



Interim Financial Report

For the half year ended
31 December 2023

Corporate Directory

DIRECTORS

Edmund Babington	Non-Executive Chairman
David Sargeant	Non-Executive Director
Sandy Chong	Non-Executive Director
Roland Hill	Managing Director

COMPANY SECRETARY

Phillip MacLeod

REGISTERED and PRINCIPAL OFFICE

Units 8-9, 88 Forrest Street
Cottesloe WA 6011

Phone	+61 9313 3920
Website	www.cadoux.com.au
ABN	85 061 289 218

SHARE REGISTRY

Automic Group
Level 5, 126 Phillip Street
Sydney NSW 2000

AUDITOR

HLB Mann Judd (WA Partnership)
Level 4, 130 Stirling Street
Perth WA 6000

SECURITIES EXCHANGE LISTINGS

ASX Limited Home Exchange: **Perth**
ASX Code: **CCM**
OTC-US Markets Stock Exchange Code: **FYIRF**
Frankfurt Stock Exchange Code: **SDL**
Hamburg Stock Exchange Code: **A0ORDPF**
Berlin Stock Exchange Code: **SDL**

Contents

Directors' Report	2
Condensed Statement of Comprehensive Income	7
Condensed Statement of Financial Position	8
Condensed Statement of Changes in Equity	9
Condensed Statement of Cash Flows	10
Notes to the Condensed Financial Statements	11
Directors' Declaration	18
Auditor's Independence Declaration	21
Independent Auditor's Review Report	22

Directors' Report

Your directors submit their report on Cadoux Limited ("Cadoux" or "the Company"), formerly FYI Resources Limited, and its controlled entities ("the Group") for the half-year ended 31 December 2023. In order to comply with the provisions of the Corporations Act 2001, the directors' report is as follows:

Directors

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

Edmund Babington
Roland Hill
David Sargeant
Dr. Sandy Chong

Review of Operations and Exploration Activities

The Group's loss for the half-year ended 31 December 2023 was \$1,589,806 (2022: \$3,170,212). During the period the principal activities of the Group consisted of advancing its fully integrated and innovative high purity alumina (HPA) project in Western Australia, mineral exploration and evaluation in southeast Asia and evaluation of other critical mineral development opportunities.

The following activities were completed during the period:

HPA Project

Development

HPA project progressed through various workstreams during the half year – both on the HPA product development and on the engineering. This included both scheduled internal and external workflow activities directed towards development milestones for a final investment decision (FID) for the HPA project. Effective project management and efficient engineering workflows from the Company's contractors are ensuring that the development schedule remains mostly on track despite some slow workflow responses from external service providers. Project development tasks progressed during the half-year include:

- Completed HPA production campaign for a specific end user. Follow up engagement planned
- Testing of optimal conditions for specified HPA product development and finishing for a targeted customer
- Calcining optimisation test work continued
- Ongoing development of alumina pucks for sapphire glass production
- Engagement with regulatory bodies and authorities for permitting
- Vendor engagement on statutory approvals and permits
- Continued engagement with internal and external stakeholders to build on important relationships and commitments (Development WA, WA Department of Jobs Tourism Science and Innovation, Major Project Facilitation Office – Commonwealth Government, City of Rockingham and Kwinana Industries Council).
- Site permitting has commenced under the Kwinana Industrial Zone umbrella pre-approved zone approvals process.
- Confirmation of the project site selection for the planned Small-Scale Production facility (SSP). Following an extensive multi-criteria site selection process: the study reconfirmed the Kwinana location to be the highest ranked site for the SSP across a range of criteria.

Engineering

Engineering work and FID for the SSP is largely on schedule with Control and Thermal Engineering (CTE), as Cadoux's process engineering provider, continuing support to the HPA SSP project through multiple work programs including:

- Equipment sizing for the optimised hydrometallurgical plant
- Vendors engaged to assist with equipment selection and procurement criteria
- Testing to confirm parameters for equipment design
- Equipment supply
- Early procurement of selected long lead items

Rare Earths Project

In May 2023, Cadoux announced the expansion of its critical minerals strategy into the rare earths (RE) sector, through the staged acquisition of Minhub Operations Pty Ltd (MOPL). MOPL has separately entered into a non-binding Co-operation Agreement with Arafura Rare Earths Limited (Arafura) to jointly develop the Minhub Project (Minhub), a mineral sands processing facility to be located in Darwin, in the Northern Territory.

