



Nimy Resources Limited

ABN 82 155 855 986

**Financial report for the half-year ended
31 December 2022**

Corporate Directory

Board of Directors

Mr Simon Lill

Mr Christian Price

Mr Neville Luke Hampson

Company Secretary

Mr Henko Vos

Registered Office

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Perth WA 6000

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Website: www.nimy.com.au

Corporate Office

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Auditors

RSM Australia Partners

Level 32 Exchange Tower

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Share Registry

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Securities Exchange Listing

Australian Securities Exchange

(Home Exchange: Perth, WA)

Code: NIM

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half-year ended 31 December 2022

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Director's Report

Your Directors present their half-yearly report on the consolidated entity consisting of Nimy Resources Limited ("Nimy" or "the Company") and the entities it controlled at the end of, or during, the period 1 July 2022 to 31 December 2022 ("the Group").

Directors

The following persons were directors of Nimy Resources Limited during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Simon Lill

Luke Hampson

Christian Price

Principal Activities

The Company commenced exploration and development activities at Mons Project, 370 kms northeast of Perth in the Yilgarn region of Western Australia. Nimy currently controls a considerable tenement package comprising over 2,562sqkm.

The tenement package is highly prospective for nickel, lithium, rare earths, gold, other precious metals and base metals target.

Highlights – Mons Project 100%

- Focus of HY2022 was the completion and interpretation of the maiden diamond drilling program
- Over 3,200m of diamond drilling and assay information over three prospects was compiled and reported; Highlights included.
 - NRDD001 – 413.85m – 363m @ 0.14% Ni, 25.72% MgO
 - NRDD002 – 516.8m – 426m @ 0.14% Ni, 26.03% MgO
 - NRDD003 – encountered felsic pegmatitic rocks within a substantial potassic alteration zone (388–447m)
 - NRDD004 – 448.48m @ 0.15% Ni, 0.01% Co and MgO 27.28%
 - NRDD005 – 226m @ 0.16% Ni contained within the 316m width open at end of hole – with up to 0.48% Ni, 0.04% Cu and 0.04% Co
 - NRDD006 – 91m @ 0.14% Ni, 0.01% Co and 22.74% MgO
- Reprocessing moving loop electromagnetics (MLEM) information by consultants Resource Potentials identifying the following:
 - Five EM conductor model plates targeting massive nickel sulphide mineralisation have been generated at three prospects
 - A total of 17 anomalies across the current in-loop MLEM survey dataset, typically represented by mid to late-time X component responses
 - Targets for follow up detailed MLEM surveys and further RC drill testing.
- Surface sampling campaigns over new and existing target areas utilising Ultrafine™ assay techniques.
- Reprocessing of aerial magnetics over tenement E77/2383 identified a pipe structure and potential rare earth carbonatite extending to below 1500m (extent of modelling), RC program planned to test the target in 2023
- Planning and approvals for the 2023 exploration campaign, including RC drilling, detailed MLEM surveys across new and existing targets, surface sampling and Heli- VTEM surveys across the Mons Project area

Operations Review: Exploration

Diamond Drilling

During H2Y2022 the maiden diamond drill campaign was completed. The program consisting of six holes across the Mons Project focused on the Dease and Godley targets. The drilling designed to test for mineralisation, structure, lithology and depth to basement. Following up from extensive historic and recent exploration results. Targeting

The results provided gives a first look at depth of an area previously overlooked prior to the Nimy project. Whilst work in ongoing on completed holes pending assays, and the results of the MLEM/DHEM geophysical surveys. The initial MLEM results and geochemical analysis of the diamond drill hole assay returned, has further defined follow up targets at Mons.

The drill program consisted of total of 3,200m over the below holes.

- NRDD001 - 414m – Godley Target
- NRDD002 - 517m – Godley Target
- NRDD003 - 511m – Dease Eastern MLEM Target
- NRDD004 - 871m – Dease Central Target MLEM
- NRDD005 - 316m – Dease Target – Gossan
- NRDD006 - 571m - Dease Western MLEM Target

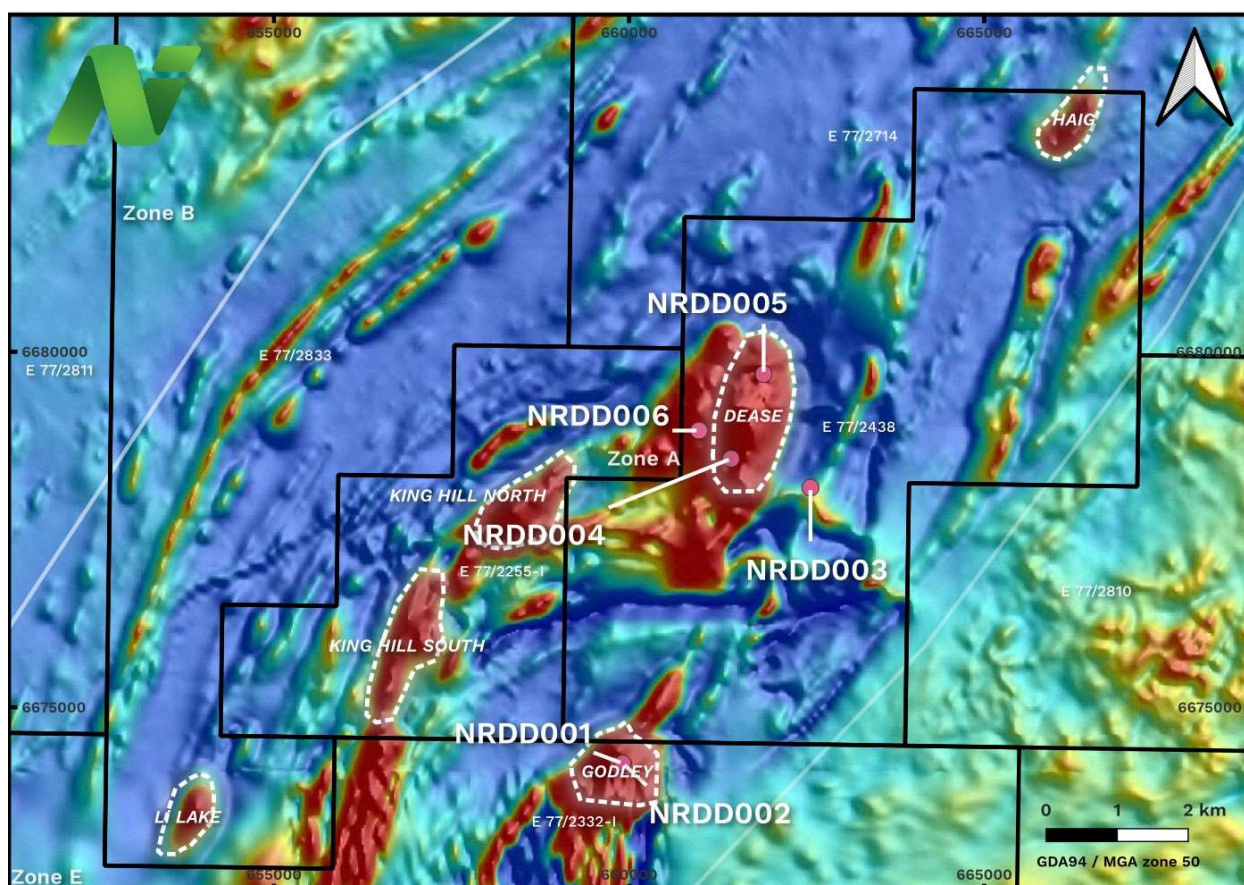


Figure 1 -Mons Project diamond drill hole collar locations - Zone A targets over aerial magnetics

