



# HALF YEAR REPORT

31 December 2021

DevEx Resources Limited  
ABN 74 009 799 553

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# CORPORATE DIRECTORY

## Directors

Tim R B Goyder	Chairman
Brendan J Bradley	Managing Director
Bryn L Jones	Non-executive Director
Richard K Hacker	Non-executive Director

## Company Secretary

Kym Verheyen

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## Auditors

HLB Mann Judd (WA Partnership)  
Level 4  
130 Stirling Street  
PERTH Western Australia 6000

## Share Registry

Computershare Investor Services Pty Limited  
Level 11, 172 St Georges Terrace  
PERTH Western Australia 6000  
Tel: 1300 850 505

## Securities Exchange

Australian Securities Exchange Ltd  
ASX Code: DEV

## ABN

74 009 799 553

# DIRECTORS' REPORT

For the half-year ended 31 December 2021

The directors present their report together with the condensed financial report for the half-year ended 31 December 2021 for DevEx Resources Limited ("DevEx") and its controlled entities ("the Group") and the auditor's review report thereon.

## Directors

The names of the directors who held office during the half-year and until the date of this report are as below.

Timothy R B Goyder	Chairman
Brendan J Bradley	Managing Director
Richard K Hacker	Non-Executive Director
Bryn L Jones	Non-Executive Director

## Review of Operations

### 1. Sovereign Nickel-Copper-PGE Project, WA (Earn-In and 100%)

**The Sovereign Project is located in the highly prospective Julimar region of Western Australia where DevEx is targeting intrusion-related nickel (Ni), copper (Cu) and platinum group elements (PGE) discoveries. The Julimar Complex hosts the globally significant Gonneville Ni-Cu-PGE discovery ~40km to the south, owned by Chalice Mining Limited (ASX: CHN), and the Yarawindah Brook Ni-Cu-PGE project to the north owned by Caspin Resources Limited (ASX: CPN).**

Reconnaissance air-core (AC) drilling defined an extensive differentiated mafic-ultramafic intrusion within the Sovereign Project, extending over a strike length of 12km.

The Sovereign intrusion is interpreted to be flat-lying, with geology consistent with the upper portion of the Julimar mafic-ultramafic intrusion, as seen on the western edge of Chalice Mining's Gonneville intrusion.

DevEx's maiden diamond drilling program saw three holes for 1,507m completed during the latter half of the reporting period. The programme was designed to test the central portion of the Sovereign mafic-ultramafic intrusion, providing information on the geometry and geology of the intrusion.

Assay results from Holes 1 and 2 have confirmed several zones of low-grade disseminated Ni and Cu sulphide mineralisation within the gabbronorite-norite and pyroxenite rocks, in line with visual observations of the diamond drill core.

The outcome of the initial reconnaissance holes exceeded the Company's expectations, with the drilling encountering a thick intrusive sequence of metamorphosed gabbronorite, norite and ultramafic (including pyroxenite and serpentinite) rocks. Within Hole 2 (21SVDD02), several zones of disseminated (low-grade) Ni-Cu sulphide mineralisation were intersected within the mafic-ultramafic intrusion, including several narrow bands of matrix textured Iron-Nickel-Copper (Fe-Ni-Cu) sulphides.

The third diamond hole (Hole 3), drilled 3.5km to the north of Hole 2 with co-funding assistance from the WA Exploration Incentive Scheme (EIS), has also intersected a thick sequence of moderately west dipping mafic-ultramafic intrusive rocks to the bottom of the hole (586m). Preliminary observations of the core have identified a narrow (one metre) zone of minor disseminated Fe-Ni-Cu sulphides within a pyroxenite.

The mafic-ultramafic rocks hosting the disseminated Fe-Ni-Cu sulphide mineralisation in Holes 2 and 3 show similar signs of assimilation of country rock into the intrusion. The presence of these distinctive features over broadly spaced holes several kilometres apart continues to enhance the prospectivity of the intrusion and reinforces the importance of using ground-based EM surveys to assist in vectoring into potential accumulations of massive sulphide mineralisation.

These early-stage diamond holes demonstrate a thick and extensive sequence of differentiated mafic-ultramafic intrusive rocks which, together with confirmation of Fe-Ni-Cu sulphide mineralisation, supports the potential for the 12km intrusion to host significant concentrations of Ni-Cu-PGE mineralisation.

