



ACN 123 668 717

Financial Report

For the Half-Year Ended 31 December 2024

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CORPORATE DIRECTORY

Directors	Roger A Jackson Ian B Mitchell Benjamin P Emery
Company Secretaries	Ian B Mitchell Ian K White
Registered office	Ian B Mitchell and Associates Level 9 MLC Centre 19 – 29 Martin Place Sydney NSW 2000
Principal Place of Business	Ian B Mitchell and Associates Level 9 MLC Centre 19 – 29 Martin Place Sydney NSW 2000
Share Register	Computershare Investor Services Pty Limited 452 Johnston Street Abbotsford Victoria 3067 GPO Box 3224 Melbourne Victoria 3001
Auditor	Moore Australia Audit (WA) Level 15 Exchange Tower 2 The Esplanade, Perth WA 6000
Solicitors	Ian B Mitchell and Associates Level 9 MLC Centre 19 – 29 Martin Place Sydney NSW 2000
Bankers	National Australia Bank 292 Pitt Street Sydney NSW 2000
Securities Exchange Listing	Ark Mines Ltd shares are listed on the Australian Securities Exchange (ASX code: AHK)
Website Address	www.arkmines.com

Your Directors present their report together with the financial statements of Ark Mines Ltd (the "Company" or "Ark") and its wholly owned subsidiaries (together, the "Group") for the half-year ended 31 December 2024.

Directors

The names of the Directors, who held office from 1 July 2024 to date of this report, unless otherwise stated, are:

- Roger A Jackson
- Ian B Mitchell
- Benjamin P Emery

Review of Operations

During the half-year, the Company focused on the ongoing development of its 147km² EPM 28013 ("Sandy Mitchell") advanced Rare Earths Project in North Queensland.

Following its maiden resource estimate ("MRE"), the Company undertook an extensive reconnaissance drilling program to assess an exploration target range³ for Sandy Mitchell of 1.3 billion tonnes to 1.5 billion tonnes @ 1,250 to 1,490 ppm monazite equivalent^{1,2}. The Exploration Target, was prepared independently by Empirical Earth Science and announced on 17 July 2024^{2,3}. A full copy of this Exploration Target report is available on the Company's web-site. Water monitoring bores were also drilled and constructed as part of the environmental base line study.

Ecologists were engaged to undertake further studies as part of the environmental work required for permitting Sandy Mitchell. The Company took the view that the permitting of Sandy Mitchell should be undertaken parallel with resourcing to expedite the project.

First pass un-optimised beneficiation test work of the Sandy Mitchell rare earth sands produced a high-grade rare earth concentrate. The beneficiation test work showed that the greatest upgrade was by simple gravity separation, confirming the material is amenable to straightforward beneficiation by gravity processing.

The Company has signed a Memorandum of Understanding ("MOU") with Currumbin Minerals, which sets out a framework for the supply and delivery of heavy mineral sands ("HMS") from Sandy Mitchell for processing at Currumbin Mineral's licenced treatment plant. Under the MOU, the parties will undertake to negotiate a price for Currumbin Minerals to treat HMS ore and produce heavy minerals and rare earths critical minerals concentrate, to be sold by Ark Mines at commercial market rates.

On 8 October 2024² the Company announced that an application for a Mining Licence over its Sandy Mitchell Rare Earth Elements and Heavy Minerals Project had been lodged.

Building off the updated MRE estimate, on 6 November 2024² the Company announced an updated Exploration Target³ Estimated for Sandy Mitchell of between 1.3 billion tonnes to 1.5 billion tonnes at 1,286 to 1,903 ppm monazite equivalent¹. This represents an increase in the MzEq grade from the July 2024 estimate and highlights the potential scale of Sandy Mitchell as one of the world's largest surface expressed terrestrial sand based rare earth deposits.

Having carried out an extensive review of all project works carried out to date, the Company continued to progress towards the completion of key project development studies.

On 11 December 2024² the Company announced the results of the Sandy Mitchell Rare Earths Project Scoping Study. The study was prepared by Harrier Project Management, Australia. The report sets out compelling project economics and the Ark Mines board has unanimously resolved to advance the project to the next phase of development, starting with the commencement of a Pre-Feasibility Study.

