28	31 Jan 2025	7,352,942[1]	7,352,942
	11 July 2023	$0.0260	$0.21	30 Jun 2025	23,809,527	-
					31,162,469	**7,352,942**
Gregory Hancock						
	15 Oct 2019	$0.0380	$0.11	15 Oct 2024	1,000,000[3]	1,000,000
	15 Oct 2019	$0.0359	$0.13	15 Oct 2024	1,000,000[3]	1,000,000
	15 Oct 2019	$0.0340	$0.15	15 Oct 2024	1,000,000[3]	1,000,000
					3,000,000	**3,000,000**
Keith McKnight						
	23 Jan 2023	$0.0693	$0.28	31 Jan 2025	88,235[1]	88,235
	11 July 2023	$0.0260	$0.21	30 Jun 2025	142,857[4]	-
	14 July 2023	$0.0588	$0.18	14 July 2026	2,500,000[2]	-
	14 July 2023	$0.0662	$0.20	14 July 2027	2,500,000[2]	-
	14 July 2023	$0.0726	$0.22	14 July 2028	2,500,000[2]	-
					7,731,092	**88,235**

1 expired and were cancelled on 12 February 2025.

2 expired and were cancelled on 4 December 2024 with resignation of the Director.

3 expired and were cancelled on 16 October 2024.

4Johann Jacobs and Keith McKnight resigned on 4 December 2025. However, they retained these vested options which have not yet expired at the date of signing of this financial report.

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DIRECTORS' REPORT CONTINUED

Unquoted Options (Continued)

The following represents the Directors' interest in unquoted options for those Directors appointed after period-end and as at the date of signing of the Directors' Report:

Director	Grant date	Exercise price per option	Expiry date	Number of options granted
Kevin Pallas				
	23 Apr 2025	$0.0052	30 April 2027	38,000,000
	23 Apr 2025	$0.0104	30 April 2028	38,000,000
				76,000,000
Dale Elphinstone	11 July 2023	$0.21	30 Jun 2025	23,809,527

Each option provides the right for the option holder to be issued one fully paid share upon payment of the exercise price of each option.

Performance Options

Director	Number of performance options granted during 2020-21	Grant date	Vesting condition	Fair value at grant date	Expiry date
Johann Jacobs	3,000,000	5 Feb 2021	Development decision	$0.23	30 Sept 2026
	4,000,000	5 Feb 2021	First shipment of scheelite	$0.23	19 July 2028
	7,000,000[1]				
Christopher Ellis	3,000,000	5 Feb 2021	Development decision	$0.23	30 Sept 2026
	4,000,000	5 Feb 2021	First shipment of scheelite	$0.23	19 July 2028
	7,000,000				
Gregory Hancock	3,000,000	5 Feb 2021	Development decision	$0.23	30 Sept 2026
	4,000,000	5 Feb 2021	First shipment of scheelite	$0.23	19 July 2028
	7,000,000[2]				
	21,000,000				

1 exercised on 9 April 2025.

2 Gregory Hancock resigned on 4 December 2024. However, he retained these vested options which have not yet expired at the date of signing of this financial report.

All Performance Options are fully vested and each Performance Option provides the right for the performance option holder to be issued one fully paid Share upon notification of the exercise of the Option during the exercise period.

No performance options were issued to the directors during the current year.

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DIRECTORS' REPORT CONTINUED

Unquoted Warrants

Unquoted warrants are not listed on the Australian Securities Exchange (ASX).

Director	Grant date	Fair value per warrant $	Exercise price per option $	Expiry date	Number of warrants granted and vested at 30 June 2024	2023
Christopher Ellis	18 Nov 2021	$0.10	$0.196	10 Jun 2024[1]	4,017,857	4,017,857
	18 Nov 2021	$0.11	$0.196	10 Dec 2024[1]	4,017,857	4,017,857
	18 Nov 2021	$0.12	$0.196	10 Jun 2025[1]	4,017,857	4,017,857
	18 Nov 2021	$0.13	$0.196	10 Dec 2025	4,017,857	4,017,857
	18 Nov 2021	$0.14	$0.196	10 Jun 2026	4,017,857	4,017,857
	18 Nov 2021	$0.14	$0.196	10 Dec 2026	4,017,858	4,017,858
					24,107,143	**24,107,143**

1 expired and were cancelled on 23 June 2025.

The following represents additional warrants issued to Christopher Ellis and warrants held by Directors appointed after period-end and as at the date of signing of the Directors' Report:

Director	Grant date	Exercise price per option $	Expiry date	Number of warrants granted
Christopher Ellis	23 Apr 2025	$0.0035	31 Oct 2025	910,714,286
Dale Elphinstone	23 Apr 2025	$0.0035	31 Oct 2025	2,035,714,286

Each Warrant provides the right for the warrant holder to be issued one fully paid Share upon payment of the Exercise Price of each warrant.

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DIRECTORS' REPORT CONTINUED

REMUNERATION REPORT (AUDITED)

This report outlines the remuneration arrangements for key management personnel of the Group. Remuneration is referred to as compensation throughout this report.

Directors and key management personnel are responsible for planning, directing and controlling the activities of the Company and the Group.

Compensation levels for key management personnel of the Group are competitively set to attract and retain appropriately qualified and experienced directors, executives and future executives. No remuneration consultants were used to assess the remuneration of key management personnel.

The compensation structures explained below are designed to attract suitably qualified candidates, reward the achievement of strategic objectives, and achieve the broader outcome of creating value for shareholders. The compensation structures consider the following:

- the capability and experience of the key management personnel;
- the key management personnel's ability to control the Group's performance; and
- the Group's performance, including:
  - the Group's earnings;
  - the growth in share price and delivering constant returns on shareholder wealth, and
  - the number of incentives within each key management person's compensation.

Compensation packages include fixed and variable compensation and short-term and long-term performance-based incentives.

In addition to their salaries, the Group provides non-cash benefits to its key management personnel and, where applicable, contributes to the individual's elected post-employment superannuation plan.

Contract Terms and Conditions

The determination of directors' remuneration is made by the Board having regard to the current position of the Company, in that it is yet to achieve steady state production. It continues to preserve cash as much as possible.

The Board may award additional remuneration to directors called upon to perform extra services or make special exertions on behalf of the Company.

The Board reviews remuneration to current industry norms and generally determines remuneration policies and practices, reviews and makes specific decisions on remuneration packages and other terms of employment of its directors and senior executives.

10,500,000 unquoted options were granted during the year (2023: nil) for related party remuneration. No performance options were granted during the year.

Bonuses of $272,000 were accrued to Key Management Personnel in respect to the terms of their services agreements during the year ended 30 June 2024 (2023: $160,700).

No Director remuneration package includes terms for redundancy, retirement or termination benefits other than as disclosed elsewhere in the report No such amounts were accrued or paid to any Director during the current financial year.

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DIRECTORS' REPORT CONTINUED

Terms of Employment

Each Key Management Personnel's terms of employment are set out as follows.

Johann Jacobs (Chairman)
During the financial year ended 30 June 2024, an entity controlled by Mr Jacobs was paid at the rate of $79,000 p.a. plus statutory superannuation (2023: $33,931 p.a. plus statutory superannuation) for Mr Jacobs to be Chairman. $62,034 of the Chairman's fees was accrued and unpaid at 30 June 2024. Consultancy fees incurred, totalled $97,000 during the year (2023: $210,870), of which $97,000 was accrued and unpaid at 30 June 2024. No annual or long service leave accrues to Mr Jacobs or his related entity.

Christopher Ellis (Executive Director)
During the financial year ending 30 June 2024, Mr Ellis was paid $50,700 p.a. plus statutory superannuation (2023: $26,631 p.a. plus statutory superannuation) to be an Executive Director. $20,250 of Mr Ellis' director fees was accrued and unpaid at 30 June 2024. No annual or long service leave accrues to Mr Ellis or his controlled entity.

Gregory Hancock (Non-Executive Director)
During the financial year ended 30 June 2024, an entity controlled by Mr Hancock was paid at the rate of $50,700 p.a. plus statutory superannuation for Mr Hancock to be a Non-Executive Director (2023: $26,400 plus statutory superannuation). $16,900 of Mr Hancock's director fees was accrued and unpaid at 30 June 2024. No consultancy services were paid in the financial year that ended on 30 June 2024 (2023: $nil). No annual or long service leave accrues to Mr Hancock or his controlled entity.

Tony Caruso (Non-Executive Director)
During the financial year ended 30 June 2024, an entity controlled by Mr Caruso was paid at the rate of $50,700 p.a. plus statutory superannuation for Mr Caruso to be a Non-Executive Director (2023: $nil). No amount of Mr Caruso's director fees was accrued and unpaid at 30 June 2024. No consultancy services were paid in the financial year that ended on 30 June 2024 (2023: $nil). No annual or long service leave accrues to Mr Caruso or his controlled entity.

Keith McKnight (Managing Director and Chief Executive Officer)
During the four months from 1 October 2023 to 31 January 2024 , Mr McKnight was paid, as an employee of the Company, at an annual rate of $420,000 p.a. including statutory superannuation (2023: $nil salary). For the following 5 months from 1 February 2024 to 30 June 2024, Mr McKnight was paid at an annual rate of $441,000 p.a., including statutory superannuation (2023: $nil salary). Total salary paid to Mr McKnight over the period 1 October to 30 June 2024 was $297,488. Prior to this, Mr McKnight was paid as a consultant based on an annualised rate of $420,000 (2023: $385,000). Consultancy Annual and long service leave entitlements accrue to Mr McKnight. Mr McKnight's employment contract allows for a 50% short term incentive dependent on achievement of outcomes against Key Performance Indicators and at the Board's discretion. A bonus of $200,000 inclusive of any superannuation was awarded at the Director's discretion for performance during financial year 2024 and was paid subsequent to period end. The amount has been accrued at 30 June 2024. In addition, Mr Knight's contract allows for the granting of up to 20 million performance options for nil consideration on achieving certain performance criteria determined by the Board. The granting of performance options was approved at the AGM held on 23 November 2023. No performance options were granted to Mr McKnight during the year ended 30 June 2024. A car park is also provided to Mr Knight at the 157 Ann Street office at a value of $600 per month. Mr McKnight has a notice period of 3 months for termination of employment.

Michael Zannes (Chief Financial Officer)
During the financial year ended 30 June 2024, Mr Zannes was paid $360,000 p.a., including statutory superannuation (2023: $360,000 p.a., including statutory superannuation), to be the Chief Financial Officer. Mr Michael Zannes accrues annual leave and long service leave entitlements. Mr Zannes's employment contract allows for a 40% short term incentive dependent on achievement of outcomes against Key Performance Indicators A bonus of $72,000 inclusive of any superannuation was awarded at the Director's discretion for performance during financial year 2024 and was paid subsequent to period end. In addition, Mr Zannes's contract allows for three tranches of 1.5 million share options with a strike price of 22c, 24c and 26c with 3, 3 and 4 year expiry terms respectively. A car park is also provided to Mr Zannes at the 157 Ann Street office at a value of $600 per month. Mr Zannes has a notice period of 2 months for termination of employment.

Megan McPherson (Company Secretary)
During the financial year ended 30 June 2024, Ms McPherson was paid $208,765 including statutory superannuation (2023: $280,000 p.a. including statutory superannuation) to be Company Secretary. Ms McPherson is contracted on a part-time basis at an annual rate of $189,871 p.a. Ms McPherson's contract allows for additional days worked to be paid at a daily rate of $1,100 plus statutory superannuation or accrued as time in lieu subject to approval of the Managing Director & CEO. Annual leave and long service leave entitlements accrue to Ms McPherson. Ms McPherson's employment contract allows for a 25% short term incentive dependent on achievement of outcomes against Key Performance Indicators. In addition, Ms McPherson's contract allows for three tranches of 1.0 million share options each with a strike prices of 18c, 20c and 22c, with 3, 4 and 5 year expiry terms. Ms McPherson has a two month notice period for termination of employment.

Consulting Services

The entities controlled by each Director are appointed to provide consulting work to the Company on the following terms and conditions.

Performance	Any consulting services are to be performed in a competent and professional manner with the standard of diligence and care normally employed by a properly qualified person in performing comparable duties and in accordance with generally accepted practices appropriate to the activities undertaken.
Exclusivity	Nothing prevents the entity each Director controls from providing or agreeing to provide to any other person, firm, or company services the same as or similar to the consulting services, provided that such services do not impair or hinder the performance of duties to the Company.
Consultancy Fee Rates	Consultancy services to the Company are also agreed to be payable by the Company to a Director for services provided as required, subject to approval by an independent Director. These fees are agreed to be charged at the rate of $1,600 per day plus GST. This rate was increased to $1,800 per day effective 1 July 2023.
Consultancy Fee Review	The Consultancy Fee shall be reviewed no later than one month after the end of each financial year or after such other period (being less than one year) agreed between the parties. In determining the amount of any increase in the Consultancy Fees, the Board (or any committee appointed by the Board to undertake the review) shall consider performance in the period under review, the level of remuneration of executives in an equivalent position and any other factors which it considers relevant.
Independent Contractor	The entity each Director controls is an independent contractor and is not and shall not hold itself out as an employee or partner of the Company.
Employment Status	Each Director shall always be an employee of the entity he controls and shall not claim to be an employee of the Company.
Employment Costs and Entitlements	The entity controlled by each Director agrees that it shall be solely responsible for the payment of salaries and wages, holiday pay, sick pay, long service leave, any worker's compensation premiums or entitlements and all other employee benefits and entitlements (including without limitation, superannuation contributions) to or on each Director's behalf, and for the making of all tax instalment deductions in respect of his remuneration, together with the payment of any other tax or levy which may arise out of the performance of consulting services.

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DIRECTORS' REPORT CONTINUED

Unquoted Options Issued to Directors or Executives

During the year, free attaching unquoted options were granted and vested to directors or their nominees who participated in the Placement announced on 15 May 2023. The options issued under the Placement are on the same terms as those issued to other shareholders who participated in the Placement.

7,500,000 unquoted options were issued to Keith McKnight during the period commencing 1 July 2023 to the date of this report. Unquoted options were previously granted to directors, or their nominees, in lieu of market-related cash remuneration. Details relating to these options are on page 24. The options were granted at no cost to the recipient.

There are no entitlements for the Company's option holders to participate in new issues of capital, which may be offered to the Company's existing ordinary shareholders.

No unquoted options were exercised by Johann Jacobs during the period commencing 1 July 2023 to the date of this report (2023: 1,375,000).

No unquoted options were exercised by Chris Ellis during the period commencing 1 July 2023 to the date of this report (2023: 3,000,000).

No unquoted options were exercised by directors, Greg Hancock, Keith McKnight, during the period commencing 1 July 2023 to the date of this report (2023: Nil).

Details of vesting profiles of the options granted as remuneration and under the Share Placement to key management person of the Group and each of the named key management persons are detailed below:

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DIRECTORS' REPORT CONTINUED

Year ended 30 June 2024

Director	Grant Date	Financial year in which the options vested	Expiry date	Number of unquoted options issued as remuneration	Number of unquoted options issued under share placement	Vested during the year		Exercised during the year		Forfeited during the year	
						%	Number	%	Number	%	Number
Johann Jacobs	23/01/2023	FY 2023	31/01/2025	-	147,059	100%	147,059	-	-	-	-
	11/07/2023	FY 2024	30/06/2025	-	166,667	100%	166,667	-	-	-	-
				-	313,726	100%	313,726	-	-	-	-
Christopher Ellis	23/01/2023	FY 2023	31/01/2025	-	7,352,942	100%	7,352,942	-	-	-	-
	11/07/2023	FY 2024	30/06/2025	-	23,809,527	100%	23,809,527	-	-	-	-
					31,162,469	100%	31,162,469	-	-	-	-
Gregory Hancock	15/10/2019	FY2020	15/10/2024	3,000,000	-	100%	3,000,000	-	-	-	-
				3,000,000	-	100%	3,000,000	-	-	-	-
Keith McKnight	23/01/2023	FY 2023	31/01/2025	-	88,235	100%	88,235	-	-	-	-
	11/07/2023	FY 2024	30/06/2025	-	142,857	100%	142,857	-	-	-	-
	14/07/2023	FY 2024	14/07/2026	2,500,000	-	100%	2,500,000	-	-	-	-
	14/07/2023	FY 2024	14/07/2027	2,500,000	-	100%	2,500,000	-	-	-	-
	14/07/2023	FY 2024	14/07/2028	2,500,000	-	100%	2,500,000	-	-	-	-
				7,500,000	231,092	100%	7,731,092	-	-	-	-
Tony Caruso				-	-	-	-	-	-	-	-
				10,500,000	**31,707,287**	**100%**	**42,207,287**	**-**	**-**	**-**	**-**

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DIRECTORS' REPORT CONTINUED

Year ended 30 June 2023

Director	Grant Date	Financial year in which the options vested	Expiry date	Number of unquoted options issued as remuneration	Number of unquoted options issued under share placement	Vested during the year		Exercised during the year		Forfeited during the year	
						%	Number	%	Number	%	Number
Johann Jacobs	21/12/2017	FY 2018	31/12/2022	1,375,000	-	-	-	100.00%	(1,375,000)	-	-
	23/01/2023	FY 2023	31/01/2025	-	147,059	100.00%	-	-	-	-	-
				1,375,000	147,059	10.00%	-	90.00%	(1,375,000)	-	-
Christopher Ellis	21/12/2017	FY 2018	31/12/2022	3,000,000	-	-	-	100.00%	(3,000,000)	-	-
	23/01/2023	FY 2023	31/01/2025	-	7,352,942	100.00%	-	-	-	-	-
				3,000,000	7,352,942	71.00%	-	29.00%	(3,000,000)	-	-
Gregory Hancock	15/10/2019	FY2020	15/10/2024	3,000,000	-	-	-	-	-	-	-
				3,000,000	-	-	-	-	-	-	-
Keith McKnight	23/01/2023	FY 2023	31/01/2025	-	88,235	100.00%	-	-	-	-	-
				-	88,235	100.00%	-	-	-	-	-
				7,375,000	**7,588,236**	**51.00%**	**-**	**-**	**(4,375,000)**	**-**	**-**

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DIRECTORS' REPORT CONTINUED

Performance Options Issued to Directors or Executives

No new performance options were issued to directors, or their nominees, in lieu of market-related cash remuneration during the year (2023: nil).

There are no entitlements for the Company's option holders to participate in new issues of capital, which may be offered to the Company's existing ordinary shareholders.

The vesting of the Performance Options is subject to certain performance milestones:

(i) A Category A Performance Option can only be exercised by the holder upon the Company (or an entity controlled by the Company) approving the redevelopment of DTM by 30 September 2021 (option Vesting Condition A) and

(ii) A Category B Performance Option can only be exercised by the holder upon the Company (or an entity controlled by the Company) first shipping scheelite (WO_3) concentrate from DTM by 30 September 2023 (option Vesting Condition B).

Category A Performance Options vested during the 2022 financial year upon satisfaction of Vesting Condition A. The option Vesting Condition B of Category B performance Options was satisfied during the 2024 financial year following the first shipment of WO_3 concentrate announced to the market on 19 July 2023.

The Group prohibits those that are granted unvested or restricted share-based payments, as part of their remuneration, from entering other arrangements that limit their exposure to losses that would result from share price decreases. Joining such an arrangement has been prohibited by law since 1 July 2011.

If at any time prior to the expiry date of any Options, a Director ceases to be a Director of the Company for any reason other than retirement, permanent disability, redundancy or death, all vested Options held by such Director or his permitted nominee (as the case may be), will, to the extent that they have not been exercised beforehand, will subject to Board approval, remain exercisable until the expiry date. Unvested options lapse immediately.