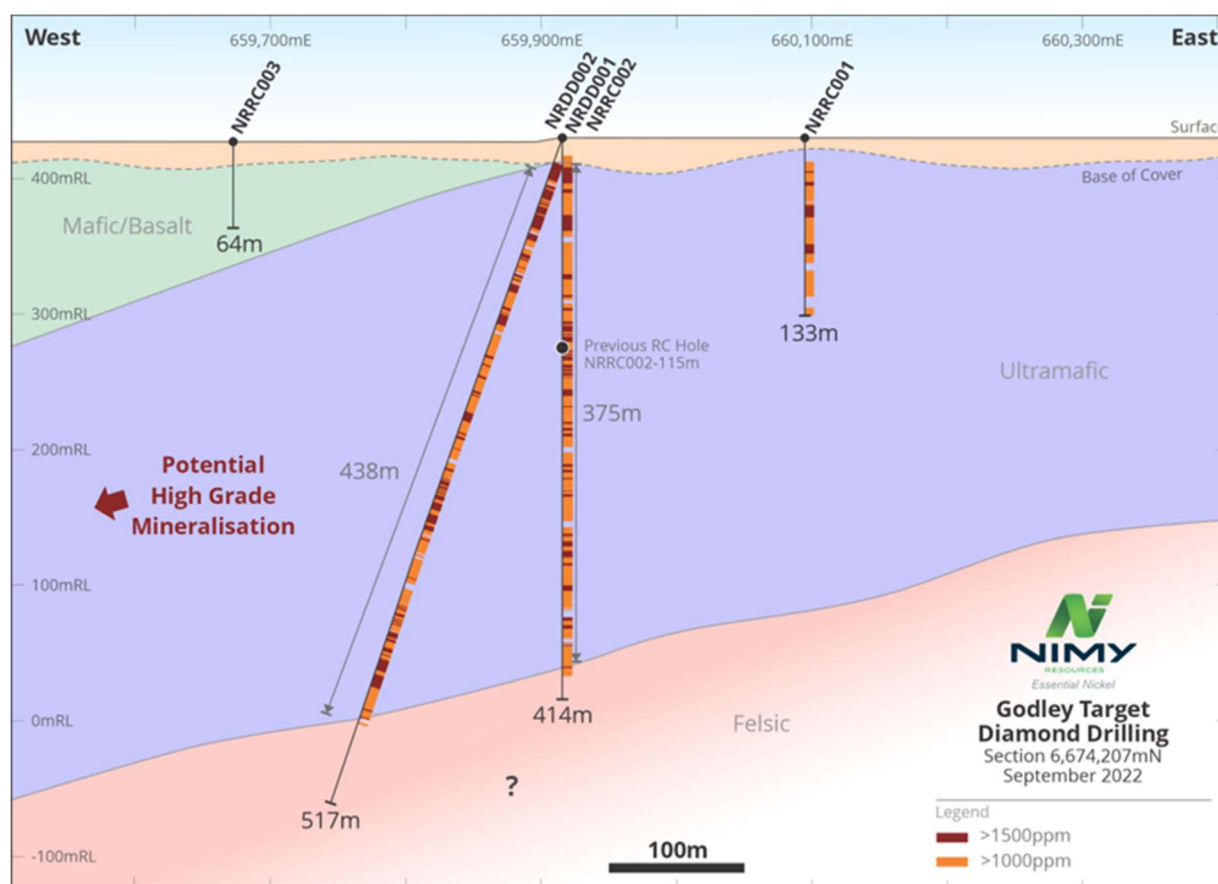


Figure 2 -NRDD001 & NRDD002 - Relative positioning of the Godley komatiite within the interpreted structural model

The two diamond holes, NRDD001 & NRDD002, collared on the same pad represent the first deep drilling at the Mons Project. The previous campaign (October 2020) of reverse circulation (RC) drilling drilled to a maximum depth of 220m. The two holes have provided excellent information enabling the primary objectives of obtaining lithological, structural, depth (basal contact) and mineralisation information to be met. The results confirm a significant body of potential nickel mineralisation at the Godley Prospect.

- NRDD001 returned a substantial intersection - 368m Ni @ 0.14% and 25.72% MgO from within 12m to 395m which includes pre-collar (NRRC002).
- NRDD002 returned a substantial intersection of 427m Ni @ 0.14% and 26.03% MgO from within 19m to 456m.

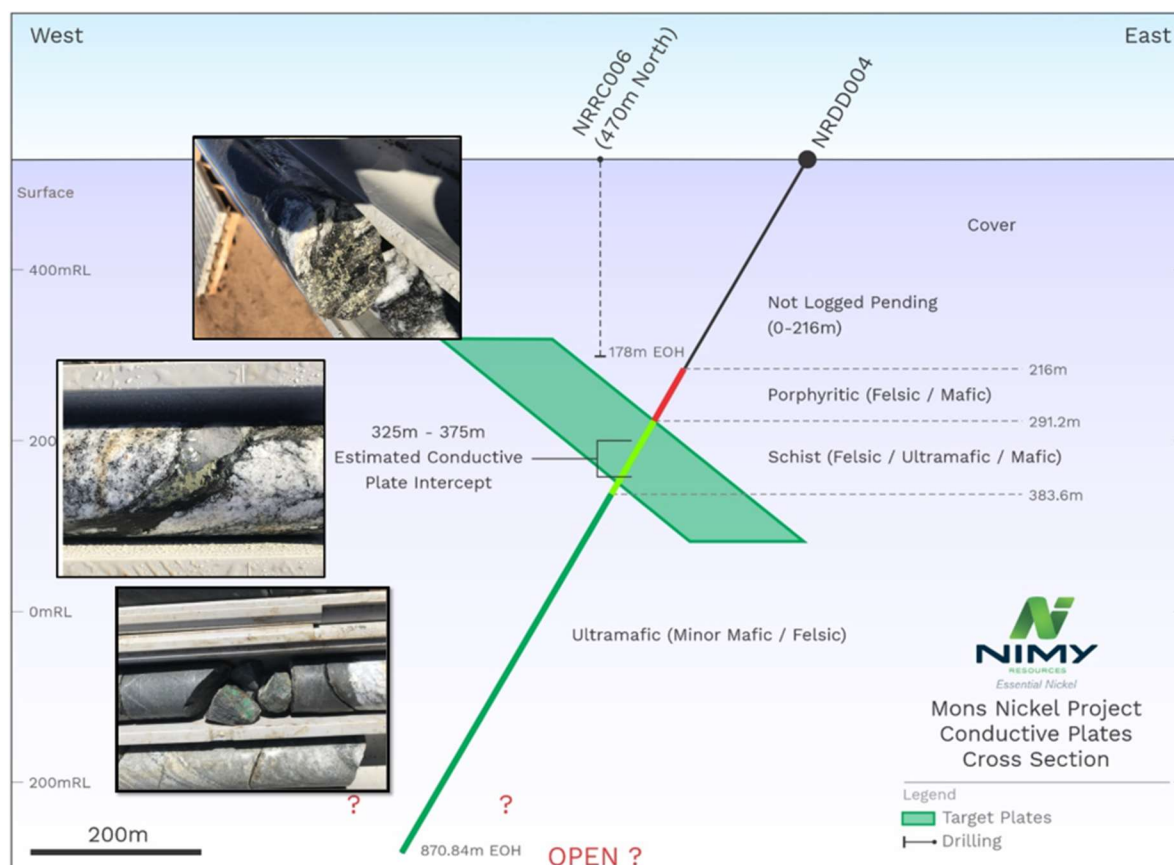


Figure 3 - NRRD004 – drill logging with MLEM anomaly

Diamond hole NRDD003 was collared off strike to the east of NRDD004 - *Figure 4*

NRDD003 hole consists of felsic pegmatite, however, encountered a 59m wide strong potassic alteration zone with elevated potassium, barium, rubidium, aluminium, beryllium caesium, thallium, and lead values. The significance of this zone is being worked through with sections of the core to undergo petrographic analyses.