Works programs were also commenced to advance development of the Pre-Feasibility Study, in conjunction with independent expert consultants, to ensure the highest levels of accuracy and quality control.

On 20 December 2024² the Company entered into an unsecured convertible loan agreement for \$350,000 with Mr Ian Mitchell who is a Director of the Company. The loan was conducted on an arms-length basis at an interest rate of 10%, terminating on 1 October 2026. Further details of this loan are shown at Note 8 to the financial statements.

¹ Monazite equivalent calculation:

MzEq = 1.000 x monazite + 1.000 x xenotime + 0.361 x zircon + 0.281 x rutile + 0.165 x hi Ti leucoxene + 0.126 x lo Ti leucoxene + 0.072 x altered ilmenite + 0.065 x ilmenite. The proportions of valuable elements in recoverable economic heavy minerals are ascertained by QEM scan deportment percentages applied to all elements.

² The Company confirms that it is not aware of any new information or data that materially affects the information included in this Directors' Report and referenced to in previous ASX announcements and that all material assumptions and technical parameters underpinning the estimates in this Directors' Report continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings were presented have not been materially modified from the original market announcements.

³ The Exploration Target is conceptual in nature as there has been insufficient exploration to define a Mineral Resource. It is uncertain if further exploration will result in the determination of a Mineral Resource under the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves, the JORC Code" (JORC 2012). The Exploration Target is not being reported as part of any Mineral Resource or Ore Reserve.

DIRECTORS' REPORT

For the half-year ended 31 December 2024

Since the end of the half-year, the Company has been approved to trade its ordinary shares on the OTCQB Venture Market in the United States and commenced trading on 29 January 2025 under the ticker AHKMF. Listing on the QTCQB will provide the Company with access to new sources of potential capital and increased liquidity.

Since the end of the half-year, the Company has entered into a further converting loan with Mr Ian Mitchell for \$200,000 on the same terms and conditions as the previous \$350,000 converting loan referred to above. The terms and conditions for the previous loan are shown at Note 8.

As announced to ASX on 27 February 2025,² the Company has received the sum of \$290,092 from the ATO as an R&D rebate for its 2023 tax year.

The loss for the Group during the half-year was \$731,722 (2023: \$1,030,622).

Subsequent Events

The review of operations discussed above covers the period of the half-year ended 31 December 2024 and up to the date of this report. Details of all events that occurred specifically between 31 December 2024 and the date of this report are shown in Note 18 to the financial statements.

Auditor's Independence Declaration

The Auditor's independence declaration for the half-year ended 31 December 2024 has been received and a copy is reproduced on page 4.

Rounding

The amounts contained in this report and in the half-year financial report have been rounded to the nearest dollar (where rounding is applicable) unless otherwise indicated.

This Report is made in accordance with a resolution of the Board of Directors and signed on behalf of the Board by:



Roger A Jackson

Executive Chairman

Sydney, 11 March 2025

AUDITOR'S INDEPENDENCE DECLARATION

For the half-year ended 31 December 2024



Moore Australia Audit (WA)

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AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF ARK MINES LTD

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2024, there have been:

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

A handwritten signature in blue ink, appearing to read 'Wen-Shien Chai'.

WEN-SHIEN CHAI
PARTNER

A handwritten signature in blue ink, appearing to read 'Moore Australia'.