Details of vesting profiles of the performance options granted as remuneration to each key management person of the Group and each of the named key management persons are detailed below:

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DIRECTORS' REPORT CONTINUED

Performance Options

Year ended 30 June 2024

Director	Grant date	Expiry date	Number	Exercise price per option	Fair value per option at the grant date	Non-expired options vested at the end of the reporting period		Lapsed during the reporting period	
						2024	2023	**2024**	2023
				$	$	**%**	**%**	**%**	%
Johann Jacobs	8 Feb 2021	30 Sept 2026	3,000,000	0.00	0.23	**100%**	100%	**-**	-
	8 Feb 2021	19 July 2028	4,000,000	0.00	0.23	**100%**	-	**-**	-
			7,000,000	0.00	0.23	**100%**	43%	**-**	-
Christopher Ellis	8 Feb 2021	30 Sept 2026	3,000,000	0.00	0.23	**100%**	100%	**-**	-
	8 Feb 2021	19 July 2028	4,000,000	0.00	0.23	**100%**	-	**-**	-
			7,000,000	0.00	0.23	**100%**	43%	**-**	-
Gregory Hancock	8 Feb 2021	30 Sept 2026	3,000,000	0.00	0.23	**100%**	100%	**-**	-
	8 Feb 2021	19 July 2028	4,000,000	0.00	0.23	**100%**	-	**-**	-
			7,000,000	0.00	0.23	**100%**	43%	**-**	-
			21,000,000	**0.00**	**0.23**	**100%**	**43%**	**-**	**-**

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DIRECTORS' REPORT CONTINUED

MOVEMENTS IN SECURITIES HELD BY KEY MANAGEMENT PERSONNEL

The movement during the financial year in the number of securities of Group 6 Metals Limited held, directly, indirectly or beneficially, by each specified Director and executive, including their personally related entities, is as follows:

Shares

Key Management Person	Balance of shares at 1 July or the date of appointment, as applicable	Share placement	Issued upon exercise of options	On market sale	**Balance of shares at 30 June or date of ceasing, as applicable**
	Number	Number	Number	Number	**Number**
Year ended 30 June 2024					
Johann Jacobs	8,741,973	-	-	-	**8,741,973**
Christopher Ellis	140,298,596	-	-	-	**140,298,596**
Keith McKnight	390,757	-	-	-	**390,757**
Tony Caruso	-	-	-	-	**-**
Michael Zannes	142,857	-	-	-	**142,857**
Megan McPherson	107,143	-	-	-	**107,143**
	149,681,326	-	-	-	**149,681,326**
Year ended 30 June 2023	-	-	-	-	**-**
Johann Jacobs	6,822,855	544,118	1,375,000	-	**8,741,973**
Christopher Ellis	86,878,423	50,420,173	3,000,000	-	**140,298,596**
Keith McKnight	-	390,757	-	-	**390,757**
Michael Zannes	-	142,857	-	-	**142,857**
Megan McPherson	-	107,143	-	-	**107,143**
	93,701,278	51,605,048	4,375,000	-	**149,681,326**

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DIRECTORS' REPORT CONTINUED

Unquoted Options

Key Management Person	Balance of options at 1 July or the date of appointment, as applicable	Granted as remuneration	Granted under share placement	Exercised	Expired	**Balance of options at 30 June or date of ceasing, as applicable**
	Number	Number	Number	Number	Number	**Number**
Year ended 30 June 2024						
Johann Jacobs	147,059	-	166,667	-	-	**313,726**
Christopher Ellis	7,352,942	-	23,809,527	-	-	**31,162,469**
Gregory Hancock	3,000,000	-	-	-	-	**3,000,000**
Keith McKnight	88,235	7,500,000	142,857	-	-	**7,731,092**
Tony Caruso	-	-	-	-	-	**-**
Michael Zannes	-	-	95,238	-	-	**95,238**
Megan McPherson	-	3,000,000	71,429	-	-	**3,071,429**
	10,588,236	10,500,000	24,285,718	-	-	**45,373,954**
Year ended 30 June 2023						
Johann Jacobs	1,375,000	-	147,059	(1,375,000)	-	**147,059**
Christopher Ellis	3,000,000	-	7,352,942	(3,000,000)	-	**7,352,942**
Gregory Hancock	3,000,000	-	-	-	-	**3,000,000**
Keith McKnight	-	-	88,235	-	-	**88,235**
Michael Zannes	-	-	-	-	-	**-**
Megan McPherson	-	-	-	-	-	**-**
	7,375,000	-	7,588,236	(4,375,000)	-	**10,588,236**

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DIRECTORS' REPORT CONTINUED

Performance Options

Key Management Person	Balance of options at 1 July or the date of appointment, as applicable	Granted under share placement	Exercised	Expired	**Balance of options at 30 June or date of ceasing, as applicable**
	Number	Number	Number	Number	**Number**
Year ended 30 June 2024	-	-	-	-	-
Johann Jacobs	7,000,000	-	-	-	**7,000,000**
Christopher Ellis	7,000,000	-	-	-	**7,000,000**
Gregory Hancock	7,000,000	-	-	-	**7,000,000**
	21,000,000	-	-	-	**21,000,000**
Year ended 30 June 2023	-	-	-	-	**-**
Johann Jacobs	7,000,000	-	-	-	**7,000,000**
Christopher Ellis	7,000,000	-	-	-	**7,000,000**
Gregory Hancock	7,000,000	-	-	-	**7,000,000**
	21,000,000	-	-	-	**21,000,000**

Warrants

Key Management Person	Balance of options at 1 July or the date of appointment, as applicable	Granted under share placement	Exercised	Expired	**Balance of options at 30 June or date of ceasing, as applicable**
	Number	Number	Number	Number	**Number**
Year ended 30 June 2024					
Christopher Ellis	24,107,143	-	-	-	**24,107,143**
	24,107,143	-	-	-	**24,107,143**
Year ended 30 June 2023					
Christopher Ellis	24,107,143	-	-	-	**24,107,143**
	24,107,143	-	-	-	**24,107,143**

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DIRECTORS' REPORT CONTINUED

DIRECTORS' REMUNERATION FOR THE YEAR ENDED 30 JUNE 2024

Details of the nature and amount of each major element of remuneration of each Director of the Company and other key management personnel of the Group and Company are:

		Salary & fees	Consulting fees	Cash bonus	Non-monetary benefits	Total	Superannuation benefits	Other long term	Termination benefits	Share based payments	Total	The proportion of remuneration performance related	Value of options as a proportion of remuneration
		$	$	$	$	$	$	$	$	$	$	$	$
Directors													
J Jacobs	**2024**	**79,000**	**97,000**	**-**	**-**	**176,000**	**-**	**-**	**-**	**87,438**	**263,438**	**-**	**33.2%**
	2023	30,846	210,870	-	-	241,716	3,085	-	-	346,901	591,701	-	58.6%
C Ellis	**2024**	**50,700**	**-**	**-**	**-**	**50,700**	**5,577**	**-**	**-**	**87,438**	**143,715**	**-**	**60.8%**
	2023	26,631	-	-	-	26,631	2,541	-	-	346,901	376,073	-	92.2%
G Hancock	**2024**	**50,700**	**-**	**-**	**-**	**50,700**	**5,577**	**-**	**-**	**87,438**	**143,715**	**-**	**60.8%**
	2023	26,400	-	-	-	26,400	2,772	-	-	346,901	376,073	-	92.2%
T Caruso	**2024**	**9,815**	**-**	**-**	**-**	**9,815**	**1,080**	**-**	**-**	**-**	**10,895**	**-**	**0.0%**
	2023	-	-	-	-	-	-	-	-	-	-	-	0.0%
KMP													
K McKnight	**2024**	**297,488**	**105,000**	**200,000**	**7,200**	**609,688**	**28,880**	**-**	**-**	**494,125**	**1,132,693**	**-**	**43.6%**
	2023	-	385,000	115,200	-	500,200	-	-	-	-	500,200	-	0.0%
M Zannes	**2024**	**347,779**	**-**	**64,574**	**7,200**	**419,553**	**34,920**[1]	**-**	**-**	**-**	**454,473**	**-**	**0.0%**
	2023	107,265	-	-	-	107,265	8,849	-	-	-	116,114	-	0.0%
M McPherson	**2024**	**195,744**	**-**	**-**	**-**	**195,744**	**20,510**	**-**	**-**	**197,650**	**413,904**	**-**	**47.8%**
	2023	228,515	-	45,500	-	274,015	27,305	-	-	-	301,320	-	0.0%
Total Compensation	**2024**	**1,031,226**	**202,000**	**264,574**[1]	**14,400**	**1,512,200**	**96,544**	**-**	**-**	**954,089**	**2,562,833**	**-**	**37.2%**
	2023	419,657	595,870	160,700	-	1,176,227	44,552	-	-	1,040,703	2,261,482	-	46.0%

[1] Bonuses of $272,000 were accrued to Key Management Personnel in respect to the terms of their services agreements during the year ended 30 June 2024. M Zannes elected to receive $7,426 as superannuation and therefore this amount is reported as part of his superannuation remuneration.

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DIRECTORS' REPORT CONTINUED

CONSEQUENCE OF PERFORMANCE ON SHAREHOLDERS' WEALTH

		2024	2023	2022	2021	2020
Loss for the financial year attributable to owners of the Company	**$'000**	133,577	21,866	13,648	4,875	2,746
Net assets at 30 June	**$'000**	(57,409)	70,968	23,877	6,651	(1,105)
Number of shares on issue at 30 June		1,004,023	972,627	630,755	376,007	264,381
Share price at 30 June (per share)	**Cents**	2.40	13.00	20.00	23.50	6.10
Market capitalisation at 30 June	**$'000**	24,096	126,441	126,151	88,362	16,127
Options benefits of key management persons	**$'000**	954	1,041	1,841	1,686	108
Other compensation of key management persons	**$'000**	1,608	1,221	671	357	235
Total compensation of key management persons (Group and Company) for the financial year	**$'000**	2,562	2,262	2,512	2,043	343

Bonuses of $272,000 (inclusive of any superannuation entitlement) were awarded to KMP at the Board's discretion after evaluating the performance of the recipients during the financial year ended 30 June 2024.

The options benefit relates to performance shares which vested during the year following the achievement of the milestones.

END OF REMUNERATION REPORT (AUDITED)

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DIRECTORS' REPORT CONTINUED

INDEMNIFICATION AND INSURANCE OF OFFICERS AND AUDITOR

Indemnification and Insurance

The Company indemnifies current and former directors and officers for any loss arising from any claim by reason of any specified act committed by them in their capacity as a director or officer (subject to certain exclusions as required by law).

The Company has paid insurance premiums in respect of directors' and officers' liability. Insurance cover relates to liabilities arising from their position (subject to certain exclusions as required by law). Details of the nature of the liabilities covered or the amount of the premium paid in respect of the directors' and officers' liability insurance are not disclosed. Such disclosure is prohibited under the terms of the policy. The Company has not, during or since the end of the financial year, except to the extent permitted by law, indemnified or agreed to indemnify an officer or auditor of the Company or any related body corporate against a liability incurred as such by an officer or auditor.

AUDIT SERVICES

During the year ending 30 June 2024, the Group expensed an amount of $215,000 (2022: $120,000) payable to its auditor, KPMG and its related practices for audit services provided.

NON-AUDIT SERVICES

The Group's auditor, KPMG, did not provide any other services in addition to their statutory audit duties during the year ended 30 June 2024.

ROUNDING OFF

The Company is not of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191 dated 24 March 2016, and as such, amounts in the Condensed Consolidated Financial Report and Directors' Report have been reported to the nearest dollar, unless otherwise stated.

LEAD AUDITOR'S INDEPENDENCE DECLARATION

The lead auditor's independence declaration made under Section 307C of the *Corporations Act 2001* (Cth) is set out on page 103 and forms part of this Directors' Report.

COMPLIANCE STATEMENT

This report contains no new exploration results. The work referred to here can be found in numerous announcements available at www.g6m.com.au

The Company confirms that it is not aware of any new information that materially affects the information included in the original market announcement and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.
Signed in accordance with a resolution of the Board of directors.

COMPETENT PERSONS'S STATEMENT

The information in this report relating to Mineral Reserves, Resources and Exploration Results is extracted from reports lodged as market announcements and available on the Company's website www.g6m.com.au.

The Company confirms that it is unaware of any new information that materially affects the information included in the original market announcements and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcements continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

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

Signed:



30 June 2025

Lodged by Group 6 Metals Limited

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2024

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	Note	2024 $'000	2023 $'000
Revenue			
Revenue from contracts with customers	A9	**12,383**	-
Cost of sales	A10	**(28,368)**	
Gross loss		**(15,985)**	-
Other income	A11	**14,503**	1,805
Selling and distribution costs	A12	**(930)**	-
Depreciation and Amortisation	A19, 20 & 21	**(12,874)**	(3,421)
Impairment expense	B3	**(105,538)**	-
Administration		**(6,207)**	(6,903)
Operating expenses		**-**	(12,584)
Exploration expenses		**-**	(297)
Operating loss		**(127,031)**	(21,400)
Finance income		**199**	78
Finance expense		**(6,745)**	(544)
Net financing expense	A13	**(6,546)**	(465)
Loss before income tax expense		**(133,577)**	(21,866)
Income tax expense	A14	-	-
Net loss after income tax expense attributable to members of the parent		**(133,577)**	(21,866)
Other comprehensive income for the year, net of tax		-	-
Total comprehensive loss attributable to members of the parent		**(133,577)**	(21,866)
Losses per share		Cents	Cents
Basic losses per share attributable to ordinary equity holders	D1	(13.3)	(3.0)
Diluted losses per share attributable to ordinary equity holders	D1	(13.3)	(3.0)

The above Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying Notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2024

Assets	Note	2024 $'000	2023 $'000
Current assets			
Cash and cash equivalents	A15	**809**	9,032
Trade and other receivables	A16	**2,880**	588
Inventories	A17	**4,856**	2,711
Deposits	A18	**127**	50
Total current assets		**8,672**	12,381
Non-current assets			
Property, plant and equipment	A19	**21,397**	99,903
Right-of-use assets	A20	**1,473**	11,168
Mine development assets	A21	**-**	12,803
Mine properties	A21	**2,693**	-
Deposits	A18	**2,901**	3,378
Total non-current assets		**28,464**	127,252
Total assets		**37,136**	139,633
Liabilities			
Current liabilities			
Trade and other payables	A22	**13,697**	12,755
Borrowings	A24	**49,144**	5,002
Lease liabilities	A20	**2,160**	5,236
Provisions	A23	**751**	385
Other current liabilities	A25	**77**	80
Total current liabilities		**65,829**	23,458
Non-current liabilities			
Borrowings	A24	**18,362**	35,425
Lease liabilities	A20	**2,042**	3,349
Non-current provisions	A23	**8,130**	6,187
Other non-current liability	A25	**181**	245
Total non-current liabilities		**28,715**	45,206
Total liabilities		**94,544**	68,664
Net assets		**(57,408)**	70,968
Equity			
Issued capital	A7	**157,148**	152,901
Reserves	A7	**22,077**	21,123
Accumulated losses		**(236,633)**	(103,056)
Total equity		**(57,408)**	70,968

The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying Notes.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2024

	Issued capital $'000	Equity component of compound instrument $'000	Share-option reserve $'000	Accumulated losses $'000	Total equity $'000
Balance at 1 July 2022	**103,100**	**-**	**1,964**	**(81,190)**	**23,874**
Total comprehensive loss for the year	-	-	-	(21,866)	**(21,866)**
Transactions with owners in their capacity as owners:					
Movements in financial instruments	-	16,080	-	-	**16,080**
Share-based payment reserve	-	-	3,079	-	**3,079**
Capital raising	51,954	-	-	-	**51,954**
Capital raising costs	(2,153)	-	-	-	**(2,153)**
Balance at 30 June 2023	**152,901**	**16,080**	**5,043**	**(103,056)**	**70,968**
Balance at 1 July 2023	**152,901**	**16,080**	**5,043**	**(103,056)**	**70,968**
Total comprehensive loss for the year, net of tax	-	-	-	(133,577)	**(133,577)**
Transactions with owners in their capacity as owners:					
Employee expenses	-	-	692	-	**692**
Share-based payments reserve	-	-	262	-	**262**
Capital raising	4,312	-	-	-	**4,312**
Capital raising costs	(126)	-	-	-	**(126)**
Share issue	61	-	-	-	**61**
Balance at 30 June 2024	**157,148**	**16,080**	**5,997**	**(236,633)**	**(57,408)**

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying Notes.

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CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024 $'000	2023 $'000
Cash flows from operating activities			
Receipts from customers		**11,852**	-
Other income received		**14,494**	1,805
Payments to suppliers and employees		**(51,937)**	(18,416)
Cash used in operating activities		**(25,591)**	(16,611)
Interest paid		**(2,360)**	(1,432)
Interest received		**200**	78
Net cash used in operating activities		**(27,751)**	(17,965)
Cash flows from investing activities			
Payments for capitalised development costs	A21	**(586)**	(45,929)
Payments for property, plant and equipment	A19	**(3,898)**	(10,321)
Proceeds from disposal of property, plant and equipment		**2,176**	-
Proceeds from security deposits		-	145
Payments for security deposits		-	(93)
Net cash used in investing activities		**(2,308)**	(56,198)
Cash flows from financing activities			
Proceeds from issue of shares		**4,312**	48,884
Payments for capital raising costs		**(126)**	(2,153)
Proceeds from borrowings		**26,777**	36,000
Interest paid on borrowings		**(2,270)**	(250)
Repayment of borrowings		**(1,954)**	-
Repayment of lease liabilities		**(4,903)**	(3,815)
Net cash from financing activities		**21,836**	78,666
Net increase/(decrease) in cash and cash equivalents		**(8,223)**	4,503
Cash and cash equivalents at 1 July		**9,032**	4,529
Cash and cash equivalents at 30 June	A15	**809**	9,032

The above Consolidated Statement of Cash Flows should be read in conjunction with the accompanying Notes.

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NOTES TO THE FINANCIAL STATEMENTS

GENERAL INFORMATION

The Consolidated Financial Statements cover Group 6 Metals Limited as a consolidated entity consisting of Group 6 Metals Limited and its subsidiaries. These Consolidated Financial Statements are presented in Australian dollars, which is Group 6 Metals Limited's functional and presentation currency.

Group 6 Metals Limited is a listed public company, limited by shares, incorporated and domiciled in Australia.

The Consolidated Financial Statements were authorised for issue, in accordance with a resolution of directors, on 30 June 2025.

The Notes to the consolidated financial statement are set out in the following main sections:

SECTION A – KEY FINANCIAL INFORMATION AND PREPARATION BASIS

SECTION B – RISK AND JUDGEMENT

SECTION C – KEY MANAGEMENT PERSONNEL AND RELATED PARTY DISCLOSURES

SECTION D – OTHER DISCLOSURES

SECTION A - KEY FINANCIAL INFORMATION AND PREPARATION BASIS

This section sets out the basis upon which the Group's consolidated financial statements have been prepared as a whole and explains the results and performance of the Group that the directors consider most relevant in the context of the operations of the entity.

A1 STATEMENT OF COMPLIANCE

The consolidated financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards (AASBs) adopted by the Australian Accounting Standards Board (AASB) and the Corporations Act 2001 (Cth). The consolidated financial statements comply with International Financial Reporting Standards (IFRSs) adopted by the International Accounting Standards Board (IASB).

A2 BASIS OF PREPARATION

The financial report is prepared on a historical cost basis other than share-based transactions that are assessed at fair value. These consolidated financial statements are presented in Australian dollars which is the Company's functional currency.

The Company is not of a kind referred to in ASIC Corporations Instrument 2016/191 dated 1 April 2016 and, in accordance with the Class Order, amounts in these financial statements and directors' report have been rounded to the nearest thousand dollars, or in certain cases, the nearest dollar, unless otherwise stated.

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on experience and various other factors that are believed to be reasonable under the circumstance, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. These accounting policies have been consistently applied by each entity in the Group and are detailed in Section B of the report.

Lodged with the ASX 1 September 2025

A3 USE OF JUDGEMENT AND ESTIMATES

The areas involving a higher degree of judgment or complexity, or areas of assumptions and estimates are:

The decision to commence development of the Dolphin Tungsten Mine

On 30 September 2021, the Group determined that it was sufficiently advanced in securing $88 million in project funding and that it would proceed with the development of the Dolphin Tungsten Mine (DTM) on King Island Tasmania.

From this date the Group commenced the capitalisation of expenditure incurred in relation to the development of DTM (refer Note A4).

Mine commissioning date

The Group assesses the stage of each mine under development to determine when a mine moves into the production phase, this being when the mine is substantially complete and ready for its intended use. The Group considers various relevant criteria to assess when the production phase is considered to have commenced. At this point, all related amounts are reclassified from "Mine under development" to "Mines in production". Some of the criteria used to identify the production start date include, but are not limited to:

(1) Level of capital expenditure incurred compared with the original development cost estimate;
(2) Completion of a reasonable period of commissioning and testing the mine plant and equipment;
(3) Ability to produce WO_3 in a saleable form (within specifications); and
(4) Ability to sustain ongoing production of WO_3.