An extensive ground Electromagnetic (EM) survey commenced in the latter half of the reporting period, testing for potential areas of massive sulphide Ni-Cu-PGE mineralisation that may lie within the 12km long mafic-ultramafic intrusion.

## 2. Junee Project, NSW (100%)

**The Junee Project overlies +20km of prospective strike in the underexplored southern extension of the Macquarie Arc, a geological domain which hosts numerous major porphyry copper-gold (Cu-Au) deposits, including Northparkes, Cowal and Ridgeway.**

A 16,000m diamond, reverse circulation (RC) and AC drilling programme commenced in December. Drilling is planned to test a shallow, 2km long, Au-Cu bedrock anomaly with individual one metre Au and Cu grades of up to 3.5g/t Au and 1,410ppm Cu returned from broad spaced AC drilling reported during the period. In addition, multiple strong chargeability anomalies were identified beneath the extensive bedrock Au-Cu anomaly following an initial Dipole-Dipole Induced Polarisation (IP) geophysical survey, supporting the potential for underlying sulphide mineralisation associated with the gold and copper.

Diamond drilling commenced in late December and, subsequent to report period-end, the Company announced the first diamond hole had intersected several broad zones of intense hydrothermal alteration with associated pyrite mineralisation and quartz veins between 153m to the bottom of the hole at 453m (assays pending).

## 3. Nabarlek Project, NT (100%)

**The Nabarlek Project comprises a dominant +4,700km<sup>2</sup> tenement package located in the Alligator Rivers Uranium Province (ARUP) of the Northern Territory, a Proterozoic mineral province which is known for its world-class uranium deposits. At the heart of the project lies the historical Nabarlek Uranium Mine, considered Australia's highest-grade uranium mine with a previous production of 24 Mlbs @ 1.84% U<sub>3</sub>O<sub>8</sub>.**

A comprehensive technical review of the historical pre and post mine data covering the Nabarlek Project area was undertaken, identifying a number of outstanding exploration opportunities for uranium (U<sub>3</sub>O<sub>8</sub>), copper and gold mineralisation.

These targets surround the Nabarlek Mine within the Company's granted Nabarlek Mining Lease and surrounding exploration tenements.

Field mapping was completed at Nabarlek, with drilling planned to test targets during the 2022 dry season.

## 4. Wilga Downs Gold-Base Metals Project, NSW (Earn In and 100% tenement applications)

**The Wilga Downs Project is within the well-endowed Cobar Basin, part of the greater Lachlan Fold Belt region which hosts several world class Cu-Au deposits, including the CSA Copper Mine and the Peak and Great Cobar Copper-Gold Mines.**

The Company received the assay results for two diamond drill holes designed to test two identified off-hole EM conductors (Conductor A and Conductor D) at the Wilga Downs Project, with both diamond drill holes intersecting massive to semi-massive pyrrhotite together with disseminated zinc and copper sulphides proximal to the modelled positions of the conductors.

DevEx is reviewing the alteration and base metal variability within both holes, in order to identify further potential targets at Wilga Downs.

## 5. Other Projects

No significant activities were completed on the Company's other projects during the period.

## 6. Corporate

During the half year, the Company issued 6,350,002 ordinary shares following the exercise of unlisted options.

## 7. Finance

At 31 December 2021 the Group had net assets of \$13,373,140 (30 June 2021 \$16,788,110) and a working capital surplus of \$11,900,595 (30 June 2021: \$15,620,821). At 31 December 2021 cash at bank totalled \$12,871,908 (30 June 2021: \$16,576,754).

The Group reported a net loss for the period of \$6,510,196 (31 December 2020 loss: \$3,296,261).

## Events Subsequent to the Reporting Date

In February 2022 the Company issued 700,000 unlisted options to an employee under the Company's Employee Incentive Scheme.

There are no other significant events after the balance date that require disclosure in this financial report.

## Auditor's Independence Declaration

Section 307C of the Corporations Act 2001 requires the Group's auditors, HLB Mann Judd, to provide the directors of the Group with an Independence Declaration in relation to the review of the half-year financial report. This Independence Declaration is set out on page 6 and forms part of this directors' report for the half-year ended 31 December 2021.