MOORE AUSTRALIA AUDIT (WA)
CHARTERED ACCOUNTANTS

Signed at Perth this 11th of March 2025

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the half-year ended 31 December 2024

	Note	Consolidated	
		December 2024	December 2023
		\$	\$
Revenue from ordinary activities			
Interest income		3,259	17,621
Other income		6,000	-
Total revenue		9,259	17,621
Less: Expenses			
Accounting and secretarial expenses		53,180	49,062
ASX listing costs		18,084	36,954
Audit fees		17,423	17,236
Consultants		252,344	177,670
Depreciation	5	13,767	10,409
Directors' fees		63,000	54,000
Insurance		26,291	6,368
Investor relations		124,224	49,250
Share registry costs		6,717	19,372
Other expenses from ordinary activities		164,990	174,735
Total expenses		740,020	595,056
Loss from operating activities		(730,761)	(577,435)
Options issued and expensed		-	(453,160)
Interest expense		(1,055)	-
Net foreign exchange gains (losses)		94	(27)
Loss before income tax		(731,722)	(1,030,622)
Income tax expense		-	-
Loss from continuing operations after income tax		(731,722)	(1,030,622)
Other Comprehensive loss for the year		-	-
Total comprehensive loss for the year		(731,722)	(1,030,622)
Earnings per share			
Basic - cents per share		(0.01)	(0.02)
Diluted - cents per share		(0.01)	(0.02)

The above consolidated statement of profit or loss should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

	Note	Consolidated	
		December 2024	June 2024
		\$	\$
Current assets			
Cash and cash equivalents		206,707	1,349,127
Trade and other receivables	3	70,126	75,424
Prepayments		64,278	17,118
Total current assets		341,111	1,441,669
Non-current assets			
Capitalised exploration and evaluation expenditure	4	5,226,815	4,611,423
Plant and equipment	5	291,894	285,661
Environmental bonds and tenement deposits	6	9,500	9,500
Total non-current assets		5,528,209	4,906,584
Total assets		5,869,320	6,348,253
Current liabilities			
Trade and other payables	7	152,185	250,451
Total current liabilities		152,185	250,451
Non-current liabilities			
Borrowings	8	351,055	-
Total current liabilities		351,055	-
Total liabilities		503,240	250,451
Net assets		5,366,080	6,097,802
Equity			
Contributed equity	9	20,226,465	20,226,465
Reserves	10	1,303,175	1,303,175
Accumulated losses		(16,163,560)	(15,431,838)
Total equity		5,366,080	6,097,802

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

CONSOLIDATED STATEMENT OF CASH FLOWS

For the half-year ended 31 December 2024

	Note	Consolidated	
		December 2024	December 2023
		\$	\$
Cash flows from operating activities			
Payments to suppliers and employees		(866,380)	(761,805)
Interest received		3,259	17,621
Other income		6,000	-
Exchange gains (losses)		94	(27)
Net cash used in operating activities		(857,027)	(744,211)
Cash flows from investing activities			
Payments for exploration and evaluation expenditure	4	(615,392)	(754,097)
Payments for plant and equipment	5	(20,000)	(95,210)
Payment for environment bond	6	-	(500)
Net cash used in investing activities		(635,392)	(849,807)
Cash flows from financing activities			
Proceeds from loan	8	350,000	-
Proceeds from share issues		-	3,114,258
Payments for share issue costs		-	(218,853)
Net cash provided by financing activities		350,000	2,895,405
Net decrease in cash held		(1,142,419)	1,301,387
Cash at beginning of financial year		1,349,126	1,141,595
Cash at end of financial year		206,707	2,442,982

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

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the half-year ended 31 December 2024

		Consolidated		
Note	Issued capital	Reserves	Acc. losses	Total
	\$	\$	\$	\$
December 2024				
Balance at 1 July 2024	20,226,465	1,303,175	(15,431,838)	6,097,802
Total comprehensive income for the year	-	-	(731,722)	(731,722)
Balance at 31 December 2024	20,226,465	1,303,175	(16,163,560)	5,366,080
December 2023				
Balance at 1 July 2023	17,784,220	850,015	(14,227,841)	4,406,394
Total comprehensive income for the year	-	-	(1,030,622)	(1,030,622)
Total	17,784,220	850,015	(15,258,463)	3,375,772
<u>Transactions with owners in their capacity as owners</u>				
Movement in share based payment reserve	-	453,160	-	453,160
Ordinary shares issued, net of transaction costs 9	2,895,405	-	-	2,895,405
Balance at 31 December 2023	20,679,625	1,303,175	(15,258,463)	6,724,337

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

NOTES TO THE FINANCIAL STATEMENTS

For the half-year ended 31 December 2024

1. Corporate Information

This interim financial report is for the entity Ark Mines Ltd (the "Company" or "Ark") and its wholly owned subsidiaries (together, the "Group"). Ark Mines Ltd is a company limited by shares incorporated and domiciled in Australia with its registered address at Level 9, 19 – 29 Martin Place Sydney NSW 2000. Ark Mines Ltd is listed on the ASX.