When a mine development project moves into the production phase, the capitalisation of certain mine development and pre-production revenues cease and costs are either regarded as forming part of the cost of inventory or expensed, except for costs that qualify for capitalisation relating to mining asset additions or improvements or mineable reserve development. It is also at this point that amortisation commences.

Commercial production of concentrate commenced on 1 July 2023 which signalled the move from a pre-production phase into production. From that date, aggregated capitalised mine development costs were re-classified as Mine Properties under non-current assets from that date. Amortisation commenced on a Units of Production basis using the life of mine ore tonnes as a basis from that date.

Practical completion date

Construction of the processing plant was completed and handed over to the Group on 10 June 2023. Processing plant assets were considered installed and available from this date. Capitalised construction costs related to the processing plant accumulated over the construction period in Assets Under Construction were transferred to Property, Plant and Equipment from the practical completion date. Any amounts accumulated in Assets Under Construction relating to the broader development of the mine site were transferred to the Mine Development asset.

Recoverability of development costs

The carrying amounts of the Group's assets other than deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated.

For intangible assets that are not yet available for use, the recoverable amount is estimated annually, or when facts and circumstances suggest the carrying amount may exceed its recoverable amount.

An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses are recognised in the Consolidated Statement of Profit or Loss and Other Comprehensive Income unless the asset has been re-valued previously, in which case the impairment loss is recognised as a reversal to the extent of the previous revaluation with any excess recognised through the Consolidated Statement of Profit or Loss and Other Comprehensive Income.

A3 USE OF JUDGEMENT AND ESTIMATES (CONTINUED)

Impairment losses recognised in respect of cash generating units are allocated first to reduce the carrying amount of any goodwill allocated to the cash generating unit (group of units) and then, to reduce the carrying amount of the other assets in the unit (group of units) on a pro rata basis.

Calculation of recoverable amount

The recoverable amount of other assets is the greater of their fair value less costs to sell and value in use. In assessing Fair Value Less Cost of Disposal (FVLCD), the estimated future cash flows are discounted to their present value using a post-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash generating unit to which the asset belongs.

Reversals of impairment

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

Assessment

Assessment of the recoverable amounts require the use of estimates and assumptions such as reserves, resources, mine life, discount rates, exchange rates, commodity prices, grade of ore mined, recovery percentage, operating performance, costs and capital estimates.

At each reporting date, the Group undertakes an assessment of these assets and considers whether there are any external impairment indicators resulting from changes in APT prices, foreign exchange, forecast operating costs and discount rate.

Refer to Note B3 for the current year impairment assessment and assumptions used.

Provisions

A provision is recognised in the Consolidated Statement of Financial Position when the Group has a present legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, when appropriate, the risks specific to the liability.

In accordance with the Group's environmental policy and applicable legal requirements, a provision for site restoration in respect of disturbed land is recognised when such land is disturbed. At this time, a best estimate of the total area of disturbance and present value restoration cost over the estimated mine is made. From this, an annual charge is derived which is reflected as an expense over the life of the mine and as an increase in the provision.

The balance of the provision is the accumulation of the annual charges, less any remedial work done, which is charged directly against the provision. The unwinding of the effect of discounting on the provision is recognised as a finance cost.

Judgement has been exercised in determining the closure cost and plant dismantlement cost estimates and the discount rates used in calculating the related provisions.

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A3 USE OF JUDGEMENT AND ESTIMATES (CONTINUED)

Leases

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following, future lease payments arising from a change in index, or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalty.

As outlined in Note A20, judgement has been exercised in determining the term and interest rate of the lease based on information available at the time of the report.

Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Share-based payments

Equity settled share-based payments are recorded at the fair value of the share-based payment at the grant date which is determined using the Black Scholes model.

No terms of equity settled share-based payment transactions (including options granted as compensation to employees or key management persons) have been altered or modified by the issuing entity during the year or the prior period.

The Group prohibits those that are granted share-based payments as part of their remuneration from entering other arrangements that limit their exposure to losses that would result from share price decreases. Entering such an arrangement is prohibited by law.

Fair Value of derivative financial instruments

The Group initially recognises and measures its derivative financial instruments by calculating the fair value of the instruments using the discounted cash flow method net of the fair value of warrants issued.

In order to calculate the discounted cash flows, management uses judgements in relation to the expected mine commissioning date together with the expected drawdown dates of the convertible loans.

Proved and probable ore reserves

The Group uses the concept of life of mine to determine the amortisation of mine properties. In determining life of mine, the Group prepares ore reserve estimates in accordance with the JORC Code 2012. The estimate of these proved and probable ore reserves, by their very nature, require judgements, estimates and assumptions.

Where the proved and probable reserve estimates need to be modified, the amortisation expense is accounted for prospectively from the date of the assessment until the end of the revised mine life (for both the current and future years).

Overburden in advance

The Group capitalises expenditure incurred to remove overburden or waste material to the extent that it gives rise to future economic benefits. This calculation requires the use of judgements and estimates, such as estimated waste to be removed over the life of the mining area and the economically recoverable reserves extracted as a result. Changes in a mine's life and design may result in changes to the expected stripping ratio (waste to mineral reserves ratio). Any resulting changes are accounted for prospectively.

A3 USE OF JUDGEMENT AND ESTIMATES (CONTINUED)

Provisional pricing

Judgement is required by Management to determine the provisional transaction price for each shipment, having regard for variability in the precise quantity and quality of the commodity being delivered and the relevant market prices at the end of quotational periods. Variable consideration is determined using either the “expected value” or “most likely amount” method.

Further judgement will be required to determine whether variable consideration is subject to significant reversal. This might be particularly relevant where the final quality of products will not be known until testing at its destination. Provisionally priced sales are repriced at each reporting period until final pricing and settlement is confirmed based on final quality of products delivered and testing at its destination. The period between provisional pricing and final invoice is generally between 60 –120 days.

Deferred tax recognition.

Judgement is required to determine whether deferred tax assets and certain deferred tax liabilities are recognised on the Statement of Financial Position. Deferred tax assets, including those arising from unrecouped tax losses, capital losses and temporary differences, are recognised only where it is considered more likely than not that they will be recovered, which is dependent on the timing and generation of sufficient future taxable profits in the same taxing jurisdiction to offset future expenditure such as rehabilitation costs.

Determining if there will be future taxable profits depend on Management’s estimates of the timing and quantum of future cash flows, which in turn depend on estimates of future production, sales volumes, exploration discoveries, economics, commodity prices, operating costs, rehabilitation costs, capital expenditure, dividends and other capital management transactions.

These judgements and assumptions are subject to risk and uncertainty, hence there is a possibility that changes in circumstances will alter expectations, which may impact the amount of deferred tax assets and deferred tax liabilities recognised on the Statement of Financial Position and the amount of other tax losses and temporary differences not yet recognised. In such circumstances, some or all of the carrying amounts of recognised deferred tax assets and liabilities may require adjustment, resulting in a corresponding credit or charge to income tax expense within the Statement of Profit and Loss and Other Comprehensive Income.

A4 MATERIAL ACCOUNTING POLICIES

Revenue and other income

Revenue from contracts with customers

The Group recognises sales revenue related to the transfer of promised goods when the performance obligations under the contract have been satisfied. The amount of revenue reflects the consideration to which the Group expects to be entitled to satisfy the performance obligation. Sales contracts for commodities often incorporate provisional pricing.

Sales of tungsten concentrate are initially measured at the estimated sales value when control and the risks of ownership of the product are passed to the customer. The final sales value may change due to movements in commodity prices, assays, moisture content and weight between the commodity's delivery time and the end of the quotation period ('QP') stipulated in the sales contract.

Sales revenue includes revenue from contracts with customers, accounted for in accordance with AASB 15 'Revenue from contracts with customers''.

Other income

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

A4 MATERIAL ACCOUNTING POLICIES (CONTINUED)

Trade and other receivables

Trade receivables

Trade receivables are initially measured at the transaction price as disclosed in the revenue accounting policy and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses (ECLs), except for provisionally priced receivables which are subsequently measured at fair value through profit or loss. Refer to the revenue accounting policy for more information regarding provisional pricing arrangements. Provisional invoices for commodity sales are due for settlement within five business days against presentation of the required documentation. Final invoices are issued within 75 days from arrival of a shipment at the Port of Destination and once all relevant factors are known. Final invoices are due for settlement within five business days of being issued.

Collectability of trade receivables is reviewed on an ongoing basis. At the reporting date, an allowance for ECLs is recognised for receivables which are not expected to be collected. The amount of any allowance is recognised in the Consolidated Statement of Profit or Loss and Other Comprehensive Income. When a trade receivable for which an allowance has been recognised becomes unrecoverable, it is written off against the allowance.

The Group measures the loss allowance for trade and other receivables at an amount equal to the lifetime ECL, except where the credit risk is considered low or has not increased significantly since initial recognition, in which case the loss allowance is based on a 12 month ECL. A simplified approach is taken to accounting for trade and other receivables and records the loss allowance at the amount equal to the lifetime ECL. In applying this simplified approach, the Group uses its historical experience, external indicators and forward looking information to calculate the ECL.

Other receivables

Other receivables are recognised initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition, they are stated at amortised cost less impairment losses.

Prepayments

Prepayments are recognised at cost.

Inventory

Material extracted from the mine is classified as either ore or waste. Ore represents material that, at the time of extraction, is expected to be processed into a saleable form and sold at a profit.

Stockpiled ore is subsequently processed into commodities in a saleable form of tungsten concentrate. Concentrate ready for shipment is the concentrate available for sale stored on site. Concentrate shipped is concentrate that has been shipped from King Island but has yet to arrive at the Port of International Dispatch.

Inventories are valued at the lower of cost or net realisable value. The cost of stockpiled ore, concentrate ready for shipment, and concentrate shipped is determined using a weighted average basis. Costs will include the relevant direct material, mining, processing, labour, freight, mine rehabilitation costs incurred in the extraction process and other fixed and variable overhead costs directly related to mining and processing activities. Stockpiles are measured by estimating the number of tonnes added and removed from the stockpile. Periodic surveys verify stockpile tonnages.

Net realisable value is the estimated future sales price of the product produced based on the estimated commodity price less the estimated costs of completion.

Stores and spares represent commodity consumables and other raw materials used in the production process, as well as spare parts and other maintenance supplies that are not classified as capital items and are valued at a lower cost or net realisable value.

A4 MATERIAL ACCOUNTING POLICIES (CONTINUED)

Overburden in advance

Overburden in advance (OBIA) is the overburden in excess of the overburden-to-ore ratio that must be removed in order to mine the ore.

Expenditure incurred to remove overburden or waste material during the production phase of an open cut mining operation is deferred to the extent it gives rise to future economic benefits. It will be recognised when the overburden removal activity is performed on each block of the mine, and these costs can be reliably measured on a block-by-block basis.

The cost of OBIA is determined using a weighted average basis. Costs will include the relevant direct material, overburden removal, mining, processing, labour, freight, mine rehabilitation costs incurred in the extraction process and other fixed and variable overhead costs directly related to mining and processing activities. The movement in OBIA is measured by estimating the bank cubic metres (BCMs) added and removed from OBIA based on survey data.

OBIA is classified as a non-current asset. For the purposes of assessing impairment, OBIA assets are grouped with other assets of the relevant cash generating unit (CGU).

Expenditure is charged to the statement of profit or loss and other comprehensive income on a units of production basis linked to ore tonnes depleted on a block by block basis. Changes in estimate of average stripping ratios are accounted for prospectively.

Mine development and mine properties

Mine development costs include aggregate expenditure in relation to mine construction and mine development where a development decision has been made. Mine development costs are accumulated separately for each area of interest in which economically recoverable reserves have been identified, and a decision to develop has occurred. This expenditure includes direct costs, an appropriate allocation of related overheads having a specific connection with the mine development and, where applicable, borrowing costs capitalised during development. Mine development costs are only amortised once construction is completed, and the assets are available for their intended use. This is determined by the formal commissioning of the mine for production.

Once mining commences, the aggregate capitalised costs are re-classified under non-current assets as Mine Properties or an appropriate class of property, plant and equipment.

The Group undertakes regular impairment reviews incorporating an assessment of recoverability of cash generating assets. Cash generating assets relate to specific areas of interest in the Group's mine property assets. The recoverable value of specific areas of interest are assessed by value in use calculations determined with reference to the project's new (net) cash flows estimated under the Life of Mine Plan.

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A5 BASIS OF CONSOLIDATION

Subsidiaries

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and could affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

Investments in subsidiaries are carried in the Parent Entity's financial statements at the lower of cost and recoverable amount.

Transactions eliminated on consolidation

Intra-group balances and any unrealised gains and losses or income and expenses arising from intra-group transactions are eliminated in preparing the consolidated financial statements.

Unrealised gains arising from transactions with associates and jointly controlled entities are eliminated to the extent of the Group's interest in the entity, with adjustments made to the "Investment in associates" and "Share of associates' net profit" accounts.

Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

Gains and losses are recognised as the relevant assets are consumed or sold by the associate or jointly controlled entities or, if not consumed or sold by the associate or jointly controlled entity, when the Group's interest in such entities is disposed of.

A6 GOING CONCERN

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

As disclosed in the financial statements, the Group incurred a loss of $133.6 million and had net cash outflows from operating activities and investing activities of $27.7 million and $2.3 million respectively for the period ended 30 June 2024. As at 30 June 2024, the Group has a net current liabilities position of $57.2 million. Notably, loans of $49.1 million were due within 12 months from 30 June 2024.

In forming the view that the going concern basis of preparation is appropriate, the Directors and Management have based their assessment on the facts and circumstances as of the date of approval of the financial statements, especially the following matters that occurred subsequent to 30 June 2024:

- As set out in Note A31, the Group completed a recapitalisation plan on 23 April 2025 when shareholders resolved for $81.1 million in principal and interest ($77.4m) and creditors ($3.7m) to be converted into ordinary shares of the Company. The $81.1 million of debt, creditor balances and interest were converted pursuant to 19.2 billion ordinary shares being issued. In addition, on 23 April 2025 shareholders resolved to issue 1.7 billion ordinary shares in the Company to raise $5.9 million. New facilities have also been entered into with existing secured lenders and the Group has drawn down $17.8 million, maturing on 30 April 2027.

  Finally, on 4 April 2025, the Group executed a facility agreement with the Tasmanian Government to borrow up to $7.5 million which was fully drawn on 15 May 2025 and matures on 30 April 2027.

  As a result of these matters, at the date of signing this financial report, the extent of loan principal payable by the Group is equal to $32.6 million. All loans, with the exception of $0.8M due on 30 June 2026, are repayable on 30 April 2027, subject to compliance with the Group's financial covenants (as set out in note A31). The Group's cash balance on 25 June 2025 was $7.5 million.

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A6 GOING CONCERN (CONTINUED)

- Further to the recapitalisation plan, the Group has been proceeding with its stabilisation and transformation phase, first announced to the market on 4 December 2024. As part of this phase, the Group replaced its executive management team and key management personnel. The Group is progressing a detailed business review with a focus on optimisation of the mine plan and processing plant, as well as rationalising operating costs, all with the aim of restoring the Group's performance to yield profitable results.

Taking these matters into consideration, Management have prepared a cashflow forecast for the twelve months ending 30 June 2026. The forecast anticipates realisation of the following beneficial effects of the stabilisation and transformational phase and compliance with the financial covenants now in place as a result of the recapitalisation plan:

- *Optimised Mine Plan – A* revised open cut mine plan aimed at removing subeconomic stages of the pit, reducing strip ratios and targeting higher grade ore to build a stockpile whilst developing the project for the future underground phase.

- *Operating Cost Reductions:*- Rationalisation of operating expenses to significantly drive down unit production costs. This is principally being achieved through cessation of open cut mining from July 2025, reducing mining staff and equipment levels, and utilising the ore that has been stockpiled.

- *Process Plant Optimisation Plan:* - A plan focusing on improved plant resilience, throughput, utilisation, and recovery has been developed and is underway. The upgrade of key components of the process plant are the major drivers to achieving steady-state production and consequently increasing shipments of concentrate. Other contributory factors to the optimisation plan include: building adequate levels of spare parts inventory to eliminate lengthy unplanned plant shutdowns; a metallurgical improvement program which provides a focus on improving overall plant recoveries; and the appointment of an experienced plant manager.

- *Overhead Reductions:*- A significant reduction in corporate overheads following the rationalisation of board and management and closure of the Brisbane city centre corporate office.

The stabilisation and transformational phase is ongoing at the signing date of this Annual Report. The ability of the Group to continue as a going concern is critically dependent upon the Group operating the mine in a cashflow positive manner.

Key assumptions adopted in the twelve-month forecast include:

- Processing of ore stockpiles at a through-put rate of at least, on average, 24kt per month;
- Feed grade of 0.7% of ore processed;
- Recovery of metal from the production processes of, on average, 60%;
- Tungsten ammonium para tungstate (APT) price, on average, of $347 USD per metric tonne units (mtu);
- AUD:USD foreign currency exchange rate of, on average, 0.67 USD:AUD; and
- Capital expenditure for its underground mining infrastructure and mine development that can range in timing and amount depending on the available cashflows realised from production or funding options.

As with all transformational plans and macro-economic assumptions, there inherently exists significant uncertainty as to whether the Group will achieve its plans. The Directors and Management acknowledge that these uncertainties may affect the realisation of the full outcomes envisioned from the stabilisation and transformational phase. Should any one or a combination of the above assumptions fail to be realised to the extent forecasted, the Company will be required to mitigate any impact on its closing cash balances such that it continues to have the ability to meet its obligations as and when they fall due including meeting the financial covenants of its lenders.

On the assumption that the benefits of the stabilisation and transformational phase will be realised and that the Company has the ability to manage the phasing of its capital expenditure or, if necessary, that the Group sources financing from alternative funding sources, the Directors and Management have concluded that the Group is 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.

Notwithstanding this, there exists a material uncertainty related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern and therefore that the Group may be unable to realise its assets and discharge its liabilities in the normal course of business and at the amounts stated in the financial report.

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

A7 CAPITAL AND RESERVES

Share capital

Ordinary shares issued and fully paid

	Date	Number of shares	Issue price per share (cents)	$
Balance 1 July 2023		**972,626,827**		**152,901,197**
Shares placement	11-Jul-23	26,582,953	14.00	3,721,599
Shares placement	26-Jul-23	3,500,000	14.00	490,000
Shares placement	3-Aug-23	714,940	14.00	100,092
Shares placement	1-Mar-24	598,132	10.10	60,500
Less costs relating to the share placement		-		(125,871)
		31,396,025		**4,246,320**
Balance 30 June 2024		**1,004,022,852**		**157,147,517**
Balance 1 July 2022		**630,754,715**		**103,100,310**
Share placement	02-Dec-22	74,764,703	17.00	12,710,000
Exercise of unquoted options	6-Dec-22	375,000	8.00	30,000
Exercise of unquoted options	6-Dec-22	1,000,000	10.00	100,000
Share placement	8-Dec-22	11,764,706	17.00	2,000,000
Exercise of unquoted options	9-Dec-22	1,000,000	6.00	60,000
Exercise of unquoted options	9-Dec-22	1,000,000	8.00	80,000
Exercise of unquoted options	9-Dec-22	1,000,000	10.00	100,000
Shares placement	23-Jan-23	15,176,472	17.00	2,580,000
Shares placement	22-Feb-23	26,315,179	17.00	4,473,615
Shares placement	22-Feb-23	1,235,295	17.00	210,000
Shares placement	23-Feb-23	392,018	17.00	70,000
Shares placement	27-Mar-23	14,705,883	17.00	2,500,000
Shares placement	15-May-23	156,964,280	14.00	21,974,999
Shares placement	27-Jun-23	36,178,576	14.00	5,065,001
Less costs relating to the share placement		-		(2,152,728)
		314,872,112		**49,800,887**
Balance 30 June 2023		**972,626,827**		**152,901,197**

Holders of ordinary shares are entitled to dividends as declared from time to time and are entitled to one vote per share at general meetings of the Company. Ordinary shares have no par value. No dividends have been declared or paid by the Company during or since the end of the financial year.