Diamond holes NRDD004 and NRDD006 confirm the significant strike length and depth (open at 871m) of the mineralised komatiite flow. The Dease prospect has 4 diamond holes informing structural interpretation, lithology, geochemical results with MLEM analysis that indicate we have a very significant sized mineralised komatiite flow with the possibility of higher-grade nickel sulphide traps within.

Diamond hole NRDD004 returned anomalous nickel assays with the hole finishing at 871m in nickel mineralisation from 384 metres.

- Best Ni-Cu interval 2m @ 0.13% Ni, 0.21% Cu, 104ppm Co and 27.69% MgO (438 – 440m)
- Longest Ni interval 123.84m @ 0.16% Ni, 98ppm Co and 27.25% MgO 747 -870.84m end of hole

Diamond hole NRDD006 is interpreted to have drilled down the contact intersecting significant nickel intermittently down the hole until 454 metres whereby the hole continues to 571 metres (end of hole) in nickel mineralisation. There is significant copper accompanying nickel from 512 -515 metres.

- Best Ni Cu interval 1m @ 0.10% Ni, 0.10% Cu, 71ppm Co and 19% MgO (512 – 513m)
- Longest Ni interval 59m @ 0.15% Ni, 98ppm Co and 25% MgO 512 -571m end of hole

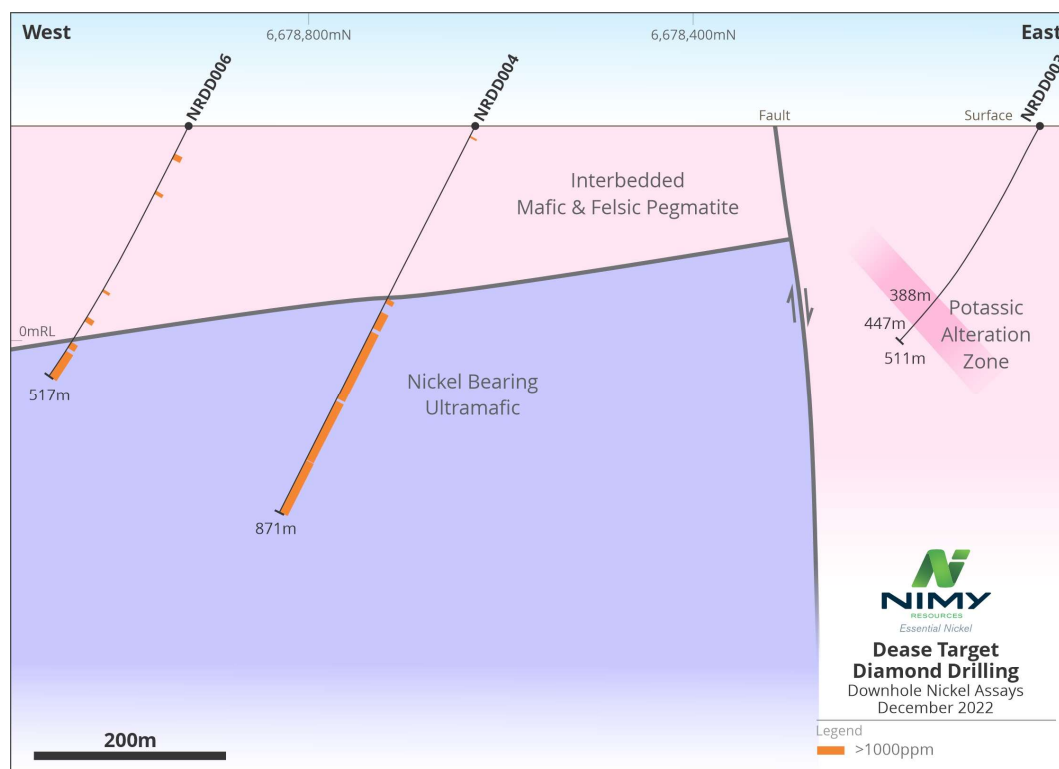


Figure 4 - Drill hole cross-sections nickel at >1000ppm (0.10%) and potassic alteration zone encountered in hole NRDD003

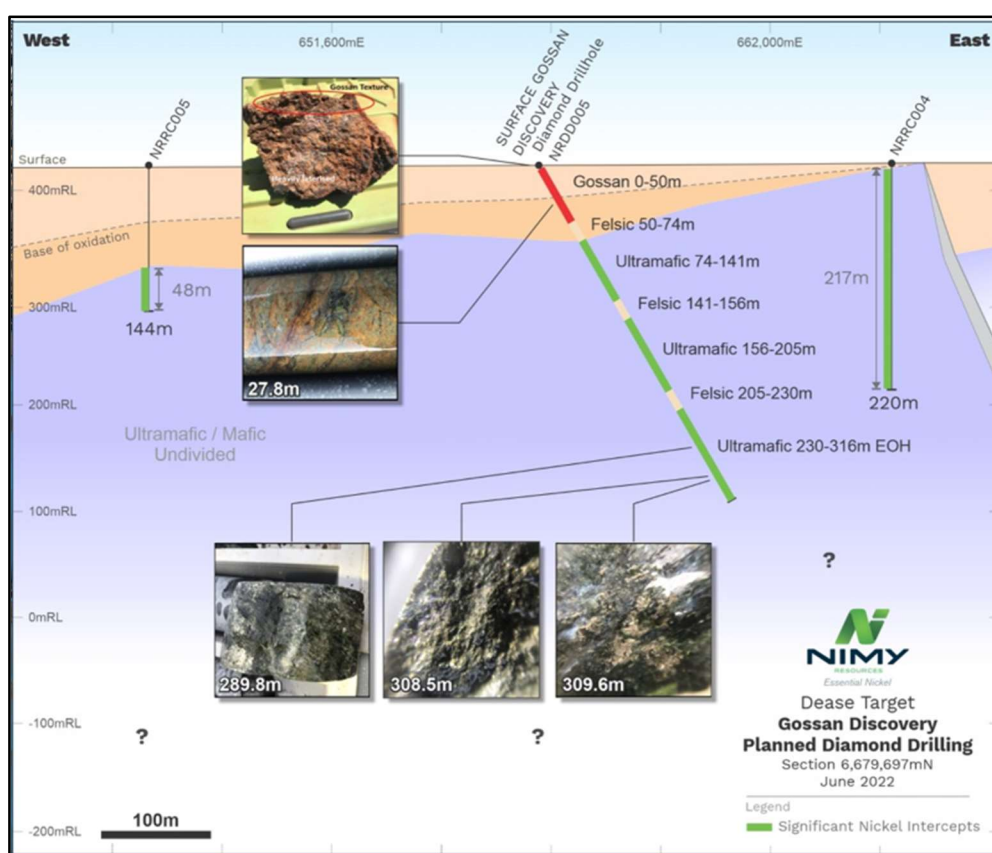


Figure 5 - Cross-section of lithology in vicinity of NRDD005, which includes visual pentlandite occurrences at 289.9m, 308.5m, 309.6m respectively

Diamond hole NRDD005 returned anomalous nickel assays within and directly below the gossan find.