The principal activity of the Group for the half-year was the acquisition and exploration of mineral exploration tenements.

2. Material Accounting Policies

These financial statements for the half-year reporting period ended 31 December 2024 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001. This financial report covers Ark Mines Ltd and its wholly owned subsidiaries (the "Group") and was authorised for issue in accordance with a resolution of Directors on 11 March 2025. For the purpose of preparing the financial statements, Ark Mines is a for-profit entity.

These financial statements do not include all the notes of the type normally included in annual financial statements and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Group as the annual financial report. The half-year financial report should be read in conjunction with the annual financial report of Ark Mines Ltd as at 30 June 2024 and any public announcement made by the Company during the half-year reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

a) Basis of preparation

The half-year financial report has been prepared on the historical cost basis except as disclosed in the notes to the financial statements.

b) Material accounting policies

The half-year financial report has been prepared using the same accounting policies as used in the annual financial report for the year-ended 30 June 2024.

c) New, revised or amending Accounting Standards and Interpretations adopted

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

3. Trade and Other Receivables

GST recoverable

Other receivables

Total

Consolidated	
December 2024	June 2024
\$	\$
70,126	67,951
-	7,473
70,126	75,424

4. Exploration and Evaluation Expenditure

Balance at the beginning of the period

Capitalised during the period

Balance at the end of the period

4,611,423	3,265,702
615,392	1,345,721
5,226,815	4,611,423

The Group's Schedule of Tenements is shown on Page 17.

NOTES TO THE FINANCIAL STATEMENTS

For the half-year ended 31 December 2024

		Consolidated	
		December 2024	June 2024
5. Plant and Equipment		\$	\$
<u>At cost</u>			
Balance at the beginning of the period		319,693	223,291
Additions during the period		20,000	96,402
Balance at the end of the period		339,693	319,693
<u>Accumulated depreciation</u>			
Balance at the beginning of the period		(34,032)	(9,704)
Charge for the period		(13,767)	(24,328)
Balance at the end of the period		(47,799)	(34,032)
Total		291,894	285,661
6. Environmental Bonds and Security Deposits			
EPM26464 - Mt Jesse		3,000	3,000
EPM26560 - Gunnawarra		3,000	3,000
EPM26883 - Pluton		3,000	3,000
EPM28013 - Sandy Mitchell		500	500
Total		9,500	9,500
7. Trade and Other Payables			
Trade payables		116,648	220,864
Accruals		27,950	22,000
Other payables		7,587	7,587
Total		152,185	250,451

NOTES TO THE FINANCIAL STATEMENTS

For the half-year ended 31 December 2024

	Consolidated	
	December 2024	June 2024
	\$	\$
8. Borrowings		
Loan from related party	351,055	-
Total	351,055	-

On 20 December 2024 the Company entered into a convertible loan agreement ("Loan") with Mr Ian Mitchell ("Lender") who is a Director of the Company. The Loan is for \$350,000, at an interest rate of 10% pa, for a term commencing on 20 December 2024 and ending on 1 October 2026. The Loan is unsecured. The balance of the loan shown above includes interest accrued to 31 December 2024.

Under the terms of the Loan, the Loan may be converted to shares:

- By the Lender during the period commencing on 20 December 2024 and ending on 20 July 2025, for a conversion price of \$0.20 per share. If exercised during this period the Company will issue to the Lender two options for every five shares delivered, exercisable at \$0.40 per share and expiring 26 July 2026.
- By either party after 20 July 2025 until the end of the Loan.

Any issue of Shares to the Lender is conditional on shareholder approval. In the event that shareholders did not approve the issue, the Loan is repayable in cash.