Subject to ASX listing rules, the Company's Board may resolve that the whole or any portion of profits, reserve or other account which is available for distribution, be distributed to shareholders in the same proportions in which they would be entitled to receive it if distributed by way of dividend, or in accordance with relevant terms of issue of any shares or securities.

If the Company is wound up, whether voluntarily or otherwise, the liquidator may divide among all or any of the contributories, as the liquidator thinks fit, in specie or in kind, any part of the assets of the Company, and may vest any part of the assets of the Company in trustees for the benefit of all or any of the contributories as the liquidator thinks fit.

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A7 CAPITAL AND RESERVES (CONTINUED)

In the event of winding up of the Company, ordinary shareholders rank after creditors and are entitled to any proceeds of liquidation.

During the financial year, the Group issued 30,797,893 new shares at $0.14 per share to raise $4.3 million under the Share Purchase Plan announced to the market on 8 May 2023. The Group also issued 598,132 new shares at $0.101148 each in consideration for government liaison consultation.

Options

Each option provides the right for the option holder to be issued one fully paid share by the Company, upon payment of the exercise price of each option.

During the year ended 30 June 2024, the Group issued 149,293,952 free attaching options for the Placement and Share Purchase Plan announced on 8 May 2023 (2023: 71,980,992). No unquoted options were issued during the year to the Joint Lead Managers of the Placement announced on 8 May 2023 (2023: 29,411,765).

During the year there were no shares (2023: 4,375,000) issued on the exercise of options. 10,500,000 unquoted options were granted during the year ended 30 June 2024 (2023: nil) for employee remuneration.

Details of options over ordinary shares in the Company that were granted, vested and expired during the financial year are as follows:

Year ended 30 June 2024

Exercise Date	Vesting Date	Expiry Date	Balance 01-Jul-23 Number	Granted and vested Number	Exercise Number	Average exercise price	Expired Number	Balance 30-Jun-24 Number
Unquoted								
$0.11	15-Oct-19	15-Oct-24	1,000,000	-	-	$0.00	-	**1,000,000**
$0.13	15-Oct-19	15-Oct-24	1,000,000	-	-	$0.00	-	**1,000,000**
$0.15	15-Oct-19	15-Oct-24	1,000,000	-	-	$0.00	-	**1,000,000**
$0.10	7-Sep-21	7-Sep-24	1,000,000	-	-	$0.00	-	**1,000,000**
$0.12	7-Sep-21	7-Sep-25	1,000,000	-	-	$0.00	-	**1,000,000**
$0.15	7-Sep-21	7-Sep-26	1,000,000	-	-	$0.00	-	**1,000,000**
$0.28	23-Jan-23	31-Jan-25	50,852,909	-	-	$0.00	-	**50,852,909**
$0.28	22-Feb-23	31-Jan-25	13,157,494	-	-	$0.00	-	**13,157,494**
$0.28	22-Feb-23	31-Jan-25	617,647	-	-	$0.00	-	**617,647**
$0.28	27-Mar-23	31-Jan-25	7,352,942	-	-	$0.00	-	**7,352,942**
$0.28	23-Jan-23	31-Jan-26	29,411,765	-	-	$0.00	-	**29,411,765**
$0.21	11-Jul-23	30-Jun-25	-	146,483,992	-	$0.00	-	**146,483,992**
$0.18	14-Jul-23	14-Jul-26	-	2,500,000	-	$0.00	-	**2,500,000**
$0.20	14-Jul-23	14-Jul-27	-	2,500,000	-	$0.00	-	**2,500,000**
$0.22	14-Jul-23	14-Jul-28	-	2,500,000	-	$0.00	-	**2,500,000**
$0.18	14-Jul-23	14-Jul-26	-	1,000,000	-	$0.00	-	**1,000,000**
$0.20	14-Jul-23	14-Jul-27	-	1,000,000	-	$0.00	-	**1,000,000**
$0.22	14-Jul-23	14-Jul-28	-	1,000,000	-	$0.00	-	**1,000,000**
$0.21	26-Jul-23	30-Jun-25	-	2,333,333	-	$0.00	-	**2,333,333**
$0.21	3-Aug-23	30-Jun-25	-	476,627	-	$0.00	-	**476,627**
			107,392,757	**159,793,952**			**-**	**267,186,709**

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

A7 CAPITAL AND RESERVES (CONTINUED)

Performance Options

			Balance 01-Jul-23 Number		Balance 30-Jun-24 Number
$0.00	30-Sep-21	30-Sep-26	9,000,000		**9,000,000**
$0.00	30-Sep-23	30-Sep-28	12,000,000		**12,000,000**
			21,000,000		**21,000,000**

Warrants

$0.21	18-Nov-21	31-Dec-25	46,428,571		**46,428,571**
$0.20	18-Nov-21	31-Mar-26	101,785,715		**101,785,715**
			148,214,286		**148,214,286**

Year ended 30 June 2023

Exercise Price	Vesting Date	Expiry Date	Balance 01-Jul-23 Number	Granted and vested Number	Exercise Number	Average exercise price	Expired Number	**Balance 30-Jun-23 Number**
Unquoted								
$0.06	31-Dec-17	31-Dec-22	1,000,000	-	(1,000,000)	$0.06	-	**-**
$0.08	31-Dec-17	31-Dec-22	1,375,000	-	(1,375,000)	$0.08	-	**-**
$0.10	31-Dec-17	31-Dec-22	2,000,000	-	(2,000,000)	$0.10	-	**-**
$0.11	15-Oct-19	15-Oct-24	1,000,000	-	-	$0.00	-	**1,000,000**
$0.13	15-Oct-19	15-Oct-24	1,000,000	-	-	$0.00	-	**1,000,000**
$0.15	15-Oct-19	15-Oct-24	1,000,000	-	-	$0.00	-	**1,000,000**
$0.10	7-Sep-21	7-Sep-24	1,000,000	-	-	$0.00	-	**1,000,000**
$0.12	7-Sep-21	7-Sep-24	1,000,000	-	-	$0.00	-	**1,000,000**
$0.15	7-Sep-21	7-Sep-24	1,000,000	-	-	$0.00	-	**1,000,000**
$0.28	23-Jan-23	31-Jan-25	-	50,852,909	-	$0.00	-	**50,852,909**
$0.28	22-Feb-23	31-Jan-25	-	13,157,494	-	$0.00	-	**13,157,494**
$0.28	22-Feb-23	31-Jan-25	-	617,647	-	$0.00	-	**617,647**
$0.28	27-Mar-23	31-Jan-25	-	7,352,942	-	$0.00	-	**7,352,942**
$0.28	23-Jan-23	31-Jan-26	-	29,411,765	-	$0.00	-	**29,411,765**
			10,375,000	**101,392,757**	**(4,375,000)**		**-**	**107,392,757**

Performance Options

$0.00	30-Sep-21	30-Sep-26	9,000,000		**9,000,000**
$0.00	30-Sep-23	30-Sep-28	12,000,000		**12,000,000**
			21,000,000		**21,000,000**

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

A7 CAPITAL AND RESERVES (CONTINUED)

Warrants

			Balance 01-Jul-23 Number	Balance 30-Jun-24 Number
$0.21	18-Nov-21	31-Dec-25	46,428,571	**46,428,571**
$0.20	18-Nov-21	31-Mar-26	101,785,715	**101,785,715**
			148,214,286	**148,214,286**

Share Option Reserve	**2024 $**	2023 $
Balance 1 July	**5,043,062**	1,963,831
Employee expenses	**691,775**	-
Share based payment reserve	**262,314**	3,079,231
Balance at 30 June	**5,997,151**	5,043,062

Equity Component of Compound Instrument	**2024 $**	2023 $
Balance 1 July	**16,080,010**	-
Employee expenses	**-**	16,080,010
Balance at 30 June	**16,080,010**	16,080,010

The Group measures the cost of share and performance options granted to directors and consultants by reference to the fair value of the equity instrument at the date at which they are granted.

During the year, no new performance options were granted to directors of the Company for related party remuneration. The options in the previous period were granted at no cost to the recipients. The fair value of the options at the grant date is determined using the Black Scholes model.

The total expense is recognised over the vesting period, which is the period over which all the specified vesting conditions are to be satisfied. At the end of each period, the Group revises its estimates of the number of options that are expected to vest based on the nonmarket vesting conditions. It recognises the impact of the revision to original estimates, if any, in profit or loss, with a corresponding adjustment to equity.

The performance options have no exercise price therefore the fair value of the performance options is determined to be the share price at grant date.

The fair value of options granted is recognised as an employee expense with a corresponding increase in equity. Fair value is determined based on the share price at grant date.

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

A7 CAPITAL AND RESERVES (CONTINUED)

Employee Expenses

On 14 July 2023, the Group issued 7,500,000 options to the nominees of Managing Director and CEO, Keith McKnight and 3,000,000 unquoted options to a Key Management Personnel (KMP). The options were granted at no cost to the recipient. The fair value of the options at the Grant Date is determined using the Black Scholes model. The options expense relating to KMP options for the period totals $691,775 (2023: nil). The basis of valuation assumes the share price at Grant Date of $0.125.

No terms of equity settled share-based payment transactions (including options granted as compensation to key management persons) have been altered or modified by the Group during the interim period or the prior period.

There are no entitlements for the Company's option holders to participate in new issues of capital which may be offered to the Company's existing ordinary shareholders.

The Group prohibits those that are granted share-based payments as part of their remuneration from entering other arrangements that limit their exposure to losses that would result from share price decreases. Entering such an arrangement is prohibited by law.

A8 DIVIDENDS

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

A9 REVENUE

	2024 $'000	2023 $'000
Revenue from contracts with customers	**12,383**	-

Revenue from contracts with customers represents $12.3 million of sales of tungsten concentrate on the first 30 shipments to offtake partners and $0.1 million on gravel sales to King Island Council. Products are transferred at a point in time and the primary geographic market of the customer is Europe.

The Company satisfies its performance obligation for revenue recognition upon loading of the concentrate at the port of dispatch which aligns with the issuance of the provisional invoice.

Payment of provisional and final invoices is due within five business days against the presentation of the prescribed documentation.

A10 COST OF SALES

	2024 $'000	2023 $'000
Mining	**9,428**	-
Processing	**13,588**	-
Support Services	**5,352**	-
	28,368	-

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

A11 OTHER INCOME

	2024 $'000	2023 $'000
R&D refunds	**14,350**	72
Grant income	**-**	1,642
Other	**153**	91
	14,503	1,805

R&D refund income represents money received in relation the refundable tax offset that is available on eligible Research and Development expenditure incurred by the Group. The balance includes $14.1 million relating to the 2023 financial year and $0.2 million in relation to the 2022 financial year.

Grant income from the prior year represents money received from Tasmania Development and Resources during the year to assist with the costs of the energy generation project required to recommence mining operations.

Other represents refunds of freight received under the Tasmanian Freight Equalisation Scheme.

A12 SELLING AND DISTRIBUTION COSTS

	2024 $'000	2023 $'000
Royalties	**608**	-
Shipping Costs	**322**	-
	930	-

A13 NET FINANCE EXPENSES

	2024 $'000	2023 $'000
Interest expense	**6,650**	544
Net foreign exchange loss	**95**	-
Finance expenses	**6,745**	544
Interest income	**199**	78
Finance income	**199**	78
Net finance expense	**6,546**	465

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A14 INCOME TAX

Income tax is recognised in the Consolidated Statement of Profit or Loss and Other Comprehensive income except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

The following temporary difference are not provided for:
• Goodwill;
• The initial recognition of assets and liabilities that affect neither accounting nor taxable profit; and
• Differences relating to investments in subsidiaries to the extent that they will probably not reverse in the foreseeable future.

The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the reporting date.

A deferred tax asset (DTA) is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised. Deferred tax assets recorded at each reporting date are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

While the Company moved into commercial production in the 2024 financial year, it is expected to make a taxable loss. The Company is at the start of its mine life and there is no history of profits.

On this basis, Management believes there is sufficient uncertainty around the ability to utilise carry forward tax losses so a DTA on carry forward tax losses will not be recognised in the 30 June 2024 financial statements.

Tax consolidation

All members of the tax-consolidated group are taxed as a single entity from 1 July 2004. The head entity within the tax-consolidated group is Group 6 Metals Limited.

Current tax expense/income, deferred tax liabilities and deferred tax assets arising from temporary differences of the members of the tax consolidated group are recognised in the separate financial statements of the members of the tax-consolidated group using the “stand alone taxpayer” approach for each entity, as if it continued to be a taxable entity in its own right.

Any current liabilities (or assets) and deferred tax assets arising from unused tax losses of the subsidiaries are assumed by the head entity in the tax consolidated group and are recognised by the Company as amounts payable / (receivable) to / (from) other entities in the tax consolidated group. Any difference between these amounts is recognised by the Company as an equity contribution or distribution.

The Company recognises deferred tax assets arising from unused tax losses of the tax-consolidated group to the extent that it is probable that future taxable profits of the tax-consolidated group will be available against which the asset can be utilised.

Any subsequent period adjustments to deferred tax assets arising from unused tax losses as a result of revised assessments of the probability of recoverability is only recognised by the head entity.

As the tax-consolidated group has no income tax payable, the head entity has not entered into a tax funding arrangement in conjunction with other members of the tax-consolidated group which sets out the funding obligations of members of the tax-consolidated group in respect of tax amounts.

A14 INCOME TAX (CONTINUED)

Numerical reconciliation between tax benefit and pre-tax net profit/(loss)

	2024 $'000	2023 $'000
Loss before income tax expense	**(133,577)**	(21,866)
Tax at the statutory tax rate of 30%	**(40,073)**	(6,560)
Decrease in income tax benefit due to income tax losses not recognised	**40,073**	6,560
	-	-

Unrecognised deferred tax assets

	2024 $'000	2023 $'000
Revenue tax losses	**51,937**	49,240
Capital tax losses	**1,431**	1,431
Total deferred tax assets not recognised	**53,368**	50,671

The tax losses do not expire under current legislation though these losses are subject to testing under loss recoupment rules for them to be utilised. Deferred tax assets have not been recognised in respect of this item because, at this time, it is not probable that future taxable profit will be available against which the benefits can be offset.

A15 CASH AND CASH EQUIVALENTS

	2024 $'000	2023 $'000
Cash at bank	**300**	587
Cash on deposit	**509**	8,445
Cash and cash equivalents in the Consolidated Statement of Cash Flows	**809**	9,032

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

A16 TRADE AND OTHER RECEIVABLES

Other receivables are recognised initially at fair value plus any directly attributable transaction costs.

Subsequent to initial recognition they are stated at amortised cost less impairment losses (refer Note B4).

Prepayments are recognised at cost.

	2024 $'000	2023 $'000
Trade receivables	**452**	-
Prepayments	**2,004**	166
Other receivables	**424**	422
	2,428	588
	2,880	588

Trade receivables balance represents the final invoice amounts on outstanding shipments. Prepayments is mostly comprised of the 2025 financial year insurance premium prepayment. Other receivables represent GST paid.

A17 INVENTORIES

	2024 $'000	2023 $'000
Stores and spares	**2,825**	2,612
Concentrate ready for shipment	**80**	99
Stockpiled ore	**1,951**	-
	4,856	2,711

The Group expensed $17.7 million of inventories during the period (2023: $3.8 million) as a result of the write down to net realisable value and $8.2 million as cost of goods sold (2023: $3.4 million).

A18 DEPOSITS

	2024 $'000	2023 $'000
Current assets		
Deposits	**127**	50
Non-current assets		
Deposits	**2,901**	3,378

On 13 September 2023, the Group established A $76,834 term deposit as a cash backed bank guarantee for the Brisbane office lease. The term deposit has a rolling 12-month term which will renew on 11 September 2025. The current interest rate is 4.25% per annum.

On 22 April 2022, the Group established a term deposit of $50,000 as a cash backed security against the Group's corporate credit card facility. The term deposit has a rolling 12-month term which will renew on 22 April 2025. The current interest rate is 4.25% per annum.

On 19 January 2022, the Group paid a cash security deposit of $2.8 million to the Department of State Growth Mineral Resources Tasmania in respect to its mining license 2080P/M. The deposit is a requirement of the licence to ensure there will be sufficient funds available for the remediation of mining activities should the licensee default on their obligations.

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

A18 DEPOSITS (CONTINUED)

The Group has paid security deposits totalling $24,600 to Mineral Resources Tasmania in relation to its mining lease and exploration licences.

The remaining balance of deposits represents rental and cleaning bonds paid for properties in Grassy, King Island and minor deposits paid on equipment.

A19 PROPERTY, PLANT AND EQUIPMENT

Owned assets

Items of property, plant and equipment are stated at cost less accumulated depreciation and impairment losses (refer Note: B3). Where parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items of property, plant and equipment.

Subsequent costs

The Group recognises in the carrying amount of an item of property, plant and equipment the cost of replacing part of such an item when that cost is incurred if it is probable that the future economic benefits embodied within the item will flow to the Group and the cost of the item can be measured reliably.

All other costs are recognised in the Consolidated Statement of Profit or Loss and Other Comprehensive Income as an expense as incurred.

Depreciation

With the exception of processing plant and tailings assets, depreciation is charged to the Consolidated Statement of Profit or Loss and Other Comprehensive Income on a straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment and buildings.

Processing plant and tailings assets were considered installed and available from the 10 June 2023 practical completion date. As such, plant and tailings assets commenced depreciation from 10 June 2023. Processing plant and tailings assets are depreciated on a Units of Production basis linked to throughput of the processing plant. Overburden in advance is depreciated on a Units of Production basis linked to the depletion of ore tonnes on a block by block basis.

Land is not depreciated.

The estimated useful lives used in calculating depreciation for the financial year are as follows:

	2024	2023
Plant and equipment	**2 to 14 years**	5 to 40 years
Buildings	**2 to 14 years**	8 years
Processing plant assets	**2 to 14 years**	2 to 14 years
Overburden in advance	**1 to 14 years**	N/A

A19 PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

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	Land ($'000)	Buildings ($'000)	Plant and equipment ($'000)	Assets under construction ($'000)	Overburden in advance ($'000)	Total ($'000)
Cost						
Balance at 1 July 2022	**3,126**	**1,810**	**940**	**37,911**	-	**43,787**
Additions	165	48	4,740	62,617	-	67,570
Transfers from assets under construction	-	-	90,176	(99,905)	-	(9,729)
Transfers	-	58	(58)	-	-	-
Write off previously capitalised amounts	(28)	(54)	(240)	-	-	(322)
Balance at 30 June 2023	**3,263**	**1,862**	**95,559**	**623**	-	**101,307**
Balance at 1 July 2023	**3,263**	**1,862**	**95,559**	**623**	-	**101,307**
Additions	474	-	795	2,362	13,796	17,427
Change in life of mine assumptions			519			519
Transfers from assets under construction	-	1,249	902	(2,771)	-	(620)
Balance at 30 June 2024	**3,737**	**3,111**	**97,775**	**214**	**13,796**	**118,633**

	Land ($'000)	Buildings ($'000)	Plant and equipment ($'000)	Assets under Construction ($'000)	Overburden in Advance ($'000)	Total ($'000)
Accumulated Depreciation & Impairment						
Balance at 1 July 2022	**-**	**(629)**	**(145)**	**-**	-	**(775)**
Depreciation	-	(249)	(441)	-	-	(690)
Disposals	-	16	45	-	-	61
Balance at 30 June 2023	**-**	**(862)**	**(541)**	**-**	**-**	**(1,404)**
Balance at 1 July 2023		**(862)**	**(541)**	**-**	**-**	**(1,404)**
Depreciation	-	(350)	(4,692)	-	(1,997)	(7,039)
Impairment (Note B3)	(2,992)	(1,521)	(74,102)	(171)	(10,008)	(88,774)
Balance at 30 June 2024	**(2,992)**	**(2,733)**	**(79,335)**	**(171)**	**(12,005)**	**(97,236)**
Carrying amounts						
Balance at 30 June 2023	3,263	1,000	95,107	623	-	99,903
Balance at 30 June 2024	**745**	**378**	**18,440**	**43**	**1,791**	**21,397**

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A20 LEASES

The Group assesses at contract inception whether a contract is or contains a lease. That is, if the contract contains the right to control the use of an identifiable asset for a period in exchange for consideration.