- Assays from NRDD005 return nickel (up to 0.48%), copper (up to 0.04%) and cobalt (up to 0.04%) mineralisation down to 40m beneath gossan find, key results include:
 - 6m @ 0.31% Ni (14-20m), including 1m @ 0.48% Ni (16-17m)
 - 4m @ 0.30% Ni (26-30m), including 2m @ 0.37% (27-29m)
 - 226m @ 0.16% Ni contained within the 316m width open at end of hole
- Nickel sulphide bearing komatiite confirmed to end of hole 316m

The location of potential primary sulphide ore will be investigated with new DHEM survey with adjusted EM transmitter loop position and a MLEM Slingram survey enabling the area of interest to be surveyed for an EM response

Exploration Geophysics

Downhole electromagnetic surveys were completed on NRDD005. Subtle and noisy DHEM anomalies have been recorded at 270m and 290m downhole near a zone of pentlandite logged in the hole.

The moving loop survey (MLEM) interpretation completed during the period. MLEM is a well understood and successful exploration method for the discovery of potential nickel sulphide conductor plates at depth. The survey was undertaken over an initial survey area over 32sqkm to further define Kambalda and Forrestania Style targets for follow-up drilling.

Geophysics consultants, Resource Potentials, have undertaken a review of existing ground fixed loop electromagnetic (FLEM) data and MLEM data acquired at the Mons Nickel Project. Uncovering an number of additional anomalies.

5 EM conductor model plates targeting massive nickel sulphide mineralisation were generated at 3 prospects. Soil sampling and drilling has confirmed anomalous nickel at or proximal to all 3 prospects.

A total of 17 anomalies have been identified so far across the current in-loop MLEM survey dataset, typically represented by mid to late-time X component responses. See

Follow-up close spaced MLEM survey using a slingram configuration and a SQUID B-field sensor booked to commence early January 2023.

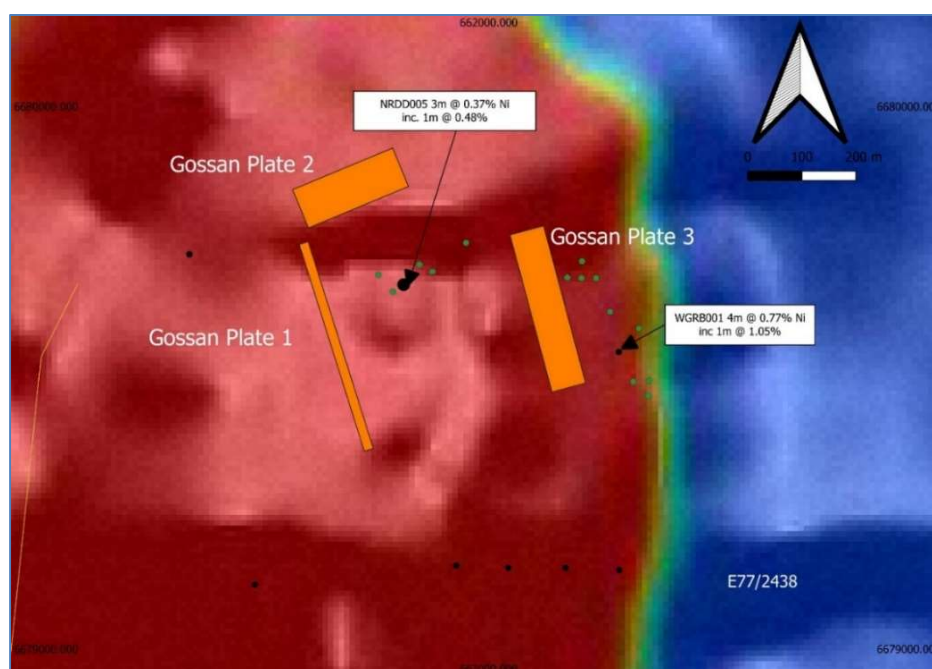


Figure 6 - Position of conductor model plates relative to NRDD005, mapped areas of outcropping gossan (green dots), and existing drillholes (black dots) over a colour magnetic

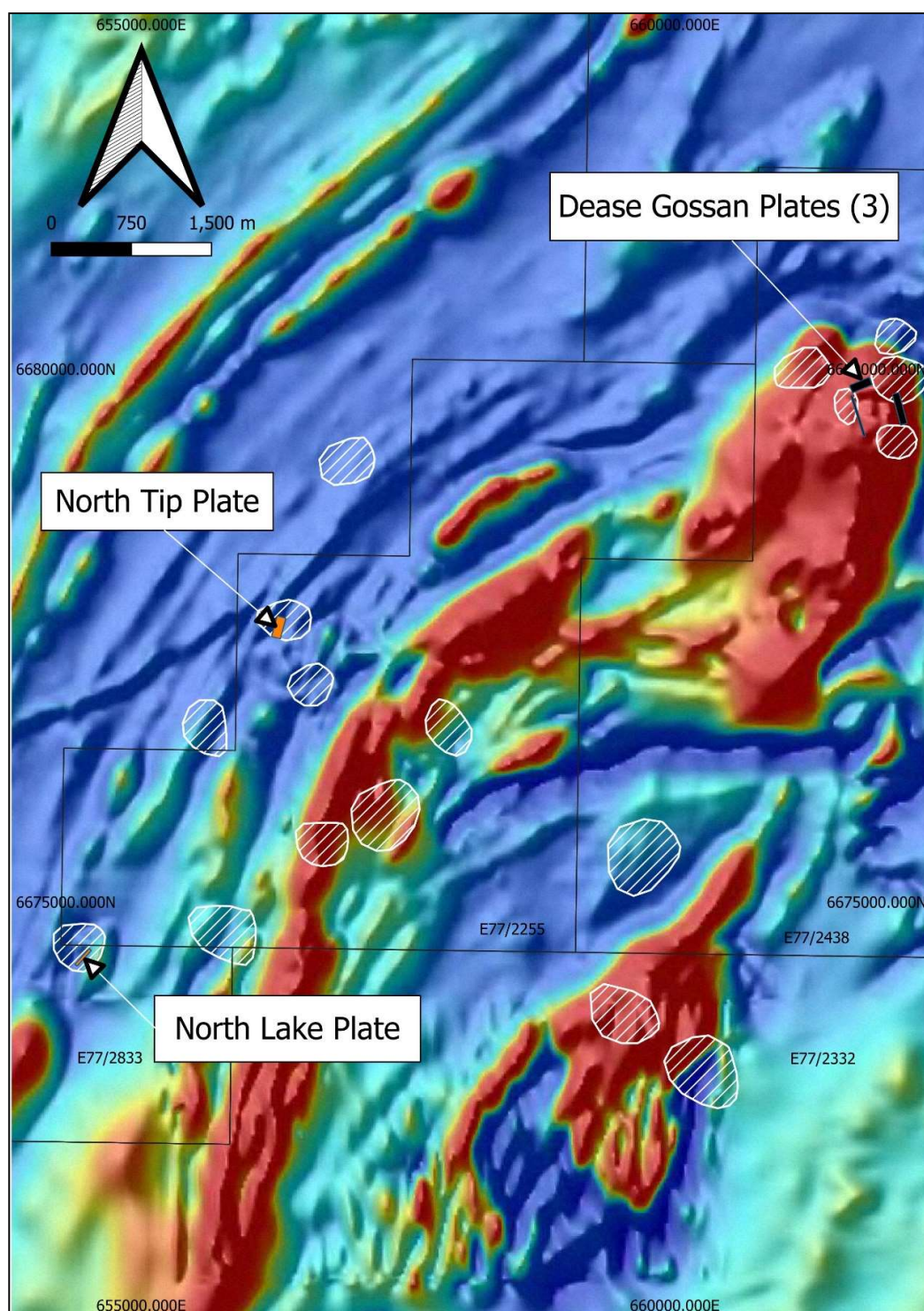


Figure 7 - Location of modelled EM conductor model plates over a colour magnetic image, white hash polygons represent MLEM X component anomalies

During the HY FY2022 planning and approval has been undertaken for Heli VTEM surveys across the Northern tenement.