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

Dated at Perth 11<sup>th</sup> March 2022.



Brendan Bradley  
Managing Director

## Competent Person's Statement

The Information in this report that relates to Exploration Results for the Sovereign Project is extracted from the ASX announcements titled "Further diamond drilling and initial assays confirm extensive, thick, and prospective intrusive sequence at Sovereign" released on 23<sup>rd</sup> December 2021, "Initial diamond drilling at Sovereign intersects thick intrusive sequence with disseminated nickel-copper sulphides" released on 10<sup>th</sup> November 2021 and "Large-scale, 12km long mafic-ultramafic intrusion at Sovereign Project, paving way for ground EM and initial diamond drilling" released on 17<sup>th</sup> August 2021 which are available at [www.devexresources.com.au](http://www.devexresources.com.au).

The Information in this report that relates to Exploration Results for the Junee Copper-Gold Project is extracted from the ASX announcements titled "Strong start to drilling at Junee Gold-Copper Project, NSW with broad alteration zones in first diamond hole" released on 3<sup>rd</sup> February 2022, "New results significantly upgrade Junee Porphyry Copper-Gold Project, NSW" released on 26<sup>th</sup> July 2021, "Encouraging gold-copper assays from maiden air-core drilling into large-scale target at Junee Project, NSW" released on 26<sup>th</sup> May 2021 and "Extensive copper-gold soil anomaly strengthens potential for large-scale porphyry copper-gold system at Junee" released on 9<sup>th</sup> February 2021 which are available at [www.devexresources.com.au](http://www.devexresources.com.au).

The Information in this report that relates to Exploration Results for the Nabarlek Uranium-Copper-Gold Project is extracted from the ASX announcements titled "DevEx ramps-up exploration at Nabarlek Uranium Project, NT after identifying new high-grade targets" released on 29<sup>th</sup> September 2021, "UEQ Identifies High-Grade Copper-Gold and Base Metal Potential at NT Uranium Projects" released on 4<sup>th</sup> October 2017 and "Higher Uranium Grades Returned from U40 Prospect – Nabarlek Project, Northern Territory" released on 16<sup>th</sup> December 2010 which are available at [www.devexresources.com.au](http://www.devexresources.com.au).

The Information in this report that relates to Exploration Results for the Wilga Downs Gold-Base Metal Project is extracted from the ASX announcements titled "NSW Projects – Exploration Update" released on 21<sup>st</sup> September 2021, "Strong Off-Hole DHEM Conductor at Wilga Downs Copper-Gold Project, NSW" released on 20<sup>th</sup> April 2021 and "Encouraging initial drill results at Wilga Downs Project" released on 4<sup>th</sup> February 2021 which are available at [www.devexresources.com.au](http://www.devexresources.com.au).

The Group confirms that it is not aware of any new information or data that materially affects the information included in the above original market announcements. The Group 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.

## Forward Looking Statement

This report contains forward-looking statements which involve a number of risks and uncertainties. These forward looking statements are expressed in good faith and believed to have a reasonable basis. These statements reflect current expectations, intentions or strategies regarding the future and assumptions based on currently available information. Should one or more of the risks or uncertainties materialise, or should underlying assumptions prove incorrect, actual results may vary from the expectations, intentions and strategies described in this report. No obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments.

# AUDITOR'S INDEPENDENCE DECLARATION

For the half-year ended 31 December 2021



## AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the consolidated financial report of DevEx Resources Limited for the half-year ended 31 December 2021, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Perth, Western Australia  
11 March 2022

A handwritten signature in blue ink, appearing to read 'M R Ohm', written in a cursive style.

**M R Ohm**  
Partner

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Liability limited by a scheme approved under Professional Standards Legislation.

HLB Mann Judd (WA Partnership) is a member of HLB International, the global advisory and accounting network.

# CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the half-year ended 31 December 2021

	NOTE	31 DEC 2021 \$	31 DEC 2020 \$
Exploration and evaluation expenditure	2(a)	(3,310,006)	(2,803,094)
Business development costs		(180,261)	(36,638)
Corporate and administration expenses	2(b)	(843,787)	(428,657)
Share-based payments	6	(2,173,334)	(64,166)
Government incentives received		-	37,500
Refund of relinquished tenement rents		-	2,580
Fuel tax credits		6,502	-
Adjustment to rehabilitation provision		42,532	3,564
<b>Loss from operating activities</b>		<b>(6,458,354)</b>	<b>(3,288,911)</b>
Finance income		7,540	7,276
Finance costs		(59,382)	(14,626)
<b>Net Finance Expense</b>		<b>(51,842)</b>	<b>(7,350)</b>
<b>Loss before income tax</b>		<b>(6,510,196)</b>	<b>(3,296,261)</b>
Income tax benefit		-	-
<b>Loss for the period attributable to owners of the parent</b>		<b>(6,510,196)</b>	<b>(3,296,261)</b>
<b>Other comprehensive income</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive loss for the period attributable to owners of the parent</b>		<b>(6,510,196)</b>	<b>(3,296,261)</b>
<b>Basic loss per share attributable to ordinary equity holders (cents per share)</b>		<b>(2.10)</b>	<b>(1.35)</b>
<b>Diluted loss per share attributable to ordinary equity holders (cents per share)</b>		<b>(2.10)</b>	<b>(1.35)</b>

The condensed consolidated statement of comprehensive income is to be read in conjunction with the notes to the financial statements.

# CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2021

	NOTE	31 DEC 2021 \$	30 JUNE 2021 \$
<b>Current assets</b>			
Cash and cash equivalents		12,871,908	16,576,754
Trade and other receivables		250,844	187,903
<b>Total current assets</b>		<b>13,122,752</b>	<b>16,764,657</b>
<b>Non-current assets</b>			
Financial assets	3	2,171,300	2,068,119
Property, plant and equipment		192,354	175,291
Right-of-use assets	4	436,015	480,621
<b>Total non-current assets</b>		<b>2,799,669</b>	<b>2,724,031</b>
<b>Total assets</b>		<b>15,922,421</b>	<b>19,488,688</b>
<b>Current liabilities</b>			
Trade and other payables		692,599	604,930
Provisions		250,852	315,365
Employee benefits		188,115	161,395
Lease liabilities	4	90,591	62,146
<b>Total current liabilities</b>		<b>1,222,157</b>	<b>1,143,836</b>
<b>Non-current liabilities</b>			
Provisions		937,880	1,122,904
Lease liabilities	4	389,244	433,839
<b>Total non-current liabilities</b>		<b>1,327,124</b>	<b>1,556,743</b>
<b>Total liabilities</b>		<b>2,549,281</b>	<b>2,700,579</b>
<b>Net assets</b>		<b>13,373,140</b>	<b>16,788,109</b>
<b>Equity</b>			
Issued capital	5	80,714,542	79,792,649
Reserves		2,486,762	549,843
Accumulated losses		(69,828,164)	(63,554,383)
<b>Total equity</b>		<b>13,373,140</b>	<b>16,788,109</b>

The condensed consolidated statement of financial position is to be read in conjunction with the notes to the financial statements.

# CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the half-year ended 31 December 2021

	ISSUED CAPITAL \$	SHARE-BASED PAYMENT RESERVE \$	ACCUMULATED LOSSES \$	TOTAL EQUITY \$
<b>Balance at 1 July 2020</b>	58,981,664	461,793	(56,973,967)	2,469,490
Loss for the period	-	-	(3,296,261)	(3,296,261)
Other comprehensive income	-	-	-	-
<b>Total comprehensive loss for the period</b>	-	-	<b>(3,296,261)</b>	<b>(3,296,261)</b>
<b>Transactions with Owners in their capacity as Owners:</b>				
Issue of shares (net of costs)	13,175,900	-	-	13,175,900
Share-based payments	-	64,166	-	64,166
<b>Balance at 31 December 2020</b>	<b>72,157,564</b>	<b>525,959</b>	<b>(60,270,228)</b>	<b>12,413,295</b>
<b>Balance at 1 July 2021</b>	79,792,649	549,843	(63,554,383)	16,788,109
Loss for the period	-	-	(6,510,196)	(6,510,196)
Other comprehensive income	-	-	-	-
<b>Total comprehensive loss for the period</b>	-	-	<b>(6,510,196)</b>	<b>(6,510,196)</b>
<b>Transactions with Owners in their capacity as Owners:</b>				
Issue of shares (net of costs)	921,893	-	-	921,893
Share-based payments	-	2,173,334	-	2,173,334
Transfer between equity accounts	-	(236,415)	236,415	-
<b>Balance at 31 December 2021</b>	<b>80,714,542</b>	<b>2,486,762</b>	<b>(69,828,164)</b>	<b>13,373,140</b>

The condensed consolidated statement of changes in equity is to be read in conjunction with the notes to the financial statements.

# CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the half-year ended 31 December 2021

	31 DEC 2021 \$	31 DEC 2020 \$
<b>Cash flows from operating activities</b>		
Cash paid to suppliers and employees	(803,953)	(514,672)
Payments for mining exploration, evaluation and rehabilitation	(3,616,535)	(2,754,125)
Interest received	7,794	8,388
Interest paid on lease liabilities	(14,500)	(11,388)
Government grants and incentives	-	50,000
<b>Net cash used in operating activities</b>	<b>(4,427,194)</b>	<b>(3,221,797)</b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant & equipment	(40,175)	(88,242)
Payments for investments	(102,181)	-
<b>Net cash used in investing activities</b>	<b>(142,356)</b>	<b>(88,242)</b>
<b>Net cash used in financing activities</b>		
Net proceeds from issue of shares	888,456	13,209,523
Repayment of lease liabilities	(22,752)	(26,004)
Movement in restricted cash	(1,000)	(188,266)
<b>Net cash provided by financing activities</b>	<b>864,704</b>	<b>12,995,253</b>
Net (decrease)/increase in cash and cash equivalents	(3,704,846)	9,685,214
Cash and cash equivalents at 1 July	16,576,754	2,216,866
<b>Cash and cash equivalents at 31 December</b>	<b>12,871,908</b>	<b>11,902,080</b>

The condensed consolidated statement of cash flows is to be read in conjunction with the notes to the financial statements.

# NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2021

## Significant accounting policies

### (a) Statement of compliance

The financial report was approved by the Board of Directors on 11<sup>th</sup> March 2022.

The half-year financial report is a general purpose financial report prepared in accordance with AASB 134 'Interim Financial reporting' and the Corporations Act 2001.

The half-year financial report does not include all the notes of the type normally included in the annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Group.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2021 and any public announcements made by DevEx Resources Limited during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 30 June 2021. These accounting policies are consistent with Australian Accounting Standards and with Australian Equivalents to International Financial Reporting Standards (AIFRS).

### (b) Basis of preparation

The half-year financial report has been prepared on a historical cost basis except for certain other investments which have been stated at fair value. Cost is based on the fair value of the consideration given in exchange for assets. The Group is a for-profit entity, domiciled in Australia and all amounts are presented in whole Australian dollars, unless otherwise noted. For the purpose of preparing the half-year financial report, the half-year has been treated as a discrete reporting period.

The half-year financial report has been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlements of liabilities in the ordinary course of business.

### (c) Significant accounting judgments and key estimates

The preparation of half-year financial report requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

In preparing this half-year financial report, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial report for the year ended 30 June 2021.

### (d) Adoption of new and revised Accounting Standards

#### ***Standards and Interpretations applicable to 31 December 2021***

In the period ended 31 December 2021, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Group and effective for the current half-year reporting period. As a result of this review, the Directors have determined that there is no material impact of the new and revised standards and Interpretations on the Group and, therefore no material change is necessary to Group accounting policies.

#### ***Standards and interpretations in issue not yet adopted***

The directors have also reviewed all of the new and revised standards and interpretations in issue not yet adopted for the current half-year reporting period. As a result of this review, the directors have determined that there will be no material impact of these standards and interpretations on the Group and, therefore, no change is necessary to Group accounting policies.

## 1. Segment reporting

For management purposes, the Group is organised into one main business and geographic segment, which involves exploration for mineral deposits in Australia. All of the Group's activities are interrelated, and discrete financial information is reported to the Board (Chief Operating Decision Makers) as a single segment. Accordingly, all significant operating decisions are based upon analysis of the Group as one segment. The financial results from the segment are equivalent to the financial statement of the Group as a whole.