Development

Development project development tasks progressed during the half-year include:

- Development meetings continue with Northern Territory Land Development Corporation
- Site selection finalised
- Flora and fauna studies completed
- Feedstock supply negotiations continued
- Continued logistics studies
- On-going negotiations with third-party suppliers and partners
- Stakeholder engagement plan established

Engineering

Development project development tasks progressed during the half-year include:

- Engineering completed by IHC Mining advanced on three separate work stream studies
- IHC completed high level cost estimate for the project
- Study to accelerate downstream concentrate product development
- Engineering scope increased for differing concentrate streams
- Revised project Capex and Opex studies provide increased project certainty and favourable economics
- Feasibility study completion scheduled for June 2024

Corporate

Name change to Cadoux Limited

Following shareholder approval at the 2023 Annual General Meeting, the Company changed its name from FYI Resources Limited to Cadoux Limited. The new ASX code is "CCM".

The name "Cadoux" is derived from the locality and township in rural Western Australia where the origins of our HPA project began. Cadoux is the surname of one of the first early families that settled the region that has a long history of successful wheat and sheep production.

As a company, Cadoux has the objective to emulate the pioneering achievements of the region through the successful development and commercialisation of our innovative high-quality HPA project and our other critical minerals projects.

Industry Attraction Fund Grant

During the half year, the WA Government formally awarded a \$3.0 million grant to Cadoux through the Western Australian Government's Investment Attraction Fund (IAF) following final agreement sign-off. The purpose of the funding is to assist the Company in progressing the development of the Company's HPA project.

The grant funding schedule is based on staged project milestones and associated cash drawdowns. Cadoux received its initial cash drawdown of \$600,000 during the December 2023 quarter and expects a further \$300,000 in the March 2024 quarter.

R&D Expenditure Rebate

Cadoux received a research and development tax incentive rebate of \$1.2 million from the Australian Taxation Office. The rebate is administered by AusIndustry and eligible companies can receive cash refunds of up to 43.5% of all eligible expenditure on designated research and development projects. The rebate is for expenditure incurred on its HPA project development.

Environmental Social Governance (ESG)

ESG is a fundamental principle to Cadoux's business model. Cadoux believes the ability to manage ESG risks and opportunities is increasingly important for the Company's license to operate, the shaping of its business and the future impact on the Company's bottom line. Providing sustainable options, visibility and accountability is equally important to our potential customers as well as other stakeholders throughout our supply chain.

Cadoux acknowledges its responsibilities as an emerging low carbon producer for its HPA projects and its ESG obligations through adopting the United Nations Sustainable Development Goals (SDGs) as a framework to achieve long term sustainability.

Cadoux continues to progress on its ESG journey as a valuable contributor to a sustainable world by innovating responsibly, giving back to the community, reducing environmental impact and assisting carbon reduction for future generations. ESG activities for the half-year included:

- Continuing to expand its stakeholder communication through social media, actively soliciting feedback on community priorities, interests and concerns
- Continuing assessment of its ESG performance via external sustainability rating services provider
- Continuing to incorporate risk assessment from the Task Force on Climate Related Financial Disclosures into the Company risk management framework within the strategy set by the ESG Committee
- Continuing to promote diversity and inclusion by supporting the "Women in Tech & Allyship" at the World Women Foundation Agenda Forum at Davos during the 2024 World Economic Forum. This was presented by our ESG Director, Dr. Sandy Chong
- Cadoux ESG Director chaired forums and research cluster on 'Leadership & Governance: Extractives' roundtable as well as the 'ESG in Mining: Opportunities in ASEAN' to highlight importance and opportunities of ESG for the mining sector in the APAC region
- Training and informing Cadoux board directors on the latest national and international regulatory frameworks and policies in responsible mining and ESG standards.