Soil Sampling

Soil sampling continued across various targets across the Mos Nickel project utilising Ultrafine™ assay methods. Samples had been sent to the Labwest facilities in Perth with results reported in January 2023.

Tenement Acquisition

Based on regional assessment of geophysical, remote sensing data and the exploration targeting criteria. Four tenements were acquired during the E77/2928, E77/2937, E77/2936 under a 100% owned subsidiary Karroun Hill Pty Ltd and E77/3015 under Nimy Pty Ltd. All tenements are pending final approval.

POW, Heritage and Tenement Approvals

Heritage application and approval process have commenced on the tenement applications.

POWs and site access were completed during the period with DMIRS (Department of Minerals, Industry Regulation and Safety) in preparation for commencement of RC Drilling campaign in January 2023.

Rare Earth Exploration

Follow up geophysical modelling at tenement E77/2683 indicated that the pipe like structure continues vertically to at least 1.5kms (model limit). It has previously been identified as a potential carbonate by AngloGold in 2012.

The intact structural integrity could indicate a much later emplacement than the surrounding granites and the Karroun Hill greenstone belt to the east.

The hypothesis is made compared to the Mt Weld carbonatite dated at 2020ma surrounded by basalts and rhyolite lava flows inferred age 2960-2650ma. There is very little geochronological data available for the Mons Project area. The granites have an inferred age of 3010-2600ma using the Forrestania greenstone belt as a reference point (along strike to the south), which has an inferred age of 3131ma-2700ma (greenstone) and 3010ma – 2600ma (granites).

An RC drilling campaign has been planned to test the geophysical structure in 2023.

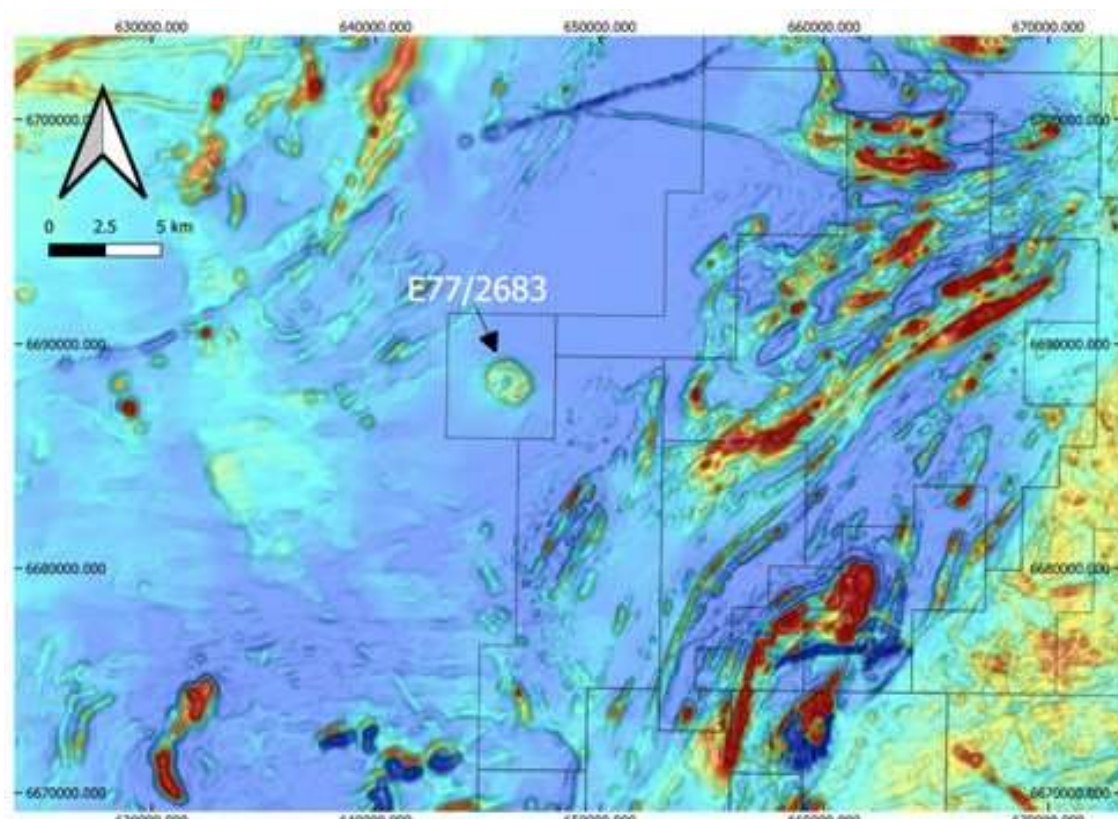


Figure 8 - The Mons carbonatite prospect located within E77/2683 on air borne magnetic survey