Directors determined that the terms of the Loan are equal to or better than if the Lender and the Company were dealing at arms-length.

9. Contributed Equity

Ordinary Shares - Number

	No.	No.
Balance at the beginning of the period	55,446,443	44,615,748
<u>Shares issued during the period</u>		
Issued - 26 July 2023	-	6,551,723
Issued - 27 July 2023	-	3,982,932
Issued - 12 December 2023	-	296,040
Balance at the end of the period	55,446,443	55,446,443

Ordinary Shares - Value

	\$	\$
Balance at the beginning of the period	20,226,465	17,784,220
<u>Shares issued during the period</u>		
26 July 2023 - 6,551,723 shares issued at \$0.29 per share	-	1,900,000
27 July 2023 - 3,928,932 shares issued at \$0.29 per share	-	1,155,050
12 December 2023 - 296,040 shares issued at \$0.20 per share	-	59,208
Less: share issue costs	-	(672,013)
Balance at the end of the period	20,226,465	20,226,465

NOTES TO THE FINANCIAL STATEMENTS

For the half-year ended 31 December 2024

		Consolidated	
		December 2024	June 2024
10. Reserves		\$	\$
Balance at the beginning of the period		1,303,175	850,015
Share based payments during the period		-	453,160
Balance at the end of the period		1,303,175	1,303,175

11. Related Party Transactions			
Roger Jackson – provision of executive services		138,150	218,419
Benjamin Emery – provision of executive services		106,673	231,000
Total		244,823	449,419

In addition to their Directors' Fees of \$3,000 per month until September and \$4,000 per month from October, both Mr Jackson and Mr Emery provide executive services to the Group under a services contract which is approved by the Board. Mr Jackson is the Company's Executive Chairman, and Mr Emery is an Executive Director.

All related party transactions have to receive Board approval in advance. All transactions with Directors and their associates are conducted on an arms-length basis and in the ordinary course of business. The Board is sufficiently knowledgeable and experienced to ensure that amounts paid for these services is in line with commercial expectations.

12. Commitments

Exploration Expenditure Commitments

The Group holds exploration tenements; EPM28013, EPM26560, EPM26464 and EPM26883 ("Tenements") in Queensland, Australia. In order to retain its current rights of tenure to the Tenements, the Group is required to comply with tenement obligations specified by the State Government, including the completion of activities-based works programmes which are assessed over the life of the Tenements. There are no set annual expenditure amounts. If Tenement obligations are not met it may result in the loss of the Tenement or a reduction in the Tenement area. The Group is presently on track to meet all of its Tenement obligations.

13. Going Concern

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

As at 31 December 2024 the Company held \$206,707 in cash.

Since the end of the half-year the Company has received a further convertible loan with Mr Ian Mitchell for \$200,000 on the same terms as the existing loan shown at Note 8. The Company has also received an R&D tax rebate of \$290,092.

Notwithstanding, the above, the Company intends to raise further capital of at least \$3,000,000 during the 2026 financial year. The Company has been exploring a number of future capital raising options including sources in the US and government sources in Australia and has successfully raised capital for its Sandy Mitchell project in the past. The current world interest in new sources of critical minerals and rare earths gives the Company additional confidence that its capital raising will be successful.

On the basis of the above, Directors are of the opinion that the financial statements can be prepared on a going concern basis and that the Company will be able to pay its debts as and when they fall due.

Should this not be achieved the Company may be required to realise its assets and discharge its liabilities other than in the normal course of business and at amounts different to those stated in the financial statements.

The financial statements do not include any adjustments relating to the recoverability and classification of asset carrying amounts or the amount of liabilities that might result should the Company be unable to continue as a going concern and meet its debts as and when they fall due.

NOTES TO THE FINANCIAL STATEMENTS

For the half-year ended 31 December 2024

14. Fair Value Measurement

The estimated fair value of the Group's cash and cash equivalents, trade and other receivables and trade and other payables, approximate fair value, because of the short maturity and nature of these instruments, and therefore fair value information is not included in this note.