Information about the lease for which the Group is a lessee is presented below.

Right-of-use-asset

The Group recognises right-of-use assets at the commencement date of the lease (i.e. the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Unless the Group is reasonably certain to obtain ownership of the leased asset at the end of the lease term, the recognised right-of-use assets are depreciated on a straight-line basis over the shorter of its estimated useful life and the lease term. Right-of-use assets are subject to impairment.

Movements in right of use assets	**2024 $'000**	2023 $'000
Balance 1 July	**11,168**	2,531
Additions	**6,801**	11,368
Terminations	**(5,890)**	-
Impairment (Note B3)	**(5,920)**	-
Depreciation charge for the period	**(4,686)**	(2,731)
Balance 30 June	**1,473**	11,168

Lease liabilities

At the commencement date of the lease, the Group recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payment includes fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees.

In calculating the present value of the lease payments, the Group uses the interest rate implicit in the lease. Where the interest rate is not readily determinable, the incremental borrowing rate is used. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made.

Maturity analysis - contracted cash flows	**2024 $'000**	2023 $'000
Within one year	**617**	3,985
One year or later and not later than five years	**3,904**	5,669
	4,521	9,654

Lease liabilities included in the Consolidated Statement of Financial Position

Current	**2,160**	5,236
Non-current	**2,042**	3,349
	4,202	8,585

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A20 LEASES (CONTINUED)

Amounts recognised in the Consolidated Statement of Profit or Loss and Other Comprehensive Income

	2024 $'000	2023 $'000
Depreciation on right-of-use asset	**4,686**	2,732
Impairment (Note B3)	**5,920**	-
Interest on lease liabilities	**640**	398
	11,246	3,130

Amounts recognised in the Consolidated Statement of Cash Flows

Interest payments	**640**	361
Lease payments	**4,903**	3,815
	5,543	4,176

A21 MINE DEVELOPMENT COSTS AND MINE PROPERTIES

	2024 $'000	2023 $'000
Mine development	-	12,803

Movements in mine development costs		
Balance 1 July	**12,803**	296
Additions	**-**	3,174
Transfers in	**1,134**	9,333
Transfers out	**(13,937)**	-
Balance 30 June	-	12,803

	2024 $'000	2023 $'000
Mine properties	**2,693**	-

Movements in mine properties		
Balance 1 July 2024	**-**	-
Transfers in	**13,937**	-
Reductions	**(92)**	-
Depreciation charge for the period	**(1,149)**	-
Change in life of mine assumptions	**854**	-
Impairment (Note B3)	**(10,824)**	-
Expensed to P&L	**(33)**	-
Balance 30 June	**2,693**	-

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

A21 MINE DEVELOPMENT COSTS AND MINE PROPERTIES (CONTINUED)

Commercial production of concentrate commenced on 1 July 2023 signalling the move from pre-production to production. In accordance with the Group's accounting policy on Mine Development Costs and Mine Properties (refer A4), aggregated capitalised mine development costs were re-classified under non-current assets as Mine Properties from that date. Given the assets are available for use, amortisation has commenced on a Units of Production basis using the life of mine ore tonnes as a basis.

A22 TRADE AND OTHER PAYABLES

Trade and other payables are recognised initially at fair value plus directly attributable transaction costs.

Subsequent to initial recognition, these transactions are measured at amortised cost.

	2024	2023
	$'000	$'000
Trade payables	**7,567**	5,569
Accruals and other payables	**6,130**	7,186
	13,697	12,755

Refer to Note B4 for further information on financial instruments.

Subsequent to year-end, and as disclosed in Note A31, $2,974 of accrued payables to a supplier and $1,528 of accrued interest from borrowings recorded within *Accrual and other payables* above were converted into ordinary shares of the Company. The accrued interest from borrowings was converted along with $3,083 of interest capitalised and included in the carrying value of borrowings disclosed in Note A24, a total of $4,611 of interest owing as at 30 June 2024 that was converted. In addition, $982 recorded within *Trade payables* was subsequently converted by suppliers into ordinary shares of the Company.

A23 PROVISIONS

	2024	2023
	$'000	$'000
Current		
Employee benefits	**751**	385
Non-current		
Rehabilitation and dismantlement	**8,089**	6,176
Employee benefits	**41**	11
	8,130	6,187

Movements in provisions

Movements in each class of provision during the current financial year, other than employee benefits, are set out below:

	2024	2023
	$'000	$'000
Provision for rehabilitation and dismantlement		
Balance 1 July	**6,175**	-
Additions	**-**	6,187
Change in assumptions	**1,634**	-
Unwinding of discount	**280**	-
Balance 30 June	**8,089**	6,187

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

A24 BORROWINGS

The balance of loans together with capitalised interest as at 30 June 2024 are detailed below.

	2024 **$'000**	2023 $'000
Current	**49,144**	5,002
Non-current	**18,362**	35,425
	67,506	40,427

Terms and repayment schedule
The terms and conditions of the outstanding loans are as follows:

Loan	**Security**	**Nominal interest rate**	**Date of maturity**	**2024**		**2023**	
				Face value ($'000)	**Carrying value ($'000)**	**Face value ($'000)**	**Carrying value ($'000)**
Tasmanian Government	Second ranking security over the assets of the Group	14.00%	31-Oct-29 with repayment installments of $167 thousand every month starting 28-Feb-2025	10,000[1]	10,000	10,000	9,900
Pure Asset Management Pty Ltd	First ranking security over the assets of the Group	14.35%	8-Nov-24	10,000[1]	10,000	10,000	9,815
Abex Limited	First ranking security over the assets of the Group	6.50%	31-Dec-26 With repayment installments of 1,083 thousand at the end of every quarter starting 30-Jun-24	6,500[1]	5,894	6,500	5,366
CJRE Maritime Pty Ltd 1	First ranking security over the assets of the Group	8.25%	31-Dec-26 With repayment installments of $666 thousand at the end of every quarter starting 30-Jun-24	4,000[1]	4,655	4,000	4,242
CJRE Maritime Pty Ltd 2	First ranking security over the assets of the Group	6.50%	31-Dec-26 With repayment installments of $750 thousand at the end of every quarter starting 30-Jun-24	4,500[1]	4,099	4,500	3,735

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Loan	Security	Nominal interest rate	Date of maturity	2024		2023	
				Face value ($'000)	Carrying value ($'000)	Face value ($'000)	Carrying value ($'000)
Elphinstone Holdings Pty Ltd	First ranking security over the assets of the Group	6.50%	31-Dec-26 With repayment installments of $833 thousand at the end of every quarter starting 30-Jun-24	5,000[1]	4,512	5,000	4,106
D.A.CH.S Capital AG	First ranking security over the assets of the Group	6.50%	31-Dec-26 With repayment installments of $500 thousand at the end of every quarter starting 30-Jun-24	3,000[1]	2,706	3,000	2,463
Ballarat Clarendon College	Secured against the freehold premises owned by the Group in Grassy	5.00%	31-Dec-24	800[2]	800	800	800
Elphinstone Holdings Pty Ltd	Unsecured	12.00%	22-Sep-24	1,000[1]	1,000	-	-
CJRE Maritime Pty Ltd 3	Unsecured	12.00%	22-Sep-24	3,000[1]	3,000	-	-
Abex Limited 2	Unsecured	12.00%	22-Sep-24	3,000[1]	3,000	-	-
D.A.CH.S Capital AG Bridge	First ranking security over the assets of the Group	14.35%	31-Aug-24	2,000[1]	2,000	-	-
CJRE Maritime Pty Ltd Bridge	Unsecured - to be secured upon shareholder approval	14.35%	31-Aug-24	2,000[1]	2,000	-	-
Abex Limited Bridge	Unsecured - to be secured upon shareholder approval	14.35%	31-Aug-24	2,000[1]	2,000	-	-
Elphinstone Holdings Pty Ltd Bridge	First ranking security over the assets of the Group	14.35%	31-Aug-24	2,000[1]	2,000	-	-
Chrysalis Investments Pty Ltd Standby	Unsecured	14.35%	31-Aug-24	1,500[1]	1,500	-	-
Abex Limited Standby	Unsecured	14.35%	31-Aug-24	1,500[1]	1,500	-	-

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

Loan	Security	Nominal interest rate	Date of maturity	2024		2023	
				Face value ($'000)	Carrying value ($'000)	Face value ($'000)	Carrying value ($'000)
CJRE Maritime Pty Ltd Standby 2	Unsecured - to be secured upon shareholder approval	12.00%	31-Aug-24	800[1]	800	-	-
Abex Limited Standby 2	Unsecured - to be secured upon shareholder approval	12.00%	31-Aug-24	1,500[1]	1,500	-	-
Pure Asset Management Pty Ltd Standby 2	First ranking security over the assets of the Group	12.00%	31-Aug-24	1,800[1]	1,518	-	-
Elphinstone Holdings Pty Ltd Standby 2	First ranking security over the assets of the Group	12.00%	31-Aug-24	1,250[1]	1,250	-	-
Attvest Insurance Premium Funding	Unsecured	4.21%	31-Aug-24	1,773	1,772	-	-
				69,623	**67,506**	**43,800**	**40,427**

[1] Subsequent to period end, these loans were subject to the Company's recapitalisation plan where all but $6.5m were extended and converted into ordinary shares in the Company. The repayment date of the remaining $6.5m was extended to 30 April 2027. Refer to Subsequent Events Note A31 for further detail.

[2] Subsequent to period end, the maturity date of this loan was extended to be 30 June 2026.

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between proceeds (net of transaction costs) and the redemption amount is recognised in the Consolidated Statement of Profit or Loss and Other Comprehensive Income over the period of the borrowings using the effective interest method.

Borrowings are removed from the Consolidated Statement of Financial Position when the obligation specified in the contract is discharged, cancelled, or expires. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in other income and expenses.

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period.

A25 OTHER LIABILITIES

	2024	2023
	$'000	$'000
Current	**78**	80
Non-current	**181**	245

On 18 January 2022, the Group was approved for a credit facility of $480,000 for the purchase of light vehicles from Toyota Finance Australia. Finance is available in tranches when each vehicle is available for purchase. Each tranche to be repaid over 60 months with interest fixed at the time of drawdown.

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

A26 DERIVATIVE LIABILITIES

	2024 $'000	2023 $'000
Movement in financial assets		
Balance at 1 July	-	11,859
Derecognised	-	(11,859)
Balance at 30 June	-	-

A27 CASH FLOW RECONCILIATION

Cash flows from operating activities	2024 $'000	2023 $'000
Loss after income tax expense for the year	**(133,577)**	(21,866)
Adjustments for:		
Impairment (Note B3)	**105,538**	
Depreciation and amortisation	**12,874**	3,421
Capitalised interest on loans	**1,741**	-
Financing expense	**2,269**	
Sale of mining equipment	**(1,330)**	-
Unwinding of discount/premium on provisions	**280**	8
Lease terminations	**(28)**	-
Non-cash granting/vesting options	**954**	3,079
Accrued deposit for land acquisition	**-**	(420)
Net loss on disposal of property, plant and equipment	**-**	197
Other non-cash adjustments	**352**	70
Change in prepayments and other receivables	**(2,298)**	1,164
Change in inventories	**(2,146)**	(2,710)
Change in trade and other payables	**1,022**	(1,572)
Change in provisions	**394**	303
Change in overburden in advance	**(13,796)**	361
Net cash flows from / (used in) operating activities	**(27,751)**	(17,965)

A28 COMMITMENTS

	2024 $'000	2023 $'000
Other liability commitment		
Within one year	**1,937**	2,657
One to five years	**420**	-
	2,357	2,657

Other liability commitments within one year includes the $1.9 million commitment for stage 2 of the Whyalla Beef land purchase. Other liabilities commitments between one and five years includes the $420,000 commitment to the King Island Council for the upgrade and development of infrastructure and community facilities in Grassy and surrounding areas.

A29 CONTINGENT LIABILITIES

There are no contingent liabilities to disclose as at 30 June 2024.

NOTES TO THE FINANCIAL STATEMENTS CONTINUED

A30 SEGMENT REPORTING

An operating segment is a component of the Group that engages in business activities whose operating results are reviewed regularly by the Group's Board and for which discrete financial information is available.

The Group is involved solely in the mining and processing of ore from the Dolphin Tungsten Mine and thus has a single operating segment.

Business and geographical segments

The results and financial position of the Group's single operating segment are prepared on a basis consistent with Australian Accounting Standards and thus no additional disclosures in relation to the revenues, profit or loss, assets and liabilities and other material items have been made. Entity-wide disclosures in relation to the Group's product and services and geographical areas are detailed below.

Products and services

The Group provides a single product of tungsten concentrate for sale.

Geographical areas

The Group's activities are located solely in Australia with sales being made to Europe.

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

A31 SUBSEQUENT EVENTS

Subsequent to period end, the repayment dates of all loans referenced from Note A24 were extended to 22 November 2024.

In addition, amendments were made to the May 2024 Bridge Facility Agreements to include an additional $7.7 million in short-term funding on the same terms and conditions of the pre-existing loans and a maturity date of 22 November 2024. The following amounts were borrowed under the original May 2024 Bridge Facility Agreements and increased facilities subsequent to period end.

Lender	Amounts Borrowed ($'000)
Abex Limited	$2,350
Elphinstone Holdings Pty Ltd	$1,000
Pure Asset Management Pty Ltd	$1,300
Chrysalis Investments Pty Ltd	$3,050

All of these lending arrangements, including those referenced from Note A24, were further amended under a recapitalisation plan as described below.

The Company also has debt owed to Ballarat Clarendon College debt of $0.8 million which was extended to a maturity date of 30 June 2026 and not subjected to the recapitalisation plan.

Recapitalisation

As announced on 4 December 2024, the Group reached an agreement with its secured lenders and certain major creditors to recapitalise the Company. The recapitalisation included the following significant events:

New Facilities

On 3 December 2024, the Company entered into new facility agreements with four of its existing lenders on the terms summarised below:

Lender	Facility available ($'000)
Abex Limited	$4,688
Elphinstone Holdings Pty Ltd	$7,125
Pure Asset Management Pty Ltd	$2,813
Chrysalis Investments Pty Ltd	$3,188

The maturity date of all new facilities is 30 April 2027 and the interest rate is 12% per annum. Interest is accrued up to 30 November 2025 and due and payable on that date with remaining interest accrued and payable quarterly thereafter with the first quarter ended 31 December 2025. A financial covenant exists for each of these facilities, which stipulates that each facility would fall due immediately if the aggregate of:

(a) The Group's cash balance;
(b) Any unutilised facility commitment; and
(c) Any unutilised commitment under another Debt Facility Agreement

is less than $3 million at any time.

As of the date of this signed financial report, each of the facilities has been fully drawn.

Changes to Key Management Personnel

In December 2024, the company reorganised its leadership and key management. The following changes occurred:

- Board Chair Johann Jacobs resigned and Kevin Pallas was appointed Executive Chairman.
- Managing Director Keith McKnight and Non-Executive Directors Gregory Hancock and Anthony Caruso resigned.
- New board appointments were Non-Executive Director Dale Elphinstone with Chris Ellis resigning as an Executive Director and continuing as a Non-Executive Director.
- Chief Financial Officer Michael Zannes resigned.

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A31 SUBSEQUENT EVENTS (CONTINUED)

Conversion of Outstanding Balances with Lenders and Creditors

The following parties agreed to convert loan principle, accrued interest and trade creditor balances into ordinary shares of the Company as summarised below.

Lenders

Lender	30 June 2024 Principal ($'000) [a]	30 June 2024 Interest Accrued ($'000) [b]	Loans Received Subsequent to Year-End Subject to Conversion ($'000) [c]	Interest Charged Subsequent to Year-End Subject to Conversion ($'000) [d]	Loans Not Converted ($'000) [e]	Principal & Interest Converted ($'000) (sum of [a] – [e])	Ordinary Shares Issued on Conversion ('000)
Abex Limited	$14,500	$1,499	$2,350	$1,326	$-	$19,675	4,651,390
Elphinstone	$9,250	$386	$1,000	$753	$-	$11,389	2,794,535
Pure Asset Management	$11,500	$202	$1,300	$1,306	$(6,500)	$7,808	1,952,453
DACHS	$5,000	$615	$-	$385	$-	$6,000	1,200,263
Chrysalis Investments Pty Ltd & CRJE Maritime Pty Ltd	$15,800	$1,770	$3,050	$1,444	$-	$22,064	5,252,299
State of Tasmania	$10,000	$136	$-	$355	$-	$10,491	2,623,044
Total	**$66,050**	**$4,608**	**$7,700**	**$5,569**	**$(6,500)**	**$77,427**	**18,473,984**

To summarise the converted amounts in the table above, the 30 June 2024 principal represents the face value of loans as reported in Note A24. Amounts converted include the $7.7 million loans disclosed above and all interest accrued up to 31 March 2025.

The exceptions include:

- $6.5 million in principal loaned by Pure Asset Management and included in the 30 June 2024 principal of which was amended to be due on 30 April 2027; and
- Interest on the State of Tasmania loan ($10.0 million) accrued after 15 November 2024.

Neither of these items were converted and remain outstanding as at the signing date of this financial report.

For clarity, the *New Facilities* described above were also not subject to conversion, mature on 30 April 2027 and are also unpaid as at the signing date of this financial report.

Major Creditors

Creditor	30 June 2024 ($'000) [a]	Payments Subsequent to Year-End ($'000) [b]	Creditor Balance Converted ($'000) (Sum of [a] + [b])	Ordinary Shares Issued on Conversion ('000)
Gekko	$2,974	$-	$2,974	594,831
Billing Cranes Pty Ltd	$366	$(146)	$220	44,000
Maxfield Drilling Pty Ltd	$615	$(115)	$500	100,000
Total	**$3,955**	**$(261)**	**$3,694**	**738,831**

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A31 SUBSEQUENT EVENTS (CONTINUED)

These creditors balances as at 30 June 2024 are recorded in *Trade and other payables.* Refer to Note A22.

The conversions for *Lenders* and *Major Creditors* were subject to shareholder approval which was obtained at a General Meeting of the Company held on 23 April 2025 and were completed on 30 April 2025 with the issue of 19.2 billion of ordinary shares in the Company.

New Equity

Each of the following parties agreed to subscribe for ordinary shares of the Company at a subscription price of $0.0035:

Party	Ordinary Shares Acquired ('000)	Cash Subscription Payments ($'000)
Pure Asset Management Pty Ltd	267,857	$938
Chrysalis Investments Pty Ltd	303,571	$1,063
Elphinstone Holdings Pty Ltd	678,571	$2,375
Abex Limited	446,428	$1,563

The subscriptions were subject to shareholder approval which was obtained at a General Meeting of the Company held on 23 April 2025. The ordinary shares were issued on 30 April 2025.

The following subscription amounts were prepaid to the Company by way of bridge facilities executed in March 2025, with amounts received between 14 March 2025 and 2 April 2025:

Party	Loaned Amounts ($'000)
Pure Asset Management Pty Ltd	$1,000
Chrysalis Investments Pty Ltd	$1,000
Elphinstone Holdings Pty Ltd	$1,000
Abex Limited	$1,000

These bridging facilities attract an interest of 12% per annum, repayable within 7 days of the repayment date. Repayment of these amounts occurred on the 28th and 29th of April 2025 when the principal amounts plus interest were deducted from the respective subscription price paid by each of the lenders upon issuance of the ordinary shares in the Company.

Warrants

The following parties agreed to receive warrants in the Company, granting each holder ordinary shares at an exercise price of $0.0035. If unexercised, the warrants expire on 31 October 2025.

Party	Number of Warrants ('000)
Pure Asset Management Pty Ltd	803,571
Chrysalis Investments Pty Ltd	910,714
Elphinstone Holdings Pty Ltd	2,035,714
Abex Limited	1,339,285
State of Tasmania	2,142,857

The issuance of warrants was subject to shareholder approval which was obtained at a General Meeting of the Company held on 23 April 2025. The warrants were issued on 30 April 2025.

Lodged by Financial Control

A31 SUBSEQUENT EVENTS (CONTINUED)

Facility with the State of Tasmania

On 4 April 2025, the Group entered into a facility agreement with the State of Tasmania for a facility of $7.5 million. The facility matures on 30 April 2027 and attracts interest at 12% per annum. Interest accruing up to 30 November 2025 is repayable on that date with all subsequent interest accruing daily and payable quarterly thereafter with the first quarter ended 31 December 2025. The facility carries the same financial covenant as described for the *New Loans* above.