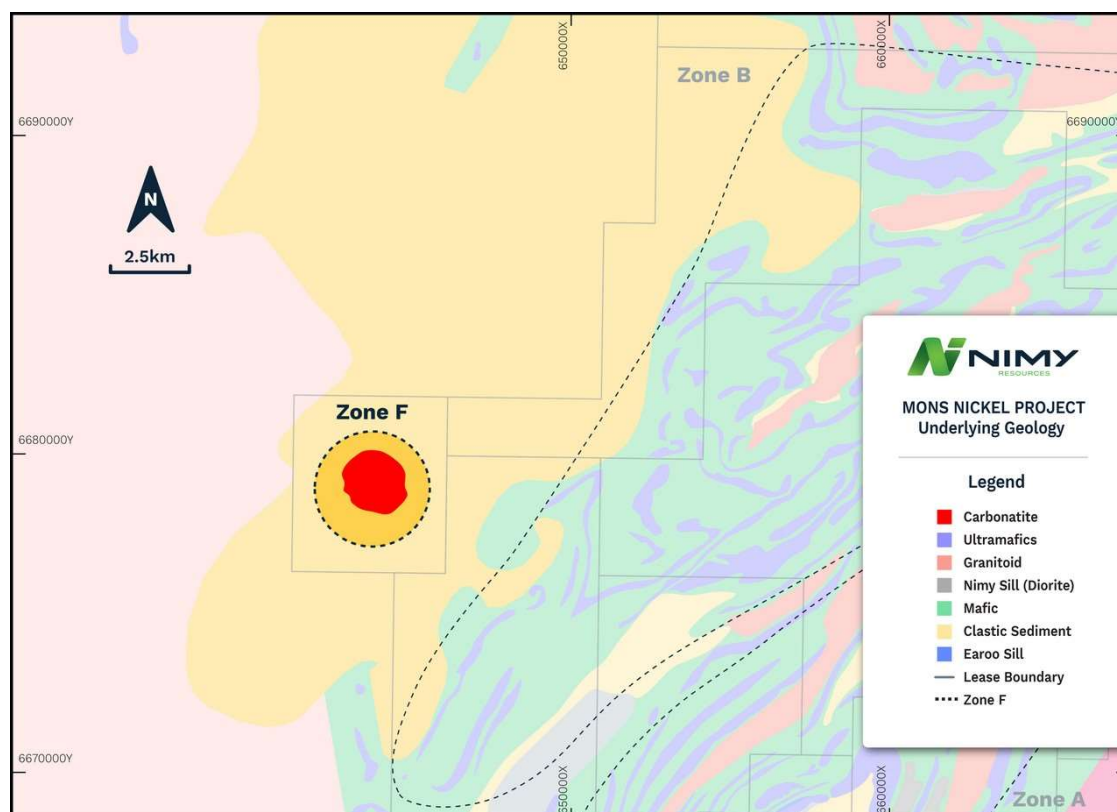


Figure 9 - Mons Project – Exploration Zone F including the carbonatite prospect

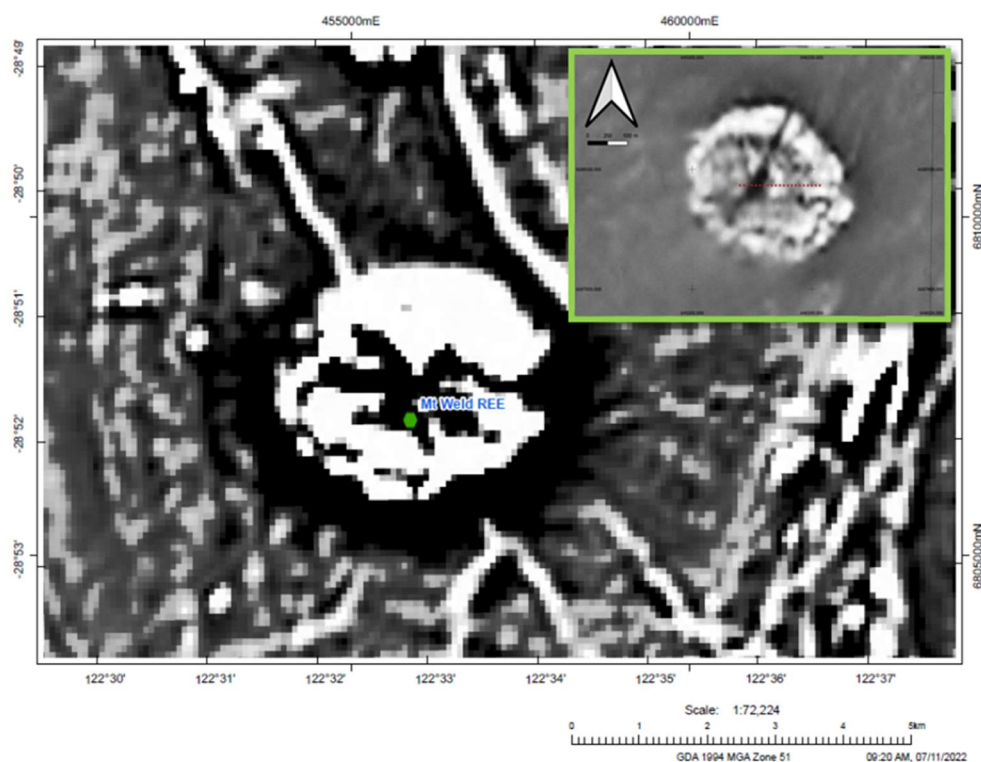


Figure 10 - Air borne magnetics 1DV geophysical comparison of Mt Weld carbonatite to Mons carbonatite (inset)
 scale Mt Weld approx. 4km width EW, 3.5km length NS, Mons Carbonatite approx. 2.4km width EW, 2.1km
 length NS

Management Team & Consultants

Fergus Jockel was appointed as the Geology Manager and geological competent person. Fergus commenced work in the mining industry in 1979 and has since built a successful career in mineral exploration for a range of commodities, including base metals, which has involved extensive nickel exploration, both sulphide and laterite hosted, precious metals (including PGEs), as well as specialty metals (Li, REEs, Ta & Nb).

Fergus has been instrumental in the discovery and development of several ore deposits in Western Australia, Africa and Indonesia having worked extensively in a variety of countries including Australia, Indonesia, New Zealand, Zambia, Malawi, Mozambique, Ghana, South Africa, Tanzania, Madagascar, and Namibia.

Mr Jockel holds a degree in geology with honours from Victoria University of Wellington (NZ) and has been a Member of the AusIMM since 1987.

During the H2 FY2022, leading geophysics consultants Resource Potentials were appointed to undertake a broadscale geophysics review of the Mons Project, including the planning management of the geophysics contractors for all upcoming exploration campaigns.