Dividends

No dividends have been paid during the period and no dividends have been recommended by the directors.

Events subsequent to reporting date

On 7 March 2024, the Company issued 400,000 shares as part of employee remuneration packages. The share price at the time of issue was 6.3 cents.

Auditor's Independence Declaration

Section 307C of the Corporations Act 2001 requires our auditors, HLB Mann Judd, to provide the directors of the Company with an Independence Declaration in relation to the review of the interim report. This written Auditor's Independence Declaration is set out on page 21 and forms part of this Directors' Report for the half-year ended 31 December 2023.

This report is signed in accordance with a resolution of the Board of Directors made pursuant to s306(3) of the Corporations Act 2001.



Roland Hill
Managing Director

Perth, 11 March 2024

*“Our aim is to develop
battery mineral projects
sustainably and ethically
for future generations”*



Financial Statements

For the half year ended
31 December 2023

Condensed Statement of Comprehensive Income for the Half-Year Ended 31 December 2023

	Note	Consolidated	
		6 months ended 31/12/2023 \$	6 months ended 31/12/2022 \$
Continuing Operations			
Interest income		136,841	70,417
Grant funding		600,000	-
Exploration and evaluation expenditure	6	(1,121,358)	(1,598,761)
Amortisation expense		-	(464,137)
ASX fees		(45,566)	(53,531)
Share-based payment expense	7	(1,492)	(22,952)
Accounting and consulting fees		(176,193)	(157,512)
Other administration expenses		(232,822)	(366,589)
Salaries and Wages		(277,273)	(90,909)
Directors' fees		(307,449)	(290,593)
Share registry expenses		(37,238)	(35,531)
Legal expenses		(24,557)	(24,781)
Consulting fees		(35,551)	(135,335)
Foreign exchange loss		(67,148)	-
Loss before income tax expense		(1,589,806)	(3,170,212)
Income tax benefit		-	-
Net loss for the period		(1,589,806)	(3,170,212)
Other comprehensive income, net of tax			
<i>Items that may be reclassified to profit or loss</i>			
Exchange differences from translation of foreign operations		(3,006)	(18,782)
Other comprehensive loss		(3,006)	(18,782)
Total comprehensive loss		(1,592,812)	(3,188,994)
Loss for the period is attributable to:			
Owners of Cadoux Ltd		(1,592,062)	(3,164,268)
Non-controlling interests		2,256	(5,944)
		(1,589,806)	(3,170,212)
Total comprehensive loss for the period is attributable to:			
Owners of Cadoux Ltd		(1,595,068)	(3,183,050)
Non-controlling interests		2,256	(5,944)
		(1,592,812)	(3,188,994)
Basic and diluted loss per share (cents per share)	13	(0.43)	(0.86)

The accompanying notes form part of these financial statements.

Condensed Statement of Financial Position as at 31 December 2023

	Note	Consolidated	
		31/12/2023 \$	30/06/2023 \$
CURRENT ASSETS			
Cash and cash equivalents		7,801,769	8,282,740
Trade and other receivables	8	678,077	1,322,978
Total Current Assets		8,479,846	9,605,718
NON-CURRENT ASSETS			
Deferred exploration and evaluation expenditure	9	3,533,332	3,533,332
Total Non-Current Assets		3,533,332	3,533,332
TOTAL ASSETS		12,013,178	13,139,050
CURRENT LIABILITIES			
Trade and other payables	10	776,674	311,226
Total Current Liabilities		776,674	311,226
TOTAL LIABILITIES		776,674	311,226
NET ASSETS		11,236,504	12,827,824
EQUITY			
Issued capital	11	57,899,564	57,899,564
Reserves		3,884,366	3,885,880
Accumulated losses		(50,348,228)	(48,756,166)
Equity attributable to owners of the parent		11,435,702	13,029,278
Non-controlling interests		(199,198)	(201,454)
TOTAL EQUITY		11,236,504	12,827,824

The accompanying notes form part of these financial statements.