Refer to Note 4 for the estimated fair value of the Group's capitalised exploration and evaluation expenditure and Note 6 for the Group's Environmental Bonds and Security Deposits.

15. Segment Information

The Group has identified its operating segment based on internal reports that are reviewed and used by the chief operating decision maker in assessing performance and in determining the allocation of resources. Management has identified exploration and evaluation of mineral resources as the Group's only operating segment as this is its principal activity.

16. Dividends

The Company has not declared or paid a dividend during the half-year.

17. Seasonality

The Group's activities have not been subject to seasonal trends.

18. Subsequent Events

Since the end of the half-year, the Company has been approved to trade its ordinary shares on the OTCQB Venture Market in the United States and commenced trading on 29 January 2025 under the ticker AHKMF. Listing on the QTCQB will provide the Company with access to new sources of potential capital and increased liquidity.

Since the end of the half-year, on 14 February 2025 the Company agreed to a further convertible loan with Mr Ian Mitchell for \$200,000 on the same terms as the existing loan shown at Note 8.

Since the end of the half-year, on 27 February 2025 the Company received an R&D tax rebate of \$290,092.

Other than the matters above, there have been no matters or circumstances since the end of the half-year which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

The Directors of the Company declare that:

In their opinion:

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

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



Roger Jackson

Executive Chairman

Sydney, 11 March 2025

INDEPENDENT AUDITOR'S REVIEW REPORT

For the half-year ended 31 December 2024



Moore Australia Audit (WA)

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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF ARK MINES LTD

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Ark Mines Ltd (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2024, the consolidated statement of profit and loss and other comprehensive income, the consolidated statement of changes in equity, the consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of material accounting policies and other explanatory information and the directors' declaration.

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

- i. giving a true and fair view of the Group's financial position as at 31 December 2024 and of its performance for the half-year ended on that date; and
- ii. complying with Accounting Standard AASB 134: *Interim Financial Reporting and the Corporations Regulations 2001*.

Emphasis of Matter - Material Uncertainty Related to Going Concern

We draw attention to Note 13 of the financial report, which describes the principal conditions that may cast doubts about the Group's ability to continue as a going concern. These conditions as explained in Note 13 indicate the existence of a material uncertainty about the Group's ability to continue as a going concern for at least the next 12 months. If the Group is unable to continue as a going concern, it may be unable to realise its assets and discharge its liabilities in the normal course of business and at amounts other than as stated in the financial report. Our opinion is not modified in respect of this matter.

Basis for Conclusion

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

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

Responsibility of the Directors for the Half-Year Financial Report

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



INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF ARK MINES LTD (CONTINUED)

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the financial report based on our review. ASRE 2410 requires us to conclude whether anything has come to our attention that causes us to believe that the financial report is not in accordance with the *Corporations Act 2001* including:

- i. giving a true and fair view of the Company's financial position as at 31 December 2024 and its performance for the half-year ended on that date; and
- ii. complying with Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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

WEN-SHIEN CHAI
PARTNER

MOORE AUSTRALIA AUDIT (WA)
CHARTERED ACCOUNTANTS

Signed at Perth this 11th day of March 2025.

SCHEDULE OF TENEMENTS

As at 31 December 2024

Exploration Licence	Title Name	Title Holder	Interest	Location	Mineral	Grant Date	Expiry Date	Status
EPM 28013	Sandy Mitchell	Ark Mines Ltd	100%	50kms northwest of Chillagoe in Northern Queensland	Rare Earths	22-August-22	21-August-27	Current
EPM 26560	Gunnawarra	Gunnawarra Pty Ltd	100%	25km west of Mt Garnet and 176km from Cairns - Queensland	Nickel / Cobalt	24-Nov-13	23-Nov-25	Current
EPM 26464	Mt Jesse	Mt Jesse Pty Ltd	100%	40kms south of Mount Garnet - Queensland	Copper / Iron	05-Oct-23	04-Oct-25	Current
EPM 26883	Mt Pluton	Mt Pluton Base Pty Ltd	100%	90km southwest of Cairns, near Mareeba - Queensland	Gold	07-Mar-19	06-Mar-25	Application Pending

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