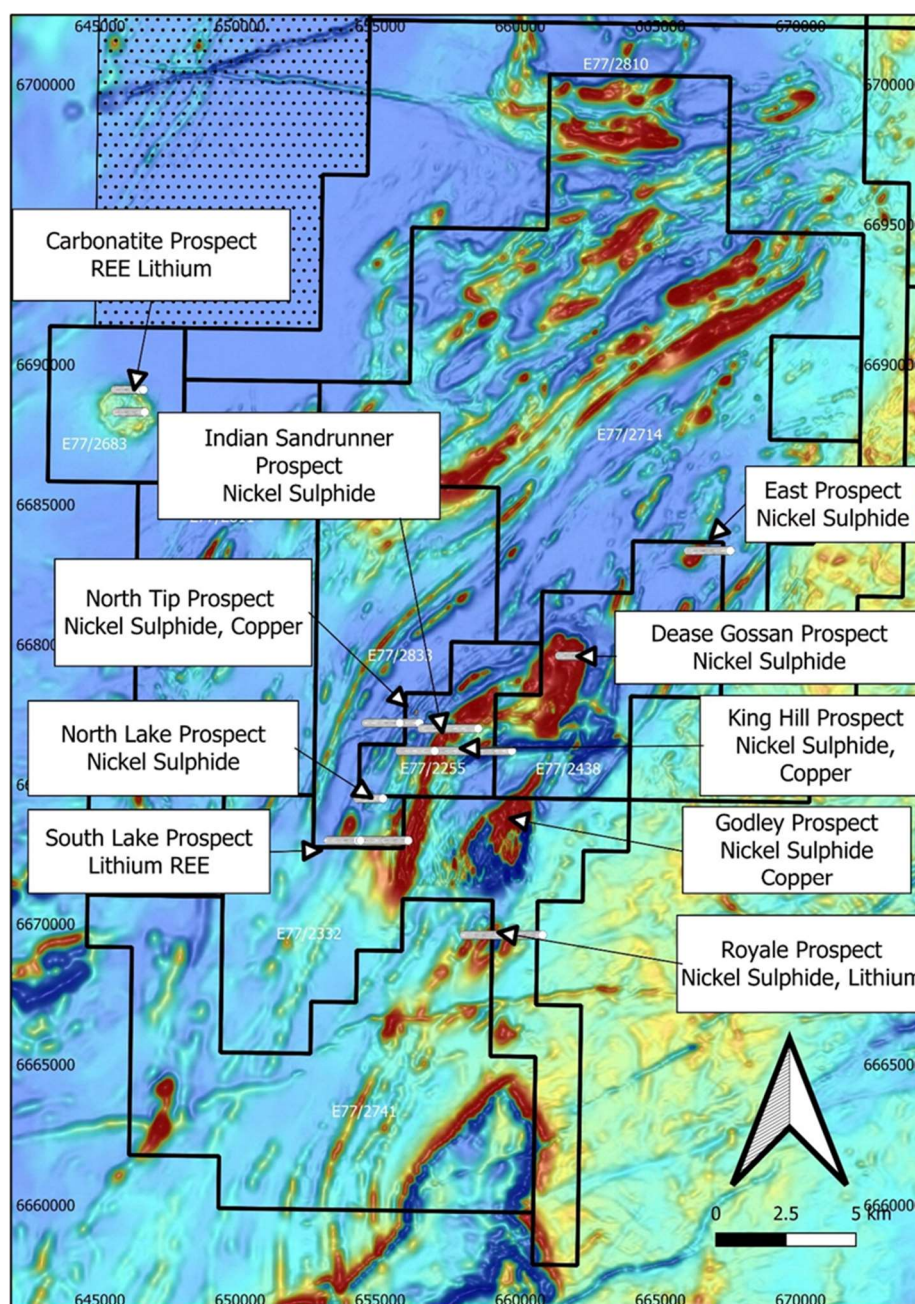


Figure 11 - Updated Nimy Prospects Map - December 2022

About Nimy Resources and the Mons Nickel Project

Nimy Resources is an emerging exploration company, with the vision to responsibly discover and develop an economic nickel-sulphide project in a Tier 1 jurisdiction, Western Australia.

Nimy Resources has prioritised the development of the Mons Project, a district scale land holding consisting of 16 tenements, an area over 2,546 sqkm along an 80km north/south strike. Mons is located 140km north - northwest of Southern Cross and covers the Karroun Hill Nickel district on the northern end of the world-famous Forrestania nickel belt. Mons features a very similar geological setting to the southern end of the Forrestania nickel belt and the Kambalda nickel belts.

The project is situated within a large scale fertile “Kambalda-Style” and “Mt Keith-Style” Komatiite sequences within the Archean Murchison Domain of the Youanmi Terrane of the Yilgarn Craton. The location of the Mons Project tenement holding relative to the regional.

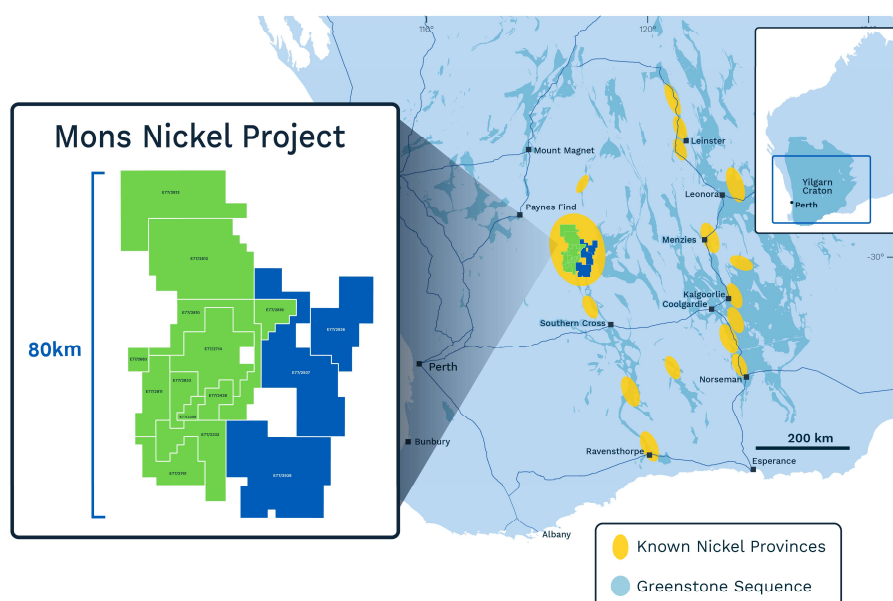


Figure 12 - Nimy Resources - Mons Nickel Project Area Location and Tenement Map

Significant changes in the state of affairs

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

Auditor's Independence Declaration

Section 307C of the *Corporations Act 2001* requires our auditors, RSM Australia Partners, to provide the Directors of the Company with an Independence Declaration in relation to the review of the half-year financial report. This Independence declaration is set out on the following page and forms part of this Directors' report for the half-year ended 31 December 2022.

Signed in accordance with a resolution of Directors made pursuant to Section 306(3) of the *Corporations Act 2001*.

On behalf of the Directors

Luke Hampson
Executive Director

Perth, 15 March 2023



RSM Australia Partners

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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Nimy Resources Limited for the half-year ended 31 December 2022, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

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

RSM AUSTRALIA PARTNERS

TUTU PHONG
Partner

Perth, WA
Dated: 15 March 2023

THE POWER OF BEING UNDERSTOOD

AUDIT | TAX | CONSULTING

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

RSM Australia Partners ABN 36 965 185 036

Liability limited by a scheme approved under Professional Standards Legislation

	Note	Consolidated	
		Half-year to 31 December 2022	Half-year to 31 December 2021
		\$	\$
Other revenue		76	2,151
Exploration expense		(913,669)	(219,932)
Administrative expense		(543,293)	(644,660)
Employee benefits expense		(363,895)	(297,840)
Occupancy expense		(51,527)	(26,563)
IPO listing fees		-	(219,429)
Depreciation and amortisation expense		(28,281)	(4,220)
Share-based payment expense	5	(167,892)	(314,585)
Finance Expenses		(3,435)	(3,213)
Loss before income tax expense		(2,071,916)	(1,728,291)
Income tax expenses		-	-
Loss for the year		(2,071,916)	(1,728,291)
Other comprehensive income/(loss)		-	-
Total comprehensive loss for the year		(2,071,916)	(1,728,291)
<i>Basic and diluted loss per share (cents per share)</i>		(1.81)	(2.94)

The accompanying notes form part of these consolidated financial statement.

		Consolidated	
	Note	31 December 2022	30 June 2022
		\$	\$
Current Assets			
Cash and cash equivalents		814,409	2,880,061
Other receivables		108,159	215,520
Total Current Assets		922,568	3,095,581
Non-Current Assets			
Plant and equipment		236,274	251,133
Right-of-use asset		17,083	-
Total Non-Current Assets		253,357	251,133
Total Assets		1,175,925	3,346,714
Current Liabilities			
Trade and other payables		209,460	496,916
Lease liabilities		17,224	-
Provisions		15,470	13,003
Total Current Liabilities		242,154	509,919
Total Liabilities		242,154	509,919
Net Assets		933,771	2,836,795
Equity			
Issued capital	4	8,557,077	8,557,077
Reserves		1,705,739	1,536,847
Accumulated losses		(9,329,045)	(7,257,129)
Total Equity		933,771	2,836,795

The accompanying notes form part of these consolidated financial statement

	Consolidated				
	Issued capital	Share based payment reserve	Capital raising reserve	Accumulated losses	Total equity
	\$	\$	\$	\$	\$
Balance at 1 July 2022	8,557,077	1,536,847	-	(7,257,129)	2,836,795
Loss for the year	-	-	-	(2,071,916)	(2,071,916)
Other comprehensive loss for the year	-	-	-	-	-
Total comprehensive loss for the year	-	-	-	(2,071,916)	(2,071,916)
<i>Transactions with owners in their capacity as owners</i>					
Issue of options	-	168,892	-	-	168,892
Balance at 31 December 2022	8,557,077	1,705,739	-	(9,329,045)	933,771

	Consolidated				
	Issued capital	Share based payment reserve	Capital raising reserve	Accumulated losses	Total equity
	\$	\$	\$	\$	\$
Balance at 1 July 2021	1,234,741	-	855,000	(1,457,979)	631,762
Loss for the year	-	-	-	(1,728,291)	(1,728,291)
Other comprehensive loss for the year	-	-	-	-	-
Total comprehensive loss for the year	-	-	-	(1,728,291)	(1,728,291)
<i>Transactions with owners in their capacity as owners</i>					
Issue of shares	7,893,500	-	(855,000)	-	7,038,500
Share issue costs	(591,486)	-	-	-	(591,486)
Issue of options	-	314,585	-	-	314,585
Balance at 31 December 2021	8,536,755	314,585	-	(3,186,270)	5,665,070

The accompanying notes form part of these consolidated financial statements.