Condensed Statement of Changes in Equity for the Half-Year Ended 31 December 2023

	Consolidated						
	Issued Capital \$	Accumulated Losses \$	Share-based payments reserve \$	Option premium reserve \$	Foreign currency translation reserve \$	Non-controlling interests \$	Total \$
Balance at 1 July 2022	57,679,388	(44,560,275)	2,985,287	834,677	5,008	(246,498)	16,697,588
Loss for the period	-	(3,164,268)	-	-	-	(5,944)	(3,170,212)
Other comprehensive loss	-	-	-	-	(18,782)	-	(18,782)
Total comprehensive loss for the period	-	(3,164,268)	-	-	(18,782)	(5,944)	(3,188,994)
Equity transactions:							
Shares issued net of transaction costs	198,176	-	22,952	-	-	-	221,127
Balance at 31 December 2022	57,877,564	(47,724,543)	3,008,239	834,677	(13,774)	(252,442)	13,729,721
Balance at 1 July 2023	57,899,564	(48,756,166)	3,048,826	834,677	2,377	(201,454)	12,827,824
Loss for the period	-	(1,592,062)	-	-	-	2,256	(1,589,806)
Other comprehensive loss	-	-	-	-	(3,006)	-	(3,006)
Total comprehensive loss for the period	-	(1,592,062)	-	-	(3,006)	2,256	(1,592,812)
Equity transactions:							
Performance rights issued net of transaction costs	-	-	1,492	-	-	-	1,492
Balance at 31 December 2023	57,899,564	(50,348,228)	3,050,318	834,677	(629)	(199,198)	11,236,504

The accompanying notes form part of these financial statements.

Condensed Statement of Cash Flows for the Half-Year Ended 31 December 2023

	Consolidated	
	6 months ended 31/12/2023 \$	6 months ended 31/12/2022 \$
Cash flows used in operating activities		
Grant funding	600,000	-
Payments to suppliers and employees	(1,251,159)	(1,140,205)
Payments for exploration and evaluation	(1,182,963)	(1,353,693)
Interest received	136,841	67,393
R&D tax offset	1,216,310	888,325
Net cash outflow used in operating activities	(480,971)	(1,538,180)
Cash flows used in investing activities		
Payments for plant and equipment	-	-
Payment for investment	-	-
Net cash inflow investing activities	-	-
Cash flows from financing activities		
Proceeds from issue of shares	-	-
Share issue costs	-	-
Net cash inflow financing activities	-	-
Net (decrease) in cash held	(480,971)	(1,538,180)
Cash at the beginning of the period	8,282,740	11,648,356
Cash at the end of the period	7,801,769	10,110,176

The accompanying notes form part of these financial statements.

Notes to the Condensed Financial Statements for the Half-Year Ended 31 December 2023

1. Basis of Preparation

These interim financial statements are general purpose financial statements prepared in accordance with the requirements of the Corporations Act 2001, Australian Accounting Standards including AASB 134: Interim Financial Reporting, Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board.

For the purpose of preparing the interim report, the half-year has been treated as a discrete reporting period, and the Company as a for-profit entity.

This interim financial report does not include full disclosures of the type normally included in the full 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 as in the full financial report. It is recommended these interim financial statements be read in conjunction with the full financial report for the year ended 30 June 2023 and any public announcements made by the Company 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 are consistent with those of the previous financial year and corresponding half-year, except for the impact of the new Standards and Interpretations described in the section 'Adoption of new and revised Accounting Standards'. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

The interim financial report has been prepared on a historical cost basis. Historical cost is based on the fair value of the consideration given in exchange for assets, goods and services.

The Company is a for-profit entity domiciled in Australia and all amounts are presented in Australian dollars.

The preparation of interim financial reports requires management to make judgements, 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 interim financial report, the significant judgements 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 2023.

(a) Statement of compliance

The interim financial statements were authorised for issue on 11 March 2024.

