



# **HY23 INTERIM REPORT**

**Corella Resources Ltd**  
and its controlled entities

**Interim Report for the half-year ended 31 December 2023**

**ASX:CR9 | ABN: 56 125 943 240**

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## CORPORATE DIRECTORY

### Board of Directors

**Mr Anthony Cormack**

Managing Director

**Mr Philip Re**

Non-Executive Chairman

**Mr Peter Woods**

Non-Executive Director

**Mr Ben Hammond**

Non-Executive Director

### Executives

**Ms Jess Maddren**

Chief Executive Officer

### Company Secretary

**Mr Daniel Coletta**

### Website

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LEEDEERVILLE WA 6902

### Share Registry

**Automic Registry Services Pty Ltd**

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Perth WA 6000

[hello@automic.com.au](mailto:hello@automic.com.au)

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Perth**

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### ASX Code

**CR9**

**CR9O**

## DIRECTORS' REPORT

The Directors of Corella Resources Ltd (the "**Company**") present their report, together with the financial statements, of the Company and the entities it controlled (together "**consolidated entity**" or the "**Group**") at the end of, or during, the half year ended 31 December 2023.

### Directors

The names of directors who held office during or since the end of the half-year and until the date of this report are as below. Directors were in office for this entire period unless otherwise stated.

Mr Anthony Cormack	Managing Director
Mr Philip Re	Non-Executive Chairman
Mr Peter Woods	Non-Executive Director
Mr Ben Hammond	Non-Executive Director (appointed 21 February 2024)

### Principal Activities

Corella Resources Ltd is an Australian kaolin and silica exploration company targeting high purity alumina (HPA) production listed on the Australian Securities Exchange (ASX: CR9). The principal activities of the Company and its subsidiaries is the exploration and development of their 100% owned Tampu and Wiltshire kaolin projects along with the 100% owned Bonnie Rock silica project which are all located in the mid-west of Western Australia.

### Operating results

The consolidated loss, after tax, attributable to the Group for the half-year ended 31 December 2023 amounted to \$610,437 (2022: \$408,144) which includes an impairment amount of \$106,527.

During the half-year, the Company relinquished Tenement E 70/5215 at the non-core Kalannie project. In accordance with AASB 6: Exploration for and Evaluation of Mineral Resources, accumulated costs carried forward of \$106,257 have been written off.

### Review of Operations

#### Tampu Project

The Tampu Kaolin Project (Tampu) comprises five granted exploration licences (E70/5235, E70/5214, E70/5744, EL70/5882 and EL70/5883) and three exploration licence applications (E70/6578, E70/6579 and E70/6592) which are 100% held by Corella located in the Yilgarn region, Western Australia. Previous drilling at Tampu has defined significant bright white kaolin mineralisation with very high-grade alumina (Al<sub>2</sub>O<sub>3</sub>) contents and very low levels of contaminants.

During the half-year, the Company announced a significant upgrade to the Mineral Resource estimate<sup>1</sup> (MRE) at the Company's 100% owned Tampu HPA project. The MRE was completed by ERM Australia Consultants Pty Ltd trading as Industry Experts CSA Global and reported in accordance with the 2012 JORC Code.

The upgraded Tampu HPA deposit of 24.7Mt of bright white kaolinised granite, with 12.2 Mt reported in the less than 45-micron size fraction is shown in Table 1 below.

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<sup>1</sup> Refer ASX Announcement dated 31 July 2023 "Tampu Mineral Resource Upgrade 24.7Mt of HPA Specification"  
Corella Resources Ltd 2023 Half Year Report Page 1