	Consolidated	
	Half-year to 31 December 2022 \$	Half-year to 31 December 2021 \$
Cash flows from operating activities		
Interest Received	76	79
Payments to suppliers and employees	(764,077)	(848,512)
Payment for exploration and evaluation	(1,281,163)	(99,389)
Interest paid	(3,065)	(3,213)
Net cash used in operating activities	(2,048,229)	(951,035)
Cash flows from investing activities		
Payment for property, plant and equipment	(14,293)	(87,292)
Net cash used in investing activities	(14,293)	(87,292)
Cash flows from financing activities		
Proceeds from issue of shares	-	6,473,500
Proceeds from issue of options	1,000	-
Share issue costs	-	(455,706)
Repayment of lease liabilities	(4,130)	-
Repayment of loans from related parties	-	(203,541)
Net cash (used in) / provided by financing activities	(3,130)	5,814,253
Net (decrease) / increase in cash and cash equivalents	(2,065,652)	4,775,926
Cash and cash equivalents at the beginning of the period	2,880,061	972,664
Cash and cash equivalents at the end of the period	814,409	5,748,590

The accompanying notes form part of these consolidated financial statements

1. General information

The financial report covers Nimy Resources Limited as a consolidated entity consisting of Nimy Resources Limited and the entities it controlled during the period ("the Group"). The financial report consists of the consolidated financial statements, notes to the consolidated financial statements and the Directors' declaration. Nimy Resources Limited is a listed public company limited by shares, incorporated and domiciled in Australia.

2. Significant accounting policies

These general purpose financial statements for the interim half-year reporting period ended 31 December 2022 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These consolidated general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2022 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001 and the ASX Listing Rules.

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

New accounting standards and interpretations adopted

The consolidated entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

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

3. Segment Note

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

4. Issued capital

	31 December 2022	30 June 2022
	\$	\$
Issued Capital	9,199,769	9,199,769
Capital raising cost	(642,692)	(642,692)
	<u>8,557,077</u>	<u>8,557,077</u>

4. Issued capital (continued)

Movement on share capital:

	Number	\$
Balance at 1 July 2021	32,600,420	1,234,741
Placement of shares on 8 July 2021	3,156,250	505,000
Placement of shares on 27 July 2021	312,500	50,000
Placement of shares in lieu of director remuneration	1,875,000	300,000
Placement of shares for related party loan settlement	625,000	100,000
Share split on a ratio of 1:2	38,569,170	-
Placement of shares on 29 September 2021	4,062,500	325,000
Placement of shares on 15 November 2021	32,242,500	6,448,500
Share issue for capital raising cost	825,000	165,000
Placement of shares in lieu of consulting fee	66,387	19,252
Capital raising costs	-	(590,416)
Balance at 30 June 2022	<u>114,334,727</u>	<u>8,557,077</u>
Issue of shares	-	-
Capital raising costs	-	-
Balance at 31 December 2022	<u>114,334,727</u>	<u>8,557,077</u>

5. Share-based payments

On 13 April 2022, the Company issued 7,000,000 unlisted options to contractors. The unlisted options were priced using Trinomial lattice option pricing model. The Company recognised a share-based payment expense of \$108,338 in the statement of profit or loss during this period as the options vested.

On 2 September 2022, the Company issued 1,000,000 unlisted options to contractors with 12 months vesting condition. The unlisted options were priced using Black Scholes pricing model. The total fair value of these options are \$181,143 and the company recognised a share-based payment expense of \$59,554 in the statement of profit or loss during this period related to the vested portion of these options.

The table below summarises the valuation inputs for the 1,000,000 unlisted options granted during the period and valued using the Black Scholes pricing model:

	Tranche 1	Tranche 2
Grant date	2-Sep-22	2-Sep-22
Grant date share price (cents)	\$0.35	\$0.35
Exercise price (cents)	\$0.40	\$0.60
No of options	500,000	500,000
Expiry date	24-Sep-26	13-Apr-24
Expected volatility	100%	100%
Option life	4 years	1.6 years
Dividend yield	0%	0%
Risk-free interest rate	3.39%	3.11%

5. Share-based payments (continued)

The following table shows a reconciliation of the outstanding share options granted as share-based payments at the beginning and end of the half-year period:

	Number of options	Weighted average exercise price \$
Balance at 1 July 2022	16,450,000	0.415
Options issued	1,000,000	0.500
Balance at 31 December 2022	<u>17,450,000</u>	<u>0.420</u>

6. Dividends

No dividends were paid or are proposed to be paid to members during the financial year.

7. Contingent liabilities

The Group had no contingent liabilities as at 31 December 2022 (30 June 2022: Nil).

8. Subsequent events

On 23 February 2023 the Company announced to the market a proposal of issue of 251,922 free attaching options expiring on 24 September 2026, exercisable at \$0.40. These options are proposed to be issued on 28 March 2023 pursuant to the additional placement announced on 23 February 2023. The issue of these options is subject of shareholders' approval.

On 24 February 2023 the Company announced to the market the issue of 12,579,316 ordinary fully paid shares at \$0.265 each as part of a placement to raise \$3.3 mil. This issue of shares includes the proposal of the additional placement of 503,844 shares announced on 23 February 2023.

On 24 February 2023 the Company announced to the market that it had entered into a drill for equity agreement with Raglan Drilling Pty Ltd. This agreement allows the Nimy to satisfy up to 50% of drilling costs invoiced by Raglan Drilling through the issue of Nimy's ordinary shares, limited to a maximum of \$1,000,000 in shares.

No other circumstance has arisen since 31 December 2022 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

Directors' Declaration

In the directors' opinion:

- a) The attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- b) the attached financial statements and notes give a true and fair view of the Group's financial position as at 31 December 2022 and of its performance for the financial half-year ended on that date; and
- c) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

On behalf of the directors



Luke Hampson
Executive Director

Perth, 15 March 2023



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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF NIMY RESOURCES LIMITED

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Nimy Resources Limited which comprises the consolidated statement of financial position as at 31 December 2022, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

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

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2022 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 Interim Financial Reporting and Corporations Regulations 2001.

Basis for Conclusion

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

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

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Directors' Responsibility for the Half-Year Financial Report

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

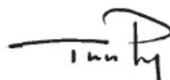
Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2022 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

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



RSM AUSTRALIA PARTNERS



TUTU PHONG
Partner

Perth, WA
Dated: 15 March 2023