The interim financial statements comply with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards (AIFRS). Compliance with AIFRS ensures that the financial report, comprising the interim financial statements and notes thereto, complies with International Financial Reporting Standards (IFRS).

1. Basis of Preparation (continued)

(b) Adoption of New and Revised Standards

New Standards and Interpretations applicable for the half year ended 31 December 2023

Government grants

Government grants are recognised at fair value where there is reasonable assurance that the grant will be received, and all grant conditions will be met. Grants relating to expense items are recognised as income over the periods necessary to match the grant to the cost it is compensating. Grants relating to assets are credited to the balance sheet at fair value and are credited to income over the expected life of the asset.

In the period ended 31 December 2023, 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 from the current 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.

New 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 period ended 31 December 2023. As a result of this review the Directors have determined that there is no material impact of the Standards and Interpretations in issue not yet adopted on the Group and, therefore, no change is necessary to Group accounting policies.

(c) Going concern

The interim financial statements have been prepared on the 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.

2. Segment Reporting

Operating segments are reported in a manner that is consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker has been identified as the Board of the Company.

The Group operates in two business and two geographical segments being high purity alumina exploration and evaluation in Australia and potash exploration and evaluation in Asia. The Group considers its business operations in mineral exploration to be its primary reporting function.

The following table presents revenue and profit information and certain asset and liability information regarding business segments for the half years ended 31 December 2023 and 31 December 2022.

	Continuing Operations		Unallocated Items	Total
	HPA & RE Exploration and Evaluation	Potash Exploration and Evaluation		
	Australia \$	Asia \$	\$	\$
Period ended 31 December 2023				
Grant funding	-	-	600,000	600,000
Segment net operating loss after tax	(1,110,485)	(10,873)	(468,448)	(1,589,806)
Interest and other revenue	-	-	136,841	136,841
Segment assets	3,585,694	486	8,426,998	12,013,178
Segment liabilities	708,805	67,869	-	776,674

Period ended 31 December 2022

Segment net operating loss after tax	(1,587,105)	(11,656)	(1,571,451)	(3,170,212)
Interest and other revenue	-	-	70,417	70,417
Segment assets	3,755,844	2,487	10,260,045	14,018,376
Segment liabilities	228,818	59,836	-	288,654

	Geographical non-current assets	
	31/12/2023 \$	30/06/2023 \$
Geographical information		
Australia	3,533,332	3,533,332
Asia	-	-
	3,533,332	3,533,332

3. Dividends

No dividends were paid or declared payable during or since the half-year.

4. Contingent Liabilities

There has been no change in contingent liabilities of the Group since the last annual reporting date.

5. Events Subsequent to Reporting Date

On 7 March 2024, the Company issued 400,000 shares as part of employee remuneration packages. The share price at the time of issue was 6.3 cents.

6. Expenses

	Consolidated	
	6 months ended 31/12/2023 \$	6 months ended 31/12/2022 \$
Exploration and evaluation expenditure		
Southeast Asia (potash) exploration	10,873	11,656
HPA tenement expenses	9,497	1,541
HPA metallurgy and assay	342,148	381,846
HPA product development	25,076	429,083
HPA engineering	183,097	375,374
HPA Rockingham Lease amortisation	33,988	32,337
Other exploration expense	516,679	366,924
	1,121,358	1,598,761

7. Share-based payment expense

On 27 December 2023, the Company issued 1,000,000 class A performance rights and 1,000,000 class C performance rights to the Managing Director Roland Hill, with expiry dates based on milestones achieved by 30 November 2024 and 31 December 2024, respectively. These rights were issued following shareholder approval at the annual general meeting held 28 November 2023. The value of the performance rights is \$132,000. Both performance rights were valued at \$0.066, which was the share price on the issue date. In the 6 months to 31 December 2023, an amount of \$1,492 has been expensed through the profit and loss.

The performance condition for the class A performance rights is that the Company completes a positive feasibility study (Phase 2) recommending the construction of the SSP facility for the production of high purity alumina on or before 30 November 2024.