## 2. Income and expenses

### (a) Exploration and evaluation expenditure by Project

	6 MONTHS TO 31 DEC 2021 \$	6 MONTHS TO 31 DEC 2020 \$
Sovereign	985,030	314,336
Junee	421,446	635,956
Nabarlek	351,252	124,688
Cobar and Wilga Downs	662,562	303,492
Julimar Complex	106,012	17,518
Basin Creek	237,198	1,347,847
Other (includes tenement applications and initial rents)	546,506	59,257
	<b>3,310,006</b>	<b>2,803,094</b>

### (b) Corporate and administration expenses

Depreciation and amortisation	69,902	17,466
Office costs	48,353	61,278
Personnel expenses	494,469	225,133
Regulatory and compliance	189,230	80,539
Other	139,412	115,519
Reallocation to exploration and evaluation expenditure	(97,579)	(71,278)
	<b>843,787</b>	<b>428,657</b>

## 3. Financial Assets

	31 DEC 2021 \$	30 JUN 2021 \$
Bank guarantees in relation to rehabilitation obligations <sup>(1)</sup>	1,508,213	1,507,213
Bank guarantee in relation to business credit cards	50,000	50,000
Investment in PhosEnergy Limited <sup>(2)</sup>	613,087	510,906
	<b>2,171,300</b>	<b>2,068,119</b>

(1) Bank guarantees in relation to rehabilitation obligations are held by the Northern Territory Department of Mines and Energy (DME) for rehabilitation obligations on the Nabarlek Mineral Lease (\$1,158,362), the Northern Land Council and DME on the Nabarlek tenements held (totalling \$94,851), the Queensland Department of Resources (\$1,000), and the New South Wales Department of Planning and Environment – Resources & Energy on the New South Wales tenements (\$254,000).

(2) The Group's investment is valued at the most recent capital raising price being \$0.10 per share. An additional 1,021,813 shares at \$0.10 per share were subscribed for during the period.

#### 4. Right-of-use assets and Lease liabilities

	31 DEC 2021 \$	30 JUN 2021 \$
<b>Right-of-use assets</b>		
Right-of-use assets – Office Leases	560,545	558,361
Accumulated depreciation	(124,530)	(77,740)
	<b>436,015</b>	<b>480,621</b>
<b>Lease Liabilities</b>		
Current	90,591	62,146
Non-current	389,244	433,839
	<b>479,835</b>	<b>495,985</b>

#### 5. Issued capital

MOVEMENT OF ISSUED AND FULLY PAID ORDINARY SHARES	6 MONTHS TO 31 DEC 2021		YEAR TO 30 JUN 2021	
	NO.	\$	NO.	\$
Balance at 1 July	307,833,967	79,792,649	190,363,073	58,981,664
Placement @ \$0.10 (completed Sept 2020)	-	-	55,690,767	5,569,077
Placement @ \$0.23 (completed Dec 2020)	-	-	36,600,000	8,418,000
Placement @ \$0.32 (completed June 2021)	-	-	24,913,460	7,972,307
Exercise of Options @ \$0.10 expiring 30 Nov 2021	4,850,000	485,000	166,667	16,667
Exercise of Options @ \$0.23 expiring 27 July 2023	100,000	23,000	100,000	23,000
Exercise of Options @ \$0.30 expiring 30 Nov 2021	1,400,002	420,000	-	-
Less share issue costs	-	(6,107)	-	(1,188,066)
Balance at end of period	<b>314,183,969</b>	<b>80,714,542</b>	<b>307,833,967</b>	<b>79,792,649</b>

#### 6. Share-Based Payments

	6 MONTHS TO 31 DEC 2021 \$	6 MONTHS TO 31 DEC 2020 \$
<b>(a) Share-based payments recognised during the period</b>		
Expense arising from equity settled share-based payment transactions <sup>(1)</sup>	2,173,334	64,166
	<b>2,173,334</b>	<b>64,166</b>

## (b) Share Options

MOVEMENT OF UNLISTED OPTIONS OVER ORDINARY SHARES ON ISSUE	31 DEC 2021 NO.	30 JUN 2021 NO.
Balance at 1 July	15,266,669	14,883,336
Options Exercised	(6,350,002)	(266,667)
Options Lapsed/Forfeited	(416,667)	-
Options Issued <sup>(1)(2)</sup>	6,150,000	650,000
Balance at end of period	<b>14,650,000</b>	<b>15,266,669</b>