On 15 May 2025, $7.5 million of the facility was drawn down.

Impact of Recapitalisation Plan

To illustrate the financial impact of the recapitalisation plan, set out below is a proforma balance sheet as at 30 June 2024. This presentation reflects the Group's financial position as if the transaction had occurred as of the balance sheet date, to show the overall effect on the Group's liquidity position. No other transactions since year end have been included and the proforma balance sheet reflects only the changes associated with the recapitalisation plan noted above.

	Actual Balance Sheet as at 30 June 2024 ($'000)	Impact of recapitalisation plan ($'000)	Proforma Balance Sheet as at 30 June 2024 ($'000)
Cash and cash equivalents	$809	$38,951	$39,760
Other current assets	$7,863	$-	$7,863
Total current assets	$8,672	$38,951	$47,623
Non-current assets	$28,464	$-	$28,464
Total assets	**$37,136**	**$38,951**	**$76,087**
Trade and other payables	$13,697	$(3,643)	$10,054
Borrowings (current)	$49,144	$(47,372)	$1,772
Other current liabilities	$2,989	$-	$2,989
Total current liabilities	$65,830	$(51,015)	$14,815
Borrowings (non-current)	$18,362	$14,251	$32,613
Other non-current liabilities	$10,353	$-	$10,353
Total non-current liabilities	$28,715	$14,251	$42,966
Total liabilities	**$94,545**	**$(36,764)**	**$57,781**
Equity	**$(57,409)**	**$75,715**[1]	**$18,306**

[1] *This figure differs from the total principal, interest and creditors converted as provided previously in this note. This is due to the conversion of loans at face value compared to the Borrowings figures in the Pro Forma Balance Sheet as at 30 June 2024 that are recorded at a carrying value net of an equity component attributable to the debt under the accounting principles pertaining to compound financial instruments.*

Other Subsequent Events

Options Issued to Related Party

On 30 April 2025, the Company issued the following options to Kevin Pallas, Executive Chairman. The options do not carry any vesting conditions:

- 38.0 million with an exercise price of $0.0104 and expiry date of 30 April 2028
- 38.0 million with an exercise price of $0.0052 and expiry date of 30 April 2027

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

A31 SUBSEQUENT EVENTS (CONTINUED)

Exercise, Expiry and Lapsing of Options and Warrants

The following options issued under the Company's Equity Incentive Plan expired subsequent to period end:

1.0 million G6MAB options expiring 15 October 2024, exercisable at $0.11
1.0 million G6MAC options expiring 15 October 2024, exercisable at $0.13
1.0 million G6MAD options expiring 15 October 2024, exercisable at $0.15
1.0 million G6MAG options expiring 30 August 2024, exercisable at $0.15
1.0 million G6MAE options expiring 30 August 2024, exercisable at $0.10
1.0 million G6MAF options expiring 30 August 2024, exercisable at $0.12
21.1 million G6MAK options expiring 31 January 2025, exercisable at $0.28

The following options issued under the Company's Equity Incentive Plan lapsed subsequent to period end and upon cessation of employment:

2.5 million G6MAM options expiring 14 July 2026, exercisable at $0.18
2.5 million G6MAN options expiring 14 July 2027, exercisable at $0.20
2.5 million G6MAO options expiring 14 July 2028, exercisable at $0.22

The following shares were issued subsequent to period end as a result of the exercise of options:

7.0 million G6MAA options exercised at $0.00 for an issuance of 7.0 million fully paid shares

The following warrants expired subsequent to period end:

50.9 million G6MAI warrants expiring on 10 June 2024, 10 December 2024 and 10 June 2025, exercisable at $0.196

Renewal of Exploration License

Subsequent to period end, the Group renewed its Exploration Licence EL19/2001 at Grassy, King Island (63 sq kms) with an expiry date of 14 December 2026.

Receipt of R&D Tax Incentive Claim

On 24 June 2025, the Company received $2.1 million which represented the financial year 2024 R&D tax incentive plus interest.

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

SECTION B - RISK AND JUDGEMENT

This section outlines the key judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year. This section also outlines the significant financial risk the Group is exposed, to which the directors would like to draw the attention of the readers.

B1. FINANCIAL RISK MANAGEMENT

Overview

This Note presents information about the Group's exposure to credit, liquidity and market risks, their objectives, policies and processes for measuring and managing risk, and the management of capital.

Exposure limits are reviewed by management on a continuous basis. The Group does not enter or trade financial instruments, including derivative financial instruments, for speculative purposes.

The Board of directors has overall responsibility for the establishment and oversight of the risk management framework. Management monitors and manages the financial risks relating to the operations of the Group through regular reviews of the risks.

Credit Risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations.

At the reporting date, there were no significant credit risks in relation to trade receivables.

For the Group, credit risk arises from receivables due from subsidiaries.

Cash and cash equivalents

The Group limits its exposure to credit risk by only investing in liquid securities and only with counterparties that have an acceptable credit rating.

Exposure to credit risk

The carrying amount of the Group's financial assets represents the maximum credit exposure. The Group's maximum exposure to credit risk at the reporting date was:

	2024	2023
	$'000	$'000
Interest-bearing financial instruments		
Current		
Cash and cash equivalent	**809**	9,032
Prepayments and other receivables	**2,881**	588
Deposits	**127**	50
	3,817	9,670
Non-current		
Deposits	**2,901**	3,378

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B1. FINANCIAL RISK MANAGEMENT (CONTINUED)

Impairment losses

None of the Group's other receivables are past due (2023: Nil).

Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The Group's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

The Group manages liquidity risk by monitoring the level of expected cash inflows on trade and other receivables together with expected cash outflows on trade and other payables through detailed cash flow forecasting. In addition, it ensure that it maintains adequate cash reserves from funds raised in the market or loans from its senior lending group. The group has $1 million of undrawn loan facilities at 30 June 2024.

The decision on how the Group will raise future capital will depend on market conditions existing at that time.

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

B1. FINANCIAL RISK MANAGEMENT (CONTINUED)

The following are the contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of netting agreements:

	Carrying amount ($'000)	Contracted cash flows ($'000)	6 months or less ($'000)	6 – 12 months ($'000)	1 – 2 years ($'000)	2 – 5 years ($'000)	5 years plus ($'000)
30 June 2024							
Trade and other payables	**13,698**	**13,698**	**13,607**	**91**	**-**	**-**	**-**
Borrowings	**67,507**	**67,507**	**43,778**	**5,367**	**12,370**	**5,992**	**-**
Lease liabilities	**4,202**	**4,202**	**1,165**	**873**	**1,425**	**739**	**-**
	85,407	**85,407**	**58,550**	**6,331**	**13,795**	**6,731**	**-**
30 June 2023							
Trade and other payables	12,755	12,755	6,387	6,368	-	-	-
Borrowings	40,427	40,427	167	4,835	20,285	14,424	715
Lease liabilities	8,584	8,584	3,569	1,668	1,694	1,655	-
	61,766	**61,766**	**10,123**	**12,871**	**21,979**	**16,078**	**715**

Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

Currency risk

Foreign currency risk arises from transactions denominated in currencies other than the respective functional currencies of Group entities. The Group is exposed primarily through export sales denominated in USD. The Group is currently unhedged against foreign currency risk.

The closing AUD:USD exchange rate for the year ended 30 June 2024 was 0.6624 and the average exchange rate throughout the year was 0.6556.

A 10% change in the foreign exchange rate would have increased / decreased profit and loss by $1,364,814 / ($1,116,666) respectively. This analysis assumes that all other variables remain constant.

Interest rate risk

The Group is exposed to interest rate risk (primarily on its cash, cash equivalents and loans), which is the risk that a financial instrument's value will fluctuate as a result of changes in the market interest rates on interest-bearing financial instruments. The Group does not use derivatives to mitigate these exposures.

The Group adopts a policy of ensuring that as far as possible it maintains excess cash and cash equivalents in short term deposit at interest rates maturing over 30-day rolling periods

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B1. FINANCIAL RISK MANAGEMENT (CONTINUED)

Profile

At the reporting date the interest rate profile of the Group's and the Group's interest-bearing financial instruments was:

	2024 $'000	2023 $'000
Fixed rate instruments		
Financial assets	**127**	50
Financial liabilities	**(46,507)**	(39,437)
	(46,380)	(39,387)
Variable rate instruments		
Financial assets	**809**	9,032
Financial liabilities	**(21,000)**	(9,900)
	(20,191)	(868)

Fair value sensitivity analysis for fixed rate instruments

The Group has accounted for interest-bearing financial instruments at fair value through the Consolidated Statement of Profit or Loss and Other Comprehensive Income or amortised cost. Therefore, a change in interest rates at the reporting date would affect profit or loss.

A change of 100 basis points in interest rates at the end of the financial year would have increased / decreased profit and loss by $1,112,270 / (1,006,282) (2023: $332,238 / ($330,497)). This analysis assumes that all other variables remain constant.

Cash flow sensitivity analysis for variable rate instruments

A change of 100 basis points in interest rates at the end of the financial year would have increased / decreased profit and loss by $122,744 / ($112,553) (2023: $$121,644 / ($177,618)). This analysis assumes that all other variables remain constant.

Commodity Price Risk

The Group is exposed to the risk of fluctuations in prevailing market commodity prices of Ammonium Paratungstate (APT) which is used as a benchmark for selling WO_3 concentrate. The market price of APT is a key driver in the Group's capacity to generate cash flow. The Group is currently unhedged against commodity price risk.

A 10% change in the APT price at the end of the financial year would have increased / decreased profit and loss by $1,249,381 / ($1,249,381) respectively. This analysis assumes that all other variables remain constant.

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

B1. FINANCIAL RISK MANAGEMENT (CONTINUED)

Capital and Reserves Management

The Group's objectives when managing capital and reserves are to safeguard the Group's ability to continue as a going concern, to maintain a strong capital base sufficient to maintain future exploration and development of its projects. In order to maintain or adjust the capital and reserve structure, the Group may return capital to shareholders, issue new shares or sell assets to reduce debt. The Group's focus has been to raise sufficient funds through equity and debt to fund ongoing operations, exploration and development activities.

There were no changes in the Group's approach to capital management during the year. Risk management policies and procedures are established with regular monitoring and reporting.

Neither the Group nor any of its subsidiaries are subject to externally imposed capital requirements.

B2 DETERMINATION OF FAIR VALUES

Several of the Group's accounting policies and disclosures require the determination of fair value, for both financial and non-financial assets and liabilities. Fair values have been determined for measurement and/or disclosure purposes based on the following methods. When applicable, further information about the assumptions made in determining fair values is disclosed in the Notes specific to that asset or liability.

Trade and other receivables

The fair value of trade and other receivables, excluding construction work in progress but including any service concession receivables, is estimated as the present value of future cash flows, discounted at the market rate of interest at the reporting date. This fair value is determined for disclosure purposes or when acquired in a business combination.

Derivative financial liabilities

The Group initially measures and recognises derivative financial instruments by calculating the fair value of the instruments using the discounted cash flow method net of the fair value of warrants issued. The Group utilises a combination of the discounted cash flow (DCF) method together with the fair value of the warrants issued. The DCF involves the projection of a series of cash flows and to this an appropriate market derived discount rate is applied to establish the present value of the income stream. The Group determines the fair value of warrants issued using the Black Scholes option valuation methodology which considers the risk-free interest rate and share price volatility. Expected volatility is estimated by considering historic average share price volatility. The risk-free interest rate is based on government bonds. At each reporting date, a revaluation of the fair value of the financial asset is undertaken with any change to the fair value being recorded in the Consolidated Statement of Profit or and Loss and Other Comprehensive Income.

Non-derivative financial liabilities

Fair value, which is determined for disclosure purposes, is calculated based on the present value of future principal and interest cash flows, discounted at the market rate of interest at the reporting date.

Share-based payment transactions

The fair value of the share options is measured using the binomial model. Measurement inputs include share price on measurement date, exercise price of the instrument, expected volatility (based on weighted average historic volatility adjusted for changes expected due to publicly available information), weighted average expected life of the instruments (based on historical experience and general option holder behaviour), expected dividends, and the risk-free interest rate (based on government bonds). Service and non-market performance conditions attached to the transactions are not taken into account in determining fair value.

NOTES TO THE FINANCIAL STATEMENTS CONTINUED

B3 IMPAIRMENT

The carrying amounts of the Group's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated (see below).

For intangible assets that are not yet available for use, the recoverable amount is estimated annually, or when facts and circumstances suggest the carrying amount may exceed its recoverable amount.

An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses are recognised in the Consolidated Statement of Profit or Loss and Other Comprehensive Income unless the asset has been re-valued previously, in which case the impairment loss is recognised as a reversal to the extent of the previous revaluation with any excess recognised through the Consolidated Statement of Profit or Loss and Other Comprehensive Income.

Impairment losses recognised in respect of cash generating units are allocated first to reduce the carrying amount of any goodwill allocated to the cash generating unit (group of units) and then, to reduce the carrying amount of the other assets in the unit (group of units) on a pro-rata basis.

Calculation of recoverable amount

The recoverable amount of other assets is the greater of their fair value less costs to sell and value in use. In assessing the recoverable amount, the estimated future cash flows are discounted to their present value using a post-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash generating unit to which the asset belongs.

Reversals of impairment

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

Current year assessment

Management undertook an impairment indicators assessment on 30 June 2024 and concluded that impairment indicators were present, in particular in relation to a market capitalisation deficiency compared to the carrying amount of the Group's net assets.

The existence of impairment indicators at 30 June 2024 required management to carry out impairment testing on the Cash Generating Unit (CGU) whereby the carrying amount of the CGU was compared against the recoverable amount. Recoverable amount is the higher of the CGU's Fair Value Less Cost of Disposal (FVLCD) or Value in Use (VIU). For the purpose of impairment testing, management have identified one CGU being the net assets representing the Dolphin mine.

In revising its life of mine plan, one stage of the plan was assessed to be sub economic in the current environment. As a result, Overburden in Advance of $2.8M which attaches to that stage is estimated to not be recoverable in the future and was fully impaired.

The Group calculated the recoverable amount of the G6M CGU based on a Fair Value Less Cost of Disposal (FVLCD) calculation. The calculation was represented by a discounted cash flow model using key assumptions consistent with those used to calculate the Group's life of mine (LoM) cash flow forecasts, including key commodity price, discount rate and foreign exchange assumptions. The FVLCD is based primarily on Level 3 inputs as defined in note B1 'Financial risk management' unless otherwise noted. The key judgments and assumptions used in the calculations are:

Long-term commodity price: USD $325/mtu

Commodity prices were based on short-term market prices, including those being realised by the Company. The forecasts assume that these short-term market prices will revert to the Group's assessment of the long-term price.

B3 IMPAIRMENT (CONTINUED)

Discount rate: 10% WACC (real, post-tax)

The discount rate was derived using the weighted average cost of capital methodology. Adjustments to the rates are made for any risks that are not reflected in the underlying cash flows.

Long-term exchange rate: AUD: USD 0.71

Long-term exchange rate estimates were based on published long-term forecasts by industry experts.

Cash outflows (including operating costs, capital expenditure, and closure costs)
Cash outflows are based on internal budgets and forecasts and life of mine plans. Cost assumptions reflect management experience and expectations. In the case of Fair Value Less Cost of Disposal (FVLCD), cash flow projections include the anticipated cash flow effect of any capital expenditure to enhance production or reduce cost where a market participant may take a consistent view. In addition, the cashflow projections include necessary capital expenditure for infrastructure and mine development necessary to mine underground ore bodies.

Future production volumes
Estimated production volumes were based on detailed data and took into account development plans established by management as part of the Group's long-term planning process. When estimating FVLCD, assumptions reflect all reserves that a market participant would consider when valuing the respective CGU. Plant recoveries were estimated based on expected, nameplate performance of the processing plant as designed and with consideration to capital expenditure cash flows aimed at improving recovered metal. The long-term recovery assumption adopted in the projected production volumes is 70%. Plant feed grade estimates range from 0.70 %WO_3 to 1.35 %WO_3. The grade estimates are based on the Reserve grades that have previously resulted from geological studies. The estimation of timing of grade to be put through the plant is based on life of mine plans.

As disclosed above, management has determined an impairment charge of $2.8 million specifically for overburden in advance (non- current asset). Additionally, an impairment charge of $102.7 million has been recognised as the carrying value of the G6M CGU of $122.3 million exceeded its recoverable amount of $19.6 million. The impairment is primarily driven by:

- revisions to the life of mine plan, removing stages that had become sub economic in the current environment[1];
- rising costs due to inflationary factors;
- necessary expenditure for process plant upgrades following poor performance and required rectifications; and
- lower metal recovery expectations based on historical plant performance.

The impairment of $102.7 million has been allocated proportionally across the processing plant assets, based on the written-down values of Property, Plant and Equipment, Right-of-Use Assets, and Mine Properties prior to the impairment assessment.

In assessing the recoverable amount of the G6M CGU and its sensitivity to changes in estimates of the key assumptions disclosed above, any degree of change to key assumptions would result in a change to the recoverable amount and either a reversal or increase to the impairment charge.

[1] In this respect, the total ore used in the discounted cashflows model for the purposes of determining the FVLCD contains deviations from the Reserves Statement in the Directors' Report. Although management judges that certain aspects of the life of mine are not currently economically suitable given the forward assumptions at this point in time (such as long-term commodity price and exchange rate assumptions) this does not necessitate a change to the Mine Inventory reported in the Reserves table until such a time and only if that judgment becomes clearly pervasive or permanent.

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

B4 FINANCIAL INSTRUMENTS

Effective interest rates and repricing analysis

In respect of income-earning financial assets and interest-bearing financial liabilities, the following table indicates their effective interest rates at the reporting date and the periods in which they reprice.

	Effective interest rate %	Total $'000	6 months or less $'000	6 - 12 months $'000	1 - 2 years $'000	2 - 5 years $'000	More than 5 years $'000
2024							
Cash and cash equivalents	1.13%	**809**	809	-	-	-	-
Borrowings:	-	**-**	-	-	-	-	-
Tasmanian Government	9.23%	**10,000**	1,002	1,002	2,004	5,992	-
Pure Asset Management Pty Ltd	14.30%	**10,000**	10,000	-	-	-	-
Abex Limited	6.50%	**5,894**	2,167	1,083	2,644	-	-
CJRE Maritime Pty Ltd 1	8.25%	**4,655**	1,333	667	2,655	-	-
CJRE Maritime Pty Ltd 2	6.50%	**4,099**	1,500	750	1,849	-	-
Elphinstone Holdings Pty Ltd	6.50%	**4,512**	1,667	833	2,012	-	-
D.A.CH.S Capital AG	6.50%	**2,706**	1,000	500	1,206	-	-
Ballarat Clarendon College	5.00%	**800**	800	-	-	-	-
Elphinstone Holdings Pty Ltd	12.00%	**1,000**	1,000	-	-	-	-
CJRE Maritime Pty Ltd 3	12.00%	**3,000**	3,000	-	-	-	-
Abex Limited 2	12.00%	**3,000**	3,000	-	-	-	-
D.A.CH.S Capital AG Bridge	14.35%	**2,000**	2,000	-	-	-	-
CJRE Maritime Pty Ltd Bridge	14.35%	**2,000**	2,000	-	-	-	-
Abex Limited Bridge	14.35%	**2,000**	2,000	-	-	-	-
Elphinstone Holdings Pty Ltd Bridge	14.35%	**2,000**	2,000	-	-	-	-
Chrysalis Investments Pty Ltd Standby	14.35%	**1,500**	1,500	-	-	-	-
Abex Limited Standby	14.35%	**1,500**	1,500	-	-	-	-
CJRE Maritime Pty Ltd Standby 2	12.00%	**800**	800	-	-	-	-
Abex Limited Standby 2	12.00%	**1,500**	1,500	-	-	-	-
Pure Asset Management Pty Ltd Standby 2	12.00%	**1,518**	1,518	-	-	-	-
Elphinstone Holdings Pty Ltd Standby 2	12.00%	**1,250**	1,250	-	-	-	-
Attvest Insurance Premium Funding	4.21%	**1,773**	1,241	532	-	-	-
Lease Liabilities	7.54%	**4,203**	1,165	873	1,425	740	-
Other Liabilities	7.22%	**258**	38	40	83	97	-
		72,777	45,790	6,280	13,878	6,829	-

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

B4 FINANCIAL INSTRUMENTS (CONTINUED)

2023	Effective interest rate %	Total $'000	6 months or less $'000	6 - 12 months $'000	1 - 2 years $'000	2 - 5 years $'000	More than 5 years $'000
Cash and cash equivalents	2.22%	**9,032**	9,032	-	-	-	-
Borrowings:	-	-	-	-	-	-	-
Tasmanian Government	7.75%	**9,900**	167	1,002	2,004	6,012	715
Pure Asset Management Pty Ltd	8.25%	9,815	-	-	9,815	-	-
Abex Limited	6.50%	**5,366**	-	1,083	2,167	2,116	-
CJRE Maritime Pty Ltd 1	8.25%	**4,241**	-	667	1,333	2,241	-
CJRE Maritime Pty Ltd 2	6.50%	**3,735**	-	750	1,500	1,485	-
Elphinstone Holdings Pty Ltd	6.50%	**4,106**	-	833	1,667	1,606	-
D.A.CH.S Capital AG	6.50%	**2,463**	-	500	1,000	963	-
Ballarat Clarendon College	5.00%	**800**	-	-	800	-	-
Lease Liabilities	7.54%	**8,584**	3,568	1,668	1,694	1,655	-
Other Liabilities	7.54%	**325**	29	37	78	181	-
		58,367	12,796	6,540	22,058	16,259	715

Fair value

The fair values, together with the carrying amounts shown in the Consolidated Statement of Financial Position, are as follows:

	Carrying amount 2024 $'000	**Fair value 2024** $'000	**Carrying amount 2023** $'000	**Fair value 2023** $'000
Cash and cash equivalents	809	809	9,032	9,032
Trade and other receivables	2,881	2,881	588	588
Trade and other payables	(13,697)	(13,697)	(12,755)	(12,755)
Lease liabilities	(4,203)	(4,203)	(8,584)	(8,584)
Loan payable	(67,507)	(67,507)	(40,427)	(40,427)
Other liabilities	(259)	(259)	(325)	(325)
Total	**(81,976)**	**(81,976)**	**(52,471)**	**(52,471)**

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

SECTION C - KEY MANAGEMENT PERSONNEL DISCLOSURES AND RELATED PARTIES

This section includes information about key management personnel's remunerations, related parties' information and any transactions key management personnel or related parties may have had with the Group during the year.