The performance condition for the class C performance rights is that the Company completes a positive feasibility study recommending the construction of the Minhub processing plant on or before 31 December 2024 or if a "Takeover Event" occurs before this date.

"Takeover Event" means a takeover bid for the Company pursuant to Chapter 6 of the Corporations Act where the bidder achieves control of more than 50% of the ordinary shares or a court grants an order approving a compromise or scheme where the ordinary shares are either cancelled or transferred to a third party (not being a scheme of arrangement simply for the purposes of a corporate restructure).

8. Trade and Other Receivables

	Consolidated	
	31/12/2023 \$	30/06/2023 \$
Current		
R&D tax receivable	-	1,216,310
Other receivables	183,084	74,587
Prepaid expenses	494,993	32,081
	678,077	1,322,978

Trade and sundry receivables are non-interest bearing and are generally received on 30-60 days terms. There are no expected credit losses in relation to trade and other receivables at balance date.

9. Deferred Exploration and Evaluation Expenditure

	Consolidated	
	31/12/2023 \$	30/06/2023 \$
Exploration and Evaluation phase (at cost):		
Balance at beginning of period	3,533,332	3,533,332
Balance at end of period	3,533,332	3,533,332

The recoupment of costs carried forward in relation to areas of interest in the exploration and evaluations phases is dependent on the successful development and commercial exploitation or sale of the respective areas.

10. Trade and other payables

	Consolidated	
	31/12/2023 \$	30/06/2023 \$
Trade and other payables	715,453	220,578
Accruals	61,221	90,648
	776,674	311,226

11. Issued capital

(a) Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Company in proportion to the number of and amounts paid on the shares. On a show of hands every holder of ordinary shares present at a meeting, in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote.

	Consolidated	
	31/12/2023 \$	30/06/2023 \$
366,517,589 (30 June 2023: 366,517,589) fully paid ordinary shares	57,899,564	57,899,564

	Consolidated	
	6 months to 31/12/2023 No.	12 months to 30/06/2023 No.
(i) Ordinary shares - number		
Balance at beginning of period	366,517,589	365,867,589
450,000 shares issued at 44.4444 cents per share on 9 December 2022 ¹	-	450,000
200,000 shares issued at 11 cents per share on 9 June 2023 ²	-	200,000
Balance at end of period	366,517,589	366,517,589

	Consolidated	
	6 months to 31/12/2023 \$	12 months to 30/06/2023 \$
(ii) Ordinary shares – value		
Balance at beginning of period	57,899,564	57,679,388
450,000 shares issued at 44.4444 cents per share on 9 December 2022 ¹	-	200,000
200,000 shares issued at 11 cents per share on 9 June 2023 ²	-	22,000
Costs of shares issued	-	(1,824)
Balance at end of period	57,899,564	57,899,564

¹ Issued in consideration for services provided to the Company.

² Issued as part of employee remuneration package

11. Issued capital (continued)

b) Reserves

As at 31 December 2023 the Company had the following options and performance rights on issue over ordinary shares:

	Consolidated	
	6 months to 31/12/2023 No.	12 months to 30/06/2023 No.
Balance at beginning of period	4,500,000	5,750,000
Expiry of options on 27 November 2022	-	(2,250,000)
Expiry of options on 31 December 2022	-	(1,000,000)
Issue of options on 28 December 2022	-	3,000,000
Cessation of Class A Performance Rights	-	(1,000,000)
Expiry of options on 16 December 2023	(500,000)	-
Class A Performance Rights issued 27 December 2023	1,000,000	-
Class C Performance Rights issued 27 December 2023	1,000,000	-
Balance at end of period	6,000,000	4,500,000

The following share-based payment arrangements were established during the current period.

	Number	Grant date	Expiry date	Exercise Price	Fair value at grant date	Vesting date
Performance Rights A	1,000,000	27-Dec-23	30-Nov-24	Nil	\$0.066	N/A
Performance Rights C	1,000,000	27-Dec-23	31-Dec-24	Nil	\$0.066	N/A

In determining the fair value of the Class A and C Performance Rights, the performance/vesting condition and the service condition is a non-market condition and is therefore not reflected in the assessment of fair value. The Class A and C Performance Rights are therefore valued at the underlying Share spot price of the Company at the valuation date of 27 December 2023, being 6.6 cents.