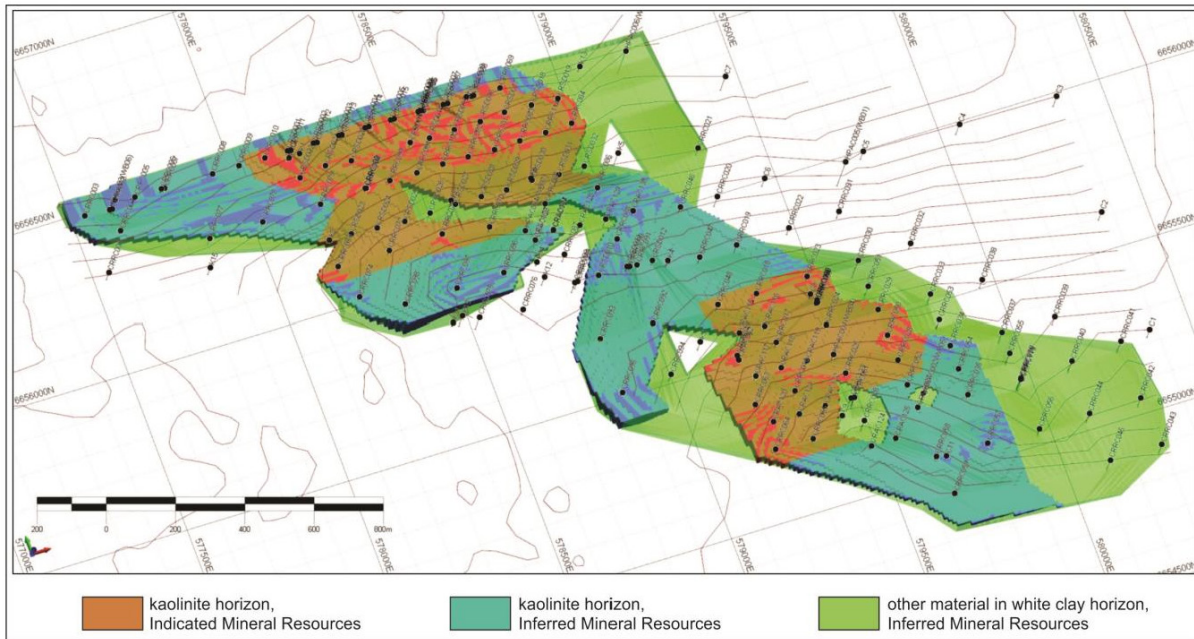


Figure 1: Oblique view of the Tampu upgraded MRE wireframes coloured by Resource classification

Table 1 – Tampu Mineral Resource Estimate as at July 2023

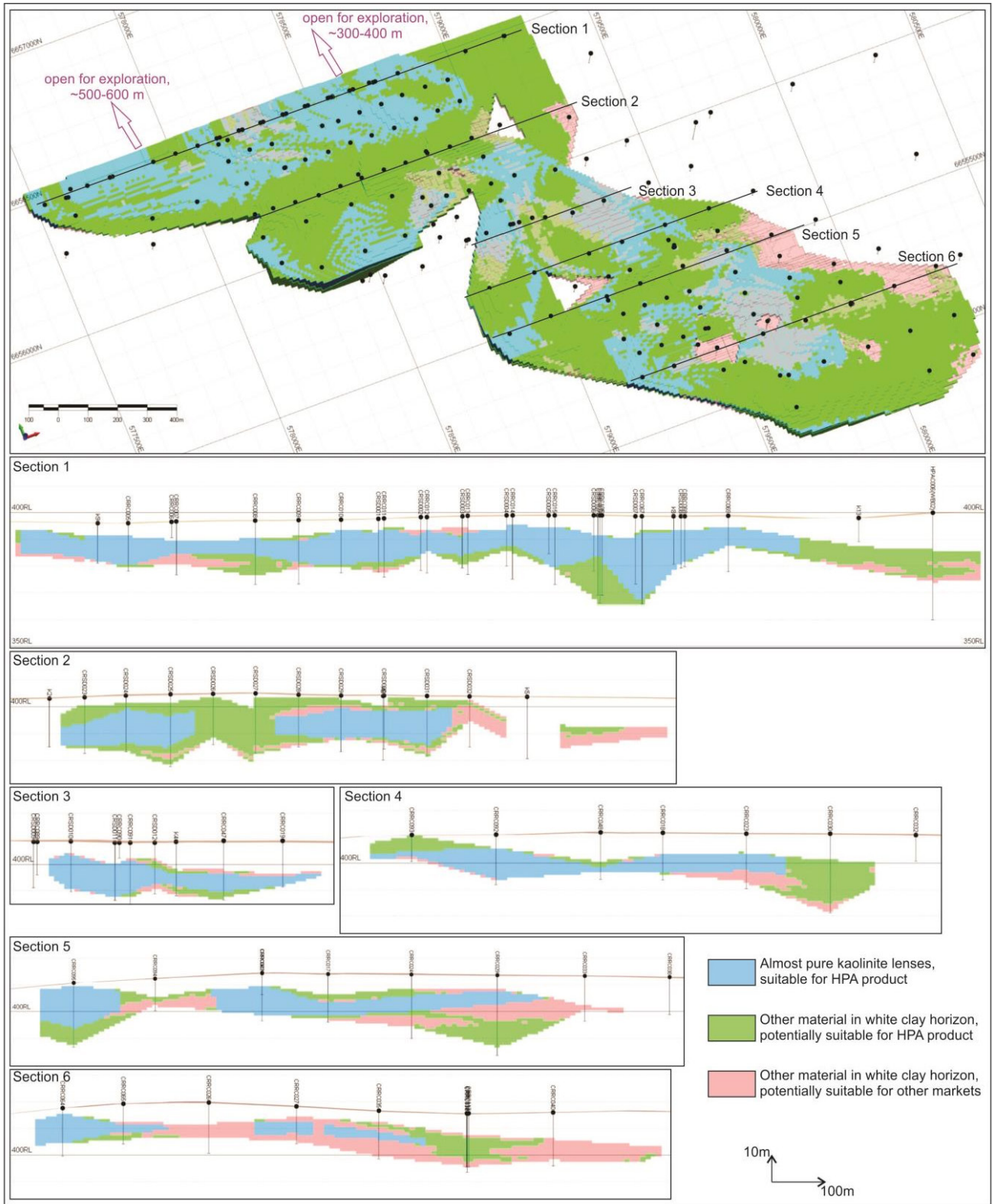
Type	Classification	Mt	Yield <45 µm (%)	Product tonnes (Mt)	Fe <sub>2</sub> O <sub>3</sub> (%)	K <sub>2</sub> O (%)	Na <sub>2</sub> O (%)	Al <sub>2</sub> O <sub>3</sub> (%)	SiO <sub>2</sub> (%)	TiO <sub>2</sub> (%)	LOI (%)
<b>High Purity Alumina (HPA) Market</b>											
kaolinite	Indicated	7.65	54.28	<b>4.15</b>	0.40	0.27	0.02	37.62	47.72	0.41	13.44
kaolinite	Inferred	7.30	53.59	<b>3.91</b>	0.48	0.28	0.02	37.43	47.86	0.47	13.39
<b>(1) Sub-total</b>		<b>14.95</b>	<b>53.94</b>	<b>8.07</b>	<b>0.44</b>	<b>0.27</b>	<b>0.02</b>	<b>37.53</b>	<b>47.79</b>	<b>0.43</b>	<b>13.42</b>
<b>Potentially High Purity Alumina (HPA) Market</b>											
other (< 0.9 Fe <sub>2</sub> O <sub>3</sub> )	Inferred	9.74	42.49	<b>4.14</b>	0.66	1.22	0.05	34.16	51.28	0.49	11.91
<b>(2) Sub-total</b>		<b>9.74</b>	<b>42.49</b>	<b>4.14</b>	<b>0.66</b>	<b>1.22</b>	<b>0.05</b>	<b>34.16</b>	<b>51.28</b>	<b>0.49</b>	<b>11.91</b>
<b>(1) + (2) HPA, total</b>		<b>24.70</b>	<b>49.42</b>	<b>12.21</b>	<b>0.52</b>	<b>0.59</b>	<b>0.03</b>	<b>36.39</b>	<b>48.97</b>	<b>0.45</b>	<b>12.90</b>
<b>Other Markets</b>											
other (> 0.9 Fe <sub>2</sub> O <sub>3</sub> )	Inferred	5.10	46.51	<b>2.37</b>	1.12	1.46	0.06	33.73	51.08	0.53	11.75
<b>Summary</b>											
<b>Total</b>		<b>29.79</b>	<b>48.93</b>	<b>14.58</b>	<b>0.63</b>	<b>0.78</b>	<b>0.04</b>	<b>35.78</b>	<b>49.49</b>	<b>0.47</b>	<b>12.64</b>