- (1) In October 2021 the Directors resolved to issue 4,000,000 unlisted options to the Directors following shareholder approval at the 2021 Annual General Meeting, vesting immediately. The difference in share price from the date of the approval by the Board (\$0.29) and the subsequent date of shareholder approval (\$0.71) has resulted in a significantly higher expense being recorded during the period.
- (2) In addition, during the half year, a total of 650,000 share options vesting immediately, and 1,500,000 with 12 month and 24 month vesting conditions were granted to employees under the terms of the Company's Employee Securities Incentive Plan.

### WEIGHTED AVERAGE INPUTS TO THE BLACK SCHOLES OPTION-PRICING MODEL

	OPTIONS ISSUED DEC 2021
Share price at grant date (weighted average)	\$0.562
Exercise price (weighted average)	\$0.502
Expected volatility (expressed as weighted average used in the modelling under Black Scholes option pricing model)	106%
Expected life (expressed as weighted average used in the modelling under Black Scholes option pricing model)	3 years
Expected dividends	-
Risk-free interest rate (weighted average)	0.76%
Number	6,150,000

Share options are granted under service conditions. Non-market performance conditions are not taken into account in the grant date fair value measurement of the services rendered.

## 7. Events after balance date

In February 2022 the Company issued 700,000 unlisted options to an employee under the Company's Employee Incentive Scheme. There are no other significant events after the balance date that require disclosure in this financial report.

## 8. Exploration commitments

In order to maintain current rights of tenure to exploration tenements, the Group is required to perform minimum exploration work to meet the minimum expenditure requirements specified by various governments. These obligations are subject to renegotiation when application for a mining lease is made and at other times. The amounts stated are based on the maximum commitments. The Group may in certain situations apply for exemptions under relevant mining legislation. These obligations are not provided for in the financial report and are payable:

	31 DEC 2021 \$
Within 1 year	1,524,069
Within 2 – 5 years	3,884,236
Later than 5 years	227,072
	<b>5,635,377</b>

To the extent that expenditure commitments are not met, tenement areas may be reduced, and other arrangements made in negotiation with the relevant state and territory government departments on renewal of tenements to defer expenditure commitments or partially exempt the Company.

## 9. Contingent liabilities

The Group has no contingent liabilities.

## 10. Financial Instruments

The directors consider the carrying value of financial assets and financial liabilities recognised in the consolidated financial statements to approximate their fair values.

The directors have assessed the fair value of cash and short-term deposits, trade receivables, trade payables and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

# DIRECTORS' DECLARATION

For the half-year ended 31 December 2021

In the opinion of the directors of DevEx Resources Limited:

1. the attached financial statements and notes thereto are in accordance with the Corporations Act 2001 including:
  - a. giving a true and fair view of the financial position of the Group as at 31 December 2021 and of its performance for the half-year ended on that date; and
  - b. complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001; and
2. 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 the directors:

A handwritten signature in black ink, appearing to read 'B. Bradley', with a long horizontal stroke extending to the right.

Brendan Bradley  
Managing Director

Dated at Perth on 11th March 2022.

# INDEPENDENT AUDITOR'S REVIEW REPORT

For the half-year ended 31 December 2021



## INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of DevEx Resources Limited

### Report on the Condensed Half-Year Financial Report

#### *Conclusion*

We have reviewed the accompanying half-year financial report of DevEx Resources Limited ("the company") which comprises the condensed consolidated statement of financial position as at 31 December 2021, the condensed consolidated statement of comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration, for the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

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

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2021 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

#### *Basis for conclusion*

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

#### *Responsibility of the directors for the 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 and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

#### *Auditor's responsibility for the review of the financial report*

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001*

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including giving a true and fair view of the consolidated entity's financial position as at 31 December 2021 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

*Auditor's responsibility for the review of the financial report*

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the consolidated entity's financial position as at 31 December 2021 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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

*Independence*

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

*HLB Mann Judd*

**HLB Mann Judd**  
**Chartered Accountants**

**Perth, Western Australia**  
**11 March 2022**

A handwritten signature in blue ink, appearing to read 'M R Ohm'.

**M R Ohm**  
**Partner**



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