12. Loss per share

	Consolidated	
	6 months ended 31/12/2023 \$	6 months ended 31/12/2022 \$
Basic loss per share	(0.43)	(0.86)
Loss used in the calculation of basic EPS	(1,592,062)	(3,164,268)
Weighted average number of shares outstanding during the period used in calculations of basic loss per share	366,130,638	365,921,687

13. Fair Value

The Director's consider that the carrying amounts of financial assets and financial liabilities approximates their fair value at balance date.

Directors' Declaration

In the opinion of the Directors of Cadoux Limited ("Company"), formerly FYI Resources Limited:

1. The attached financial statements and notes are in accordance with the Corporations Act 2001, including:
 - (a) complying with Accounting Standards, Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - (b) giving a true and fair view of the Group's financial position as at 31 December 2023 and of its performance for the half-year then ended; and
2. There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is signed made in accordance with a resolution of the Board of Directors made pursuant to s303(5) of the Corporations Act 2001.



Roland Hill
Managing Director

Perth, 11 March 2024

Cautionary Statement

The DFS referred to in this report is a study of the potential viability of the HPA Project. It has been undertaken to understand the technical and economic viability of the Project. The DFS assumes a 25-year Project life based only on Proved and Probable Ore Reserves (100%). The DFS is based on the material assumptions and modifying factors set out in the DFS announcement and the appended summary of the DFS released to ASX on 8 April 2021. These include assumptions about the availability of funding. While the Company considers all of the material assumptions to be based on reasonable grounds, there is no certainty that they will prove to be correct or that the range of outcomes indicated by this DFS will be achieved. To achieve the range of outcomes indicated in the DFS funding in the order of US\$202 million will likely be required. Investors should note that there is no certainty that the Company will be able to raise the amount of funding when needed. It is also possible that such funding may only be available on terms that may be dilutive to or otherwise affect the value of the Company's existing shares. It is also possible that the Company could pursue other "value realisation" strategies such as a sale, partial sale or joint venture of the Project. If it does, this could materially reduce the Company's proportionate ownership of the Project. Given the uncertainties involved, investors should not make any investment decisions based solely on the results of the DFS. The contents of this Report reflect various technical and economic conditions, assumptions and contingencies which are based on interpretations of current market conditions at the time of writing. Given the nature of the resources industry, these conditions can change significantly and without notice over relatively short periods of time. Consequently, actual results may vary from those detailed in this Report. Some statements in this Report regarding estimates or future events are forward-looking statements. They include indications of, and guidance on, future earnings, cash flow, costs and financial performance.

Such forward-looking statements are provided as a general guide only and should not be relied on as a guarantee of future performance. When used in this Report, words such as, but are not limited to, "could", "planned", "estimated", "expect", "intend", "may", "potential", "should", "projected", "scheduled", "anticipates", "believes", "predict", "foresee", "proposed", "aim", "target", "opportunity", "nominal", "conceptual" and similar expressions are forward-looking statements. Although the Company believes that the expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties, and no assurance can be given that actual results will be consistent with these forward-looking statements. The contents of this release are also subject to significant risks and uncertainties that include but are not limited to those inherent in mine development and production, geological, mining, metallurgical and processing technical problems, the inability to obtain and maintain mine licences, permits and other regulatory approvals required in connection with mining and processing operations, competition for among other things, capital, acquisitions of reserves, undeveloped lands and skilled personnel, incorrect assessments of the value of projects and acquisitions, changes in commodity prices and exchange rates, currency and interest rate fluctuations and other adverse economic conditions, the potential inability to market and sell products, various events which could disrupt operations and/or the transportation of mineral products, including labour stoppages and severe weather conditions, the demand for and availability of transportation services, environmental, native title, heritage, taxation and other legal problems, the potential inability to secure adequate financing and management's potential inability to anticipate and manage the foregoing factors and risks. All persons should consider seeking appropriate professional legal, financial and taxation advice in reviewing this announcement and all other information with respect to the Company and evaluating the business, financial performance and operations of the Company. Neither the provision of this presentation nor any information contained in this release or subsequently communicated to any person in connection with this presentation is, or should be taken as, constituting the giving of investment or financial advice to any person. This presentation does not take into account the individual investment objective, financial or tax situation or particular needs of any person. Photographs in this presentation do not necessarily depict assets of the Company.