C1 KEY MANAGEMENT PERSONNEL EXPENSES

Share-based payment transactions

The grant date fair value of equity-settled share-based payment awards granted is generally recognised as an expense, with a corresponding increase in equity, over the vesting period of the awards. The amount recognised as an expense is adjusted to reflect the number of awards for which the related service and non-market performance conditions are expected to be met, such that the amount ultimately recognised is based on the number of awards that meet the related service and non-market performance conditions at the vesting date.

Wages, salaries, and annual leave

Liabilities for benefits such as wages and salaries represent present obligations resulting from services provided to the reporting date, calculated at undiscounted amounts based on remuneration wage and salary rates that the Group expects to pay as at the reporting date.

	2024	2023
	$	$
Salaries and fees	**1,031,226**	419,657
Consulting charges	**202,000**	595,870
Cash bonus	**264,574**	160,700
Superannuation	**96,544**	44,552
	1,594,344	1,220,779
Non-cash key management personnel expense from granting of options to directors	**954,089**	1,040,702
Non-cash benefits	**14,400**	-
Total key management personnel expenses	**2,562,834**	2,261,481

Non-cash expense from the granting of options to directors

On 14 July 2023, the Group issued 10,500,000 unlisted performance options to employees. Tranche 1 issued 3,500,000 options with an expiry date of 14 July 2026. Tranche 2 issued 3,500,000 with an expiry date of 14 July and Tranche 3 issued 3,500,000 options with an expiry date of 19 July 2028. The tranches have an exercise price of $0.18, $0.20 and $0.22 respectively.

The Group measures the cost of share warrants/options granted by reference to the fair value of the equity instrument at the date at which they are granted. The fair value of the warrants/options at the grant date is determined using the Black Scholes model.

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

C2 KEY MANAGEMENT PERSONNEL DISCLOSURES

Individual directors and executive compensation disclosures

Information regarding individual directors and executives' compensation and some equity instruments disclosures are required by Corporation Regulation 2M.3.03 and provided in the remuneration report section of the Directors' Report.

Apart from the details disclosed in this Note, no director has entered into a material contract with the Company or the Group since the end of the previous financial year and there were no material contracts involving directors interests existing at year-end.

Executives' and directors transactions with the Company or its controlled entities

Aggregate amounts payable to executives', directors and their director related entities for unpaid directors' fees, statutory superannuation owed to each superannuation fund, and consulting fees at the reporting date were as follows:

	Transaction value for 12 months ended 30-Jun-24 $	Transaction value for 12 months ended 30-Jun-23 $	**Balance outstanding 30-Jun-24 $**	Balance outstanding 30-Jun-23 $	**Terms**
Johann Jacobs	**176,000**	244,801	**159,034**	140,800	Payable at call
Christopher Ellis	**56,277**	29,172	**22,478**	-	Payable at call
Gregory Hancock	**56,277**	29,172	**18,759**	-	Payable at call
Tony Caruso	**10,895**	-	**-**	-	Payable at call
Keith McKnight	**631,368**	500,200	**220,000**	35,000	Payable at call
Michael Zannes	**447,273**	116,114	**72,000**	-	Payable at call
Megan McPherson	**216,254**	301,320	**-**	-	Payable at call
Total	**1,594,344**	1,220,779	**492,271**	175,800	

The terms and conditions of the transactions with directors or their director related entities, outlined above, were no more favourable than those available, or which might reasonably be expected to be available, on similar transactions to non-Director-related entities on an arm's length basis.

C3 RELATED PARTY DISCLOSURES

Identity of related parties

The Group has a related party relationship with its subsidiaries (refer Note C4) and with its directors and executive officers (refer Note C2).

Other related party transactions

The classes of non-director related parties are:

- Wholly owned subsidiaries;
- Partly owned subsidiaries;
- Commonly controlled subsidiaries;
- Joint ventures;
- Associates; and
- Directors of related parties and their personally related entities.

The following related party transaction charges for directors' fees, consulting fees, underwriting fees and loans advanced to the Group were made with the Group on normal terms and conditions and in the ordinary course of business:

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

C3 RELATED PARTY DISCLOSURES (CONTINUED)

Johann Jacobs (Chairman)

The Group continued to utilise consulting services through a company related to Mr Jacobs, as amended effective from 1 July 2023. The material terms of this agreement were:

(a) Provision of executive services to the Group by Mr Jacobs.
(b) Mr Jacobs services were required to be requested by the Group.
(c) Consulting fees were payable to the company related to Mr Jacobs at a nominal rate of $2,200 per day (excluding GST). Notwithstanding this agreement, Mr Jacobs agreed to charge the Company at a rate of $1,800 per day. Consulting fees were charged by the company related to Mr Jacobs for the period ending 30 June 2024 total $97,000 (2023: $210,870). As at 30 June 2024, these fees were accrued and were paid in December 2024.
(d) These fees are in addition to the $79,000 Chairman fees payable to Mr Jacobs ($33,931 per annum), plus statutory superannuation. As at 30 June 2024, $62,034 of the Chairman's fee was accrued and was paid in December 2024.

As previously reported, on 27 June 2023, 250,000 fully paid ordinary shares were issued to an entity related to Mr Jacobs at $0.14 per share to raise $35,000 under the share placement announced to market on 8 May 2023 (**Placement Shares)**.

On 11 July 2023, 166,667 free attaching unquoted options to the Placement Shares (exercise price $0.21, expiry date 30 June 2025) were issued to an entity related to Mr Jacobs following the closure of the Share Purchase Plan. Shareholder approval of the issue of the Placement Shares and unquoted options was obtained at the Company's Extraordinary General Meeting held on 15 June 2023.

The option Vesting Condition B of 4,000,000 Category B performance Options was satisfied following the first shipment of WO_3 concentrate announced to the market on 19 July 2023.

Christopher Ellis (Executive Director for the period)

During the period, the Group issued drawdown notices on an unsecured short-term debt facility of $3,000,000, and a bridge finance debt facility of $2,000,000 from CJRE Maritime Pty Ltd, a company related to Mr Ellis. The two facilities are fully drawn on 30 June 2024. Subsequent to year end, the term and the termination dates of the two facilities were extended to 22 November 2024.

During the period, the Group issued drawdown notices on a further unsecured short-term debt facility of $1,500,000 from Chrysalis Investments Pty Ltd ATF the Ellis Family Trust, a company related to Mr Ellis. The facility is fully drawn on 30 June 2024. Subsequent to year end, the term and the termination dates of the two facilities were extended to 22 November 2024.

During the period, the Group also issued drawdown notices on a second bridge finance debt facility of $1,000,000 from CJRE Maritime Pty Ltd, a company related to Mr Ellis. As at 30 June 2024, $800,000 was drawn under the second bridge finance debt facility. Subsequent to year end, the commitment amount was increased by $1,350,000 to $3,850,000 and the term and the termination date was extended to 22 November 2024. The loans were negotiated on an arm's length basis. The terms of the loan agreements are detailed in Note A24.

This is in addition to Mr Ellis' Director fees payable of $50,700 for the year plus statutory superannuation. As at 30 June 2024, $20,250 of the Director's fee was accrued and unpaid.

A further 28,571,428 fully paid ordinary shares were issued to an entity related to Mr Ellis on 27 June 2023 at $0.14 per share to raise $4,000,000 under the share placement announced to market on 8 May 2023 (**Placement Shares**).

On 11 July 2023, 23,809,527 free attaching unquoted options to the Conversion & Placement Shares (exercise price $0.21, expiry date 30 June 2025) were issued to an entity related to Mr Ellis following the closure of the Share Purchase Plan. Shareholder approval of the issue of the Conversion Shares, Placement Shares and unquoted options was obtained at the Company's Extraordinary General Meeting held on 15 June 2023.

The option Vesting Condition B of 4,000,000 Category B performance Options was satisfied following the first shipment of WO_3 concentrate announced to the market on 19 July 2023.

NOTES TO THE FINANCIAL STATEMENTS CONTINUED

C3 RELATED PARTY DISCLOSURES (CONTINUED)

Gregory Hancock (Non-Executive Director)

The Group continues to utilise consulting services through a company related to Mr Hancock, as amended effective from 1 July 2023. The material terms of this agreement are:

(a) Provision of consulting services to the Group by Mr Hancock.
(b) Mr Hancock's services are required to be requested by the Group.
(c) Consulting fees are payable to the company related to Mr Hancock at a rate of $2,200 per day (excluding GST) on an as-required basis. No consulting fees were charged by the company to Mr Hancock for the period ending 30 June 2024 (2023: $nil).
(d) Mr Hancock's Director fees payable for the period ending 30 June 2024 was $50,700, plus statutory superannuation. As at 30 June 2024, $16,900 of the Director's fee was accrued and unpaid.

The option Vesting Condition B of 4,000,000 Category B performance Options was satisfied following the first shipment of WO_3 concentrate announced to the market on 19 July 2023.

Tony Caruso (Non-Executive Director)

Mr Caruso's Director fees is payable of $50,700 for the year plus statutory superannuation. As at 30 June 2024, there was no amount of the Director's fee accrued and unpaid.

Keith McKnight (Managing Director and Chief Executive Officer)

During the financial year ended 30 June 2024, an entity controlled by Mr McKnight was paid a consultancy fee at the rate of $35,000 per month for the first three months of the financial year to be the Managing Director and Chief Executive Officer of the Group. Consultancy fees charged by the entity controlled by Mr. McKnight for the year ended 30 June 2024 total $105,000 (2023: $385,000).

As at 1 October 2023 Keith's services as CEO and MD changed from a consultancy agreement, through his private company to that as an employee of G6M, on the same terms and conditions. During the four months commencing 1 October 2023, Mr McKnight was paid at a rate of $420,000 p.a. including statutory superannuation to be the Managing Director and Chief Executive Officer of the Group. Thereafter, Mr McKnight was paid at a rate of $441,000 p.a. including statutory superannuation. Annual and long service leave entitlements accrue to Mr. McKnight. Mr McKnight was awarded a $200,000 bonus for the year ended 30 June 2024. This has been accrued.

As previously reported, on 27 June 2023, 214,286 fully paid ordinary shares were issued to entities related to Mr McKnight at $0.14 per share to raise $30,000 under the share placement announced to market on 8 May 2023 (**Placement Shares**).

On 11 July 2023, 142,857 free attaching unquoted options to the Placement Shares (exercise price $0.21, expiry date 30 June 2025) were issued to an entity related to Mr McKnight following the closure of the Share Purchase Plan. Shareholder approval of the issue of the Placement Shares and unquoted options was obtained at the Company's Extraordinary General Meeting held on 15 June 2023.

On 14 July 2023, 2,500,000 unquoted options (exercise price of $0.18, expiry 2026), 2,500,000 unquoted options (exercise price of $0.20, expiry 2027) and 2,500,000 unquoted options (exercise price of $0.22, expiry 2028) were issued to an entity related to Mr McKnight as non-cash remuneration for being the Chief Executive Officer of the Group. Shareholder approval of the issue of the unquoted options was obtained at the Company's Extraordinary General Meeting held on 15 June 2023.

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C3 RELATED PARTY DISCLOSURES (CONTINUED)

Michael Zannes (Chief Financial Officer)

During the financial year ended 30 June 2024, Mr Zannes was paid at a rate of $360,000 including statutory superannuation (2023: $116,114) to be the Chief Financial Officer. Annual and long service leave entitlements accrue to Mr. Zannes. Mr Zannes was awarded a $72,000 bonus during the year ended 30 June 2024. This has been accrued.

On 15 May 2023, 142,857 fully paid ordinary shares were issued to Mr Zannes at $0.14 per share to raise $20,000 under the share placement announced to market on 8 May 2023 (**Placement Shares**).

On 11 July 2023, 95,238 free attaching unquoted options to the Placement Shares (exercise price $0.21, expiry date 30 June 2025) were issued to Mr Zannes following the closure of the Share Purchase Plan.

Megan McPherson (Company Secretary)

During the financial year ended 30 June 2024, Ms McPherson was paid at a rate of $189,871 including statutory superannuation (2023: $280,000) to be the Company Secretary. Annual and long service leave entitlements accrue to Ms McPherson.

On 15 May 2023, 107,143 fully paid ordinary shares were issued to Ms McPherson at $0.14 per share to raise $15,000 under the share placement announced to market on 8 May 2023 (**Placement Shares**).

On 11 July 2023, 71,429 free attaching unquoted options to the Placement Shares (exercise price $0.21, expiry date 30 June 2025) were issued to Ms McPherson following the closure of the Share Purchase Plan.

On 14 July 2023, 1,000,000 unquoted options (exercise price of $0.18, expiry 2026), 1,000,000 unquoted options (exercise price of $0.20, expiry 2027) and 1,000,000 unquoted options (exercise price of $0.22, expiry 2028) were issued to Ms McPherson as non-cash remuneration for her tenure as Chief Financial Officer/Company Secretary of the Group.

Summary of related party transactions

The following related party transaction charges for director's fees, consulting fees and loans advanced to the Group were made with the Group on normal terms and conditions and in the ordinary course of business:

	Transaction value for 12 months ended		**Balance Outstanding**		
	30 June 2024	30 June 2023	**30 June 2024**	30 June 2023	Terms
Directors' fees	**190,215**	83,877	**99,184**	16,965	Payable at call
Consulting fees	**202,000**	595,870	**97,000**	158,835	Payable at call
Cash bonus	**179,372**	160,700	**-**	-	Payable at call
Executive salary	**297,488**	335,780	**7,883**	-	Payable at call
	869,075	1,176,227	**204,067**	175,800	
Non-cash remuneration					
Options remuneration	**954,089**	1,040,702	**-**	-	Refer Note C1
Loan funding					
Debt facilities	**8,000,000**	-	**-**	-	Refer Note A24

NOTES TO THE FINANCIAL STATEMENTS CONTINUED

C4 CONSOLIDATION ENTITIES

	Country of incorporation	Ownership Interest **2024** **%**	Ownership Interest 2023 %
Parent entity			
Group 6 Metals Limited	Australia	**-**	-
Subsidiaries			
Scheelite Management Pty Ltd	Australia	**100%**	100%
GTN Tanzania Pty Ltd	Tanzania	**100%**	100%
GTN Operations Pty Ltd	Tanzania	**65%**	65%
Australian Tungsten Pty Ltd	Australia	**100%**	100%

In the financial statements of the Group, investments in controlled entities and associates are measured at cost and included with other financial assets.

There are no amounts attributable to non-controlling interests in GTN Operations Pty Ltd.

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

SECTION D - OTHER DISCLOSURES

This section includes information that the directors do not consider to be significant in understanding the financial performance and position of the Group but must be disclosed to comply with the Accounting Standards, the Corporations Act 2001 (Cth) or the Corporations Regulations.

D1 LOSS PER SHARE

Basic earnings per share (EPS) is calculated by dividing the net profit or loss attributable to members of the parent entity for the financial year, after excluding any costs of servicing equity (other than ordinary shares and converting preference shares classified as ordinary shares for EPS calculation purposes), by the weighted average number of ordinary shares of the Company, adjusted for any bonus issue.

Diluted EPS is calculated by dividing the basic EPS earnings, adjusted by the after-tax effect of financial costs associated with dilutive ordinary shares and the effect on revenues and expenses of conversion to ordinary shares associated with dilutive potential ordinary shares, by the weighted average number of ordinary and dilutive potential ordinary shares adjusted for any bonus issue. The calculation of basic and diluted losses per share for the year ended 30 June 2024 was based on the net loss attributable to ordinary shareholders of $133.6 million (2023: loss $21.9 million) and a weighted average number of ordinary shares outstanding during the year ended 30 June 2024 of 1,002,590,340 (2023: 723,064,081), calculated as follows:

	2024 $'000	2023 $'000
Loss after income tax attributable to ordinary shareholders	**(133,577)**	(21,866)

Undiluted Number of Shares	2024 Number	2023 Number
Issued ordinary shares at 1 July	972,626,827	630,754,715
Effect of shares issued 2 December 2022	-	43,015,309
Effect of shares issued 6 December 2022	-	211,644
Effect of shares issued 6 December 2022	-	564,384
Effect of shares issued 8 December 2022	-	6,575,343
Effect of shares issued 9 December 2022	-	556,164
Effect of shares issued 9 December 2022	-	556,164
Effect of shares issued 9 December 2022	-	556,164
Effect of shares issued 23 January 2023	-	6,569,541
Effect of shares issued 22 February 2023	-	9,228,337
Effect of shares issued 22 February 2023	-	433,199
Effect of shares issued 23 February 2023	-	136,401
Effect of shares issued 27 March 2023	-	3,827,559
Effect of shares issued 15 May 2023	-	19,781,800
Effect of shares issued 27 June 2023	-	297,358
Effect of shares issued 11 July 2023	**25,854,653**	-
Effect of shares issued 26 July 2023	**3,260,274**	-
Effect of shares issued 3 August 2023	**650,302**	-
Effect of shares issued 1 March 2024	**198,285**	-
Weighted average number of ordinary shares used in calculating basic and diluted loss per share	**1,002,590,341**	723,064,082

	Cents	Cents
Basic losses per share attributable to ordinary equity holders	(13.3)	(3.0)
Diluted losses per share attributable to ordinary equity holders	(13.3)	(3.0)

NOTES TO THE FINANCIAL STATEMENTS CONTINUED

D2 AUDITOR'S REMUNERATION

The auditors of the Group, KPMG Australia, did not perform other non-audit assurance services for the Group during the year (2023: Nil).

	2024 $'000	2023 $'000
Auditors of the Group, KPMG Australia		
Audit and review of financial reports	**215**	120

D3 PARENT ENTITY DISCLOSURES

The Group has applied amendments to the Corporations Act 2001 (Cth) that remove the requirements for the Group to lodge parent entity financial statements. Parent entity financial statements have been replaced by the following specific parent entity disclosure.

As at, and throughout the financial year ending 30 June 2024 the parent company of the Group was Group 6 Metals Limited.