**Notes:**

- Resources are reported in accordance with the JORC Code
- Resources are constrained to the tenement boundaries.
- Resources are in million metric tonnes of final product. Differences may occur due to rounding
- In situ density applied = 1.4 t/m<sup>3</sup>.

The Tampu MRE has been reported using a ≤0.9% Fe<sub>2</sub>O<sub>3</sub> cut-off demonstrating the consistent nature of the Tampu HPA deposit. A critical factor for the use of kaolin as a feedstock in the HPA industry is the levels of iron impurities, with a value of ≤0.5% Fe<sub>2</sub>O<sub>3</sub> considered to be low iron impurity.

The Mineral Resource yields 12.2Mt of high-grade, low impurity bright white HPA feedstock from the minus 45-micron recovered fraction. The remaining 49% is residual quartz with analysis demonstrating its suitability for the high purity silica market (eg glass for photo-voltaic cells).



**Figure 2 – Tampu Resource Block Model Oblique View (looking north-east) and Cross Sections (using a 0.9% Fe<sub>2</sub>O<sub>3</sub> cut-off)**

Following the release of the upgraded MRE, the Company announced a comprehensive Scoping Study (**Study**) for the Tampu kaolin deposit which was also completed by CSA Global. Please refer to the announcement titled “Scoping Study for the Tampu Project” dated 2 November 2023 for the full Study.

The Study investigated two scenarios: a 100% kaolin operation or a 100% High Purity Alumina (**HPA**) operation summarised in Table 2 below. The Company's strategic vision remains a multi-product operation of varying kaolin products, including a kaolin feed for HPA production. The product mix and phased scheduling, including capex for all product types, will be a focus of the planned Feasibility Study.

Table 2: Key Study Outcomes and Assumptions