Competent Person's Statement

Ore Reserves

The information in this report that relates to Ore Reserves is based on information compiled by Mr. Steve Craig, who is a Fellow of the Australasian Institute of Mining and Metallurgy. Steve Craig is a full-time employee of Orelogy Consulting Pty Ltd and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". The information is extracted from the Ore Reserve announcement released within the DFS announcement 8 April 2021 and is available to view on the Company's website at www.cadoux.com.au

Mineral Resources

The information in this report that relates to Mineral Resources is based on information compiled by Mr Grant Louw, under the direction and supervision of Dr Andrew Scogings, who are both full-time employees of CSA Global. Dr Scogings is a Member of the Australasian Institute of Mining and Metallurgy and a Member of the Australian Institute of Geoscientists. He is a Registered Professional Geologist in Industrial Minerals. Dr Scogings has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as Competent Person as defined in the 2012 Edition of the "Australasian Code for the Reporting of Exploration Results, Mineral Resources, and Ore Reserves". The information is extracted from the PFS announcement dated 25 September 2018 and is available to view on the Company's website at www.cadoux.com.au

Metallurgy

The information in this report that relates to metallurgy and metallurgical test work is based on information reviewed and compiled by Mr Alex Borger, a Competent Person who is a Fellow of the Australian Institute of Mining and Metallurgy (AusIMM). Mr Borger is an employee of Independent Metallurgical Operations Pty Ltd, and is a contractor to Cadoux. Mr Borger has sufficient experience that is relevant to this style of processing and type of deposit under consideration, and to the activity that he has undertaken to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves". Announcements in respect to metallurgical results are available to view on the Company's website at www.cadoux.com.au.

General

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

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the consolidated financial report of Cadoux Limited (formerly FYI Resources Limited) for the half-year ended 31 December 2023, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- 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 2024



M R Ohm
Partner

hl**b.com.au**

HLB Mann Judd (WA Partnership) ABN 22 193 232 714

Level 4, 130 Stirling Street, Perth WA 6000 / PO Box 8124 Perth BC WA 6849

T: +61 (0)8 9227 7500 **E:** mailbox@h**l**bwa.com.au

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.

INDEPENDENT AUDITOR'S REVIEW REPORT

To the Members of Cadoux Limited

Report on the Condensed Interim Financial Report

Conclusion

We have reviewed the interim financial report of Cadoux Limited ("the Company") and its controlled entities ("the Group"), which comprises the condensed statement of financial position as at 31 December 2023, the condensed statement of comprehensive income, the condensed statement of changes in equity and the condensed statement of cash flows for the half-year ended on that date, selected explanatory notes, and the directors' declaration, for the Group 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 accompanying interim financial report of Cadoux Limited (formerly FYI Resources Limited) does not comply with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the Group's financial position as at 31 December 2023 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and 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 interim 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 interim financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

hlb.com.au

HLB Mann Judd (WA Partnership) ABN 22 193 232 714

Level 4, 130 Stirling Street, Perth WA 6000 / PO Box 8124 Perth BC WA 6849

T: +61 (0)8 9227 7500 **E:** mailbox@hlbwa.com.au

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.

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the interim 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 interim financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2023 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of an interim 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 2024



M R Ohm
Partner



Unit 2, 49 Ord Street West Perth,
Western Australia 6005

Tel: +61 8 9313 3920
info@cadoux.com.au

ACN 061 289 218

www.cadoux.com.au

ASX: CCM FSE: SLD OTC: FYIRF