Results of the parent entity	2024 $'000	2023 $'000
Loss for the year	**(106,647)**	(6,913)
Other comprehensive income	**-**	-
Total comprehensive income/(loss) for the financial year	**(106,647)**	(6,913)
Financial position of the parent entity at year end		
Current assets	**2,802**	9,223
Non-current assets	**-**	91,803
Total assets	**2,802**	101,026
Current liabilities	**(15,744)**	(12,874)
Non-current liabilities	**(353)**	(1)
Total liabilities	**(16,097)**	(12,875)
Net Assets	**(13,295)**	88,151
Total equity of the parent entity comprising of:		
Share capital	**157,148**	152,901
Share option reserve	**15,574**	14,620
Accumulated losses	**(186,017)**	(79,370)
Total equity	**(13,295)**	88,151

Parent entity capital commitments for acquisition of property, plant & equipment

There are no parent entity capital commitments for acquisition of property, plant and equipment as at 30 June 2024 (2023: Nil)

Contingencies

Refer to Note A29. There are no contingent liabilities for the parent for the period ended 30 June 2024.

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

D4 FINANCING INCOME AND EXPENSES

Interest income is recognised as it accrues taking into account the effective yield on the financial asset.

Finance expenses comprise interest expense on borrowings. Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognised in profit or loss using the effective interest method.

D5 GST

Revenue, expenses, and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the taxation authority. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the Consolidated Statement of Financial Position.

Cash flows are included in the Consolidated Statement of Cash Flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

D6 NEW ACCOUNTING STANDARDS

Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the consolidated entity for the annual reporting period ended 30 June 2024. The consolidated entity has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

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CONSOLIDATED ENTITY DISCLOSURE STATEMENT

For the year ended 30 June 2024

Entity name	Entity type	Place formed / Country of incorporation	Ownership interest %	Tax residency
Group 6 Metals Limited	Body corporate	Australia		Australia
Scheelite Management Pty Ltd	Body corporate	Australia	100%	Australia
GTN Tanzania Pty Ltd	Body corporate	Tanzania	100%	Tanzania
GTN Operations Pty Ltd	Body corporate	Tanzania	65%	Tanzania
Australian Tungsten Pty Ltd	Body corporate	Australia	100%	Australia

Key assumptions and judgments

Section 295(3A) of the *Corporations Act 2001* requires that the tax residency of each entity which is included in the Consolidated Entity Disclosure Statement (CEDS) be disclosed in the context of an entity which was an Australian resident. "Australian Resident" has the meaning provided in the *Income Tax Assessment Act 1997*. The determination of tax residency involves judgment as the determination of tax residency is highly fact dependent and there are currently several 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 interpretation:

- Australian tax residency

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

- Foreign tax residency

  The consolidated entity has applied current legislation and where available judicial precedent in the determination of foreign tax residency.

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DIRECTORS' DECLARATION

In the opinion of the Board of Directors of Group 6 Metals Limited:

(a) the Consolidated Financial Statements, accompanying notes and the remuneration disclosures that are contained in the Remuneration Report in the Directors' Report are in accordance with the Corporations Act 2001, including:

   i. giving a true and fair view of the Group's financial position as at 30 June 2024 and it's performance for the financial year ended on that date; and

   ii. complying with Australian Accounting Standards and the Corporations Regulations 2001.

(b) the Consolidated Entity Disclosure Statement as at 30 June 2024 set out on page 101 is true and correct; and

(c) there are reasonable grounds to believe that the Group will be able to pay its debts when they fall due.

The Directors' have been given the declarations required by Section 295A of the Corporations Act 2001 from the Chief Executive Office and the Chief Financial Officer for the year ended 30 June 2024.

On behalf of the directors



30 June 2025

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

To the Directors Group 6 Metals Limited

I declare that, to the best of my knowledge and belief, in relation to the audit of Group 6 Metals Limited for the year ended 30 June 2024 there have been:

i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and

ii. no contraventions of any applicable code of professional conduct in relation to the audit.

KPMG

Erin Neville-Stanley
Partner

Brisbane
30 June 2025

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Independent Auditor's Report

To the shareholders of Group 6 Metals Limited

Report on the audit of the Financial Report

Opinion

We have audited the ***Financial Report*** of Group 6 Metals Limited (the Company).

In our opinion, the accompanying Financial Report of the Company gives a true and fair view, including of the ***Group***'s financial position as at 30 June 2024 and of its financial performance for the year then ended, in accordance with the *Corporations Act 2001,* in compliance with *Australian Accounting Standards* and the *Corporations Regulations 2001*.

The ***Financial Report*** comprises:

- Consolidated Statement of financial position as at 30 June 2024;
- Consolidated Statement of profit or loss and other comprehensive income, Consolidated Statement of changes in equity, and Consolidated Statement of cash flows for the year then ended;
- Consolidated Entity Disclosure Statement and accompanying basis of preparation as at 30 June 2024;
- Notes, including material accounting policies as at 30 June 2024; and
- Directors' Declaration.

The ***Group*** consists of the Company and the entities it controlled at the year end or from time to time during the financial year.

Basis for opinion

We conducted our audit in accordance with *Australian Auditing Standards*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 *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 Financial Report in Australia. We have fulfilled our other ethical responsibilities in accordance with these requirements.

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Material uncertainty related to going concern

We draw attention to Note A6, "Going Concern" in the Financial Report. The conditions disclosed in Note A6, indicate a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern and, therefore, whether it will realise its assets and discharge its liabilities in the normal course of business, and at the amounts stated in the Financial Report. Our opinion is not modified in respect of this matter.

In concluding, there is a material uncertainty related to going concern we evaluated the extent of uncertainty regarding events or conditions casting significant doubt on the Group's assessment of going concern. Our approach to this involved:

- Assessing the recapitalisation plan that occurred subsequent to 30 June 2024, as disclosed in Note A31, and its effectiveness in mitigating events and conditions related to the loans at 30 June 2024 that were due within 12 months.
- Analysing the cash flow projections by:
  - Evaluating the underlying data used to generate the projections for consistency with other information tested by us, our understanding of the Group's intentions, and past results and practices;
  - Assessing the planned levels of operating cash inflows and outflows, including capital expenditures, for feasibility, timing, compliance with financial covenants, consistency of relationships and trends to the Group's historical results in light of loss making operations, the Group's plans in its stabilisation and transformation phase, results since year end, and our understanding of the business, industry and economic conditions of the Group.
- Determining the completeness of the Group's going concern disclosures for the principle matters casting significant doubt on the Group's ability to continue as a going concern, the Group's plans to address these matters, and the material uncertainty.

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.

In addition to the matter described in the *Material uncertainty related to going concern* section, we have determined the matter described below to be the Key Audit Matter.

Carrying value of mine assets, right of use assets and property, plant and equipment	
Refer to Note B3 'Impairment' to the Financial Report	
The key audit matter	**How the matter was addressed in our audit**
A key audit matter for us was the Group's testing for impairment. The carrying amount of the net assets of the Group exceeded the Group's market capitalisation at year end.	Working with our valuation specialists, our procedures included: • Assessing the appropriateness of the fair value less costs of disposal method applied by the

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The Group recorded an impairment charge of $102.7m against non-current assets, resulting from revisions to the life of mine plan, removing stages that had become sub economic in the current environment, rising costs due to inflationary factors, necessary expenditure for process plant upgrades following poor performance and required rectifications; and lower metal recovery expectations based on historical plant performance. The Group uses a complex model to perform their testing for impairment. The model is manually developed, using internal and external sources as inputs to the assumptions. Complex modelling, using forward-looking assumptions tend to be prone to greater risk for potential bias, error and inconsistent application. These conditions necessitate additional scrutiny by us, in particular to address the objectivity of sources used for assumptions, and their consistent application. We focussed on the significant forward-looking assumptions the Group applied in their fair value less costs of disposal model, including: • forecast commodity prices – the sector in which the Group operates is subject to fluctuating commodity prices with limited consensus on future commodity pricing, increasing the risk of future fluctuations and inaccurate forecasting. • forecast operating cash flows including operating costs, production volumes (ore grade and recoveries) – the Group has incurred a loss during the year due to higher operating costs and lower recoveries resulting from poor processing plant performance. These conditions increase the risk of inaccurate forecasts or a wider range of possible outcomes for us to consider. • forecast capital expenditure – given the impact of the capital expenditure required for the processing plant upgrade and a shift to underground operations in the mine plan, the forecast capital expenditure plan was revised. • discount rate - these are complicated in nature and vary according to the conditions and environment the specific Cash Generating Unit (CGU) is subject to from time to time, and the model approach to incorporating risks into the cash flows or	Group against the requirements of the accounting standards. • Assessing the integrity of the impairment model used, including the accuracy of the underlying calculation formulas and comparing to our calculated valuation range. • Assessing the Group's cash flow assumptions related to realised commodity price to historical and expected future pricing and demand in the commodity and foreign exchange rates to independent brokers and economic commentator forecasts. • Assessing the forecast cash flows, life of mine operating plans and capital expenditure contained in the impairment model to Board approved plans and forecasts. • Comparing the forecast ore mined tonnes over the life of the mine to the most recent reserves and resource statement and the latest mining plan to check consistency and application of the latest Group's strategy to the assumptions relating to forecast production. • Assessing recent actual results to inform our evaluation of forecasts incorporated in the model including ore grade and recoveries and management's plans to achieve the forecast recoveries. • Assessing the Group's determination of CGU carrying amount for consistency with the assumptions used in the forecast cash flows and the requirements of the accounting standards. • Independently developing a discount rate range considered comparable using publicly available market data for comparable entities, adjusted by risk factors specific to the Group and the industry it operates in. • Performing a cross check to the enterprise value set out in the Independent Expert Report, commissioned as part of the Group's recapitalisation plan. • Recalculating the impairment charge against the recorded amount disclosed including allocation to assets.

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discount rates. We involved valuation specialists to supplement our senior audit team members in assessing this key audit matter.	• Assessing the disclosures in the financial report using our understanding obtained from our testing and against the requirements of the accounting standards.

Emphasis of matter – subsequent events

We draw attention to Note A31 Subsequent Events in the Financial Report which describes certain subsequent events and their effects on the Company and Group. Our opinion is not further modified in respect of this matter.

Other Information

Other Information is financial and non-financial information in Group 6 Metals Limited's annual report which is provided in addition to the Financial Report and the Auditor's Report. The Directors are responsible for the Other Information.

Our opinion on the Financial Report does not cover the Other Information and, accordingly, we do not express an audit opinion or any form of assurance conclusion thereon, with the exception of the Remuneration Report and our related assurance opinion.

In connection with our audit of the Financial Report, our responsibility is to read the Other Information. In doing so, we 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.

We are required to report if we conclude that there is a material misstatement of this Other Information, and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

Responsibilities of the Directors for the Financial Report

The Directors are responsible for:

- preparing the Financial Report in accordance with the Corporations Act, including giving a true and fair view of the financial position and performance of the Group, and in compliance with *Australian Accounting Standards* and the *Corporations Regulations 2001;*
- implementing necessary internal control to enable the preparation of a Financial Report in accordance with the Corporations Act, including giving a true and fair view of the financial position and performance of the Group, and that is free from material misstatement, whether due to fraud or error; and
- assessing the Group and Company's ability to continue as a going concern and whether the use of the going concern basis of accounting is appropriate. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the Group and Company or to cease operations, or have no realistic alternative but to do so.

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Auditor's responsibilities for the audit of the Financial Report

Our objective is:

- 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 *Australian Auditing Standards* will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They 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 the 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

Opinion

In our opinion, the Remuneration Report of Group 6 Metals Limited for the year ended 30 June 2024, complies with *Section 300A* of the *Corporations Act 2001*.

Directors' 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 responsibilities

We have audited the Remuneration Report included in pages 32 to 44 of the Directors' report for the year ended 30 June 2024.

Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with *Australian Auditing Standards*.

KPMG

Erin Neville-Stanley
Partner

Brisbane
30 June 2025

ADDITIONAL SHAREHOLDER INFORMATION

Shares

At 22 June 2025 issued capital was 21,920,268,847 ordinary fully paid shares held by 6,724 holders and 315,134,288 unquoted options and 7,283,035,716 warrants (with various exercise prices and expiry dates - refer below).

20 Largest Holders by Name of Ordinary Shares and their Shareholdings at 22 June 2025

Rank	Beneficial Shareholder	Number of shares	% of Issued Capital
1	MR CHRISTOPHER ELLIS (DIRECTOR)	5,695,948,728	25.99%
2	INVIA CUSTODIAN PTY LIMITED <ABEX LIMITED A/C>	5,249,123,591	23.95%
3	ELPHINSTONE HOLDINGS PTY LTD (MR DALE ELPHINSTONE – DIRECTOR)	3,534,987,070	16.12%
4	TASMANIA DEVELOPMENT AND RESOURCES	2,623,044,770	11.97%
5	PURE ASSET MANAGEMENT PTY LTD <PURE RESOURCES FUND A/C>	2,220,310,568	10.13%
6	D.A.CH.S. CAPITAL AG	1,200,263,444	5.48%
7	GECKO SYSTEMS PTY LTD	594,831,200	2.71%
8	BNP PARIBAS NOMS PTY LTD	100,377,509	0.46%
9	MAXFIELD DRILLING PTY LTD	100,000,000	0.46%
10	BILLING CRANES PTY LTD	44,000,000	0.20%
11	MRS CATHERINE JEANE MORRITT	11,752,299	0.05%
12	CITICORP NOMINEES PTY LIMITED	11,668,262	0.05%
13	HFTT PTY LTD <HAGGARTY FAMILY A/C>	10,064,356	0.05%
14	BELGRAVIA STRATEGIC EQUITIES PTY LTD	9,862,000	0.04%
15	BNP PARIBAS NOMINEES PTY LTD <IB AU NOMS RETAILCLIENT>	9,421,352	0.04%
16	FINMIN SOLUTIONS PTY LTD (JOHNN JACOBS – DIRECTOR)	15,692,363	0.04%
17	MR ANTHONY JAMES HAGGARTY	8,506,025	0.04%
18	MR GIUSEPPE CORONICA + MRS YVONNE PRICE <G CORONICA PTY S/F A/C>	8,181,145	0.04%
19	INVIA CUSTODIAN PTY LIMITED <AJ & LM DAVIES FAMILY A/C>	7,208,011	0.03%
20	J P MORGAN NOMINEES AUSTRALIA PTY LIMITED	6,854,473	0.03%
	Totals: Top 20 holders of ORDINARY SHARES (Total)	**21,462,097,166**	**97.94%**

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ADDITIONAL SHAREHOLDER INFORMATION

Distribution of Shareholders and Shareholdings at 22 June 2025

Range	Total holders	Number of Shares	% of total Issued Capital
1 - 1,000	80	11,421	-
1,001 - 5,000	1,607	5,255,594	0.02
5,001 - 10,000	960	7,742,422	0.04
10,001 - 100,000	2,425	89,081,261	0.41
100,001 Over	882	21,818,178,149	99.53
Rounding	-	-	-
Total	**5,984**	**21,920,268,847**	**100.00**

Unmarketable Parcels	Minimum Parcel Size	Holders	Number of Shares
Minimum $500.00 parcel at $0.0250 per unit	15,625	3,342	22,907,392

Substantial Shareholders at 22 June 2025

	Number of Shares	% of Issued Capital
MR CHRISTOPHER ELLIS (DIRECTOR)	5,695,948,728	25.99%
INVIA CUSTODIAN PTY LIMITED <ABEX LIMITED A/C>	5,249,123,591	23.95%
ELPHINSTONE HOLDINGS PTY LTD (MR DALE ELPHINSTONE – DIRECTOR)	3,534,987,070	16.12%
TASMANIA DEVELOPMENT AND RESOURCES	2,623,044,770	11.97%
PURE ASSET MANAGEMENT PTY LTD <PURE RESOURCES FUND A/C>	2,220,310,568	10.13%
D.A.CH.S. CAPITAL AG	1,200,263,444	5.48%

Unquoted Options

At 22 June 2025 there were 76,000,000 unquoted options with various exercise prices and expiry dates issued in respect to remuneration of KMP and employees, held by one holder:

			Kevin Pallas	Total
Exercise Price per share	**Vesting Date**	**Expiry Date**	**Number**	**Number**
1.04 cents	30-Apr-25	30-Apr-28	38,000,000	**38,000,000**
0.52 cents	30-Apr-25	30-Apr-27	38,000,000	38,000,000
			76,000,000	**76,000,000**

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ADDITIONAL SHAREHOLDER INFORMATION

Unquoted Options (Continued)

At 22 June 2025 there were 178,705,717 unquoted options with various exercise prices and expiry dates issued in respect of the Placements and Share Purchase Plans announced on 28 November 2022 and 8 May 2023.

Exercise Price	Vesting Date	Expiry Date	Holder					Total
			Abex Limited	Chrysalis Investments Pty Ltd	D.A.CH.S Capital A G	Elphinstone Holdings Pty Ltd	Others	
			Number	Number	Number	Number	Number	**Number**
$0.21	Various	30-Jun-25	23,809,527	23,809,527	13,333,333	23,809,527	64,532,038	**149,293,952**
$0.28	24-Jan-23	31-Jan-26	-	-	-	-	29,411,765	**29,411,765**
TOTAL			**23,809,527**	**23,809,527**	**13,333,333**	**23,809,527**	**93,943,803**	**178,705,717**

Each option provides the right for the option holder to be issued one fully paid share by the Company, upon payment of the exercise price of each option.

Performance Options

At 22 June 2025 there were 14,000,000 performance options with various vesting and expiry dates, held by two holders.

Exercise Price	Vesting Date	Expiry Date	Holder		Total
			Chrysalis Investments Pty Ltd	**Hancock Corporate Investments Pty Ltd**	
			Number	Number	**Number**
$0.00	30 Sept 2021^	30-Sep-26	3,000,000	3,000,000	**6,000,000**
$0.00	19 Jul 2023^	19-Jul-28	4,000,000	4,000,000	**8,000,000**
TOTAL			**7,000,000**	**7,000,000**	**14,000,000**

^ Vested

There were no additional performance options issued in the 2024 financial year.

Warrants

At 22 June 2025 there were 7,380,357,143 warrants with various vesting and expiry dates, held by six holders.

Ex Price	Vesting Date	Expiry Date	Holder						Total
			Pure Asset Management Pty Ltd	Elphinstone Holdings Pty Ltd	D.A.CH.S Capital AG	Abex Limited	Chrysalis Investments Pty Ltd	Tasmania Development and Resources	
			Number				Number		**Number**
$0.21	18-Nov-21	31-Dec-25	46,428,571	-	-	-	-		**46,428,571**
$0.20	18-Nov-21	Various	-	26,785,714	16,071,429	34,821,429	24,107,143		**101,785,715**
$0.0035	30-Apr-25	31-Oct-25	803,571,428	2,035,714,286		1,339,285,714	910,714,286	2,142,857,143	**7,232,142,857**
TOTAL			**849,999,999**	**2,062,500,000**	**16,071,429**	**1,374,107,143**	**934,821,429**	**2,142,857,143**	**7,380,357,143**

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ADDITIONAL SHAREHOLDER INFORMATION CONTINUED

Distribution of Unquoted Options/Warrant Holders and Unquoted Option/Warrant Holdings at 22 June 2025

Range	Total holders	Number of Options/ warrants	% Units
1 - 1,000	0	0	0.00
1,001 - 5,000	59	281,910	0.00
5,001 - 10,000	58	495,402	0.01
10,001 - 100,000	224	9,951,143	0.12
100,001 Over	141	7,587,441,549	99.86
Rounding	-	-	0.01
Total	1,067	7,598,170,004	100.00

Mining Exploration Tenements

The Company holds the following licence and lease:

	Interest
Exploration Licence EL19/2001 at Grassy, King Island (63 sq kms) (expires 14 December 2026)	100%
Mining Lease CML 2080P/M at Grassy, King Island (566 hectares) (expires 5 June 2029)	100%

Securities Exchange Listing

The Company's ordinary shares are listed on the Australian Securities Exchange.

The Company's ASX codes for ordinary shares is G6M.

On-Market Buy Back

There is no on-market buy-back.

Corporate Governance Statement

The Company's Corporate Governance statement for the financial year ended 30 June 2024 is available for members to download and access from Corporate Governance - Group 6 Metals Limited (g6m.com.au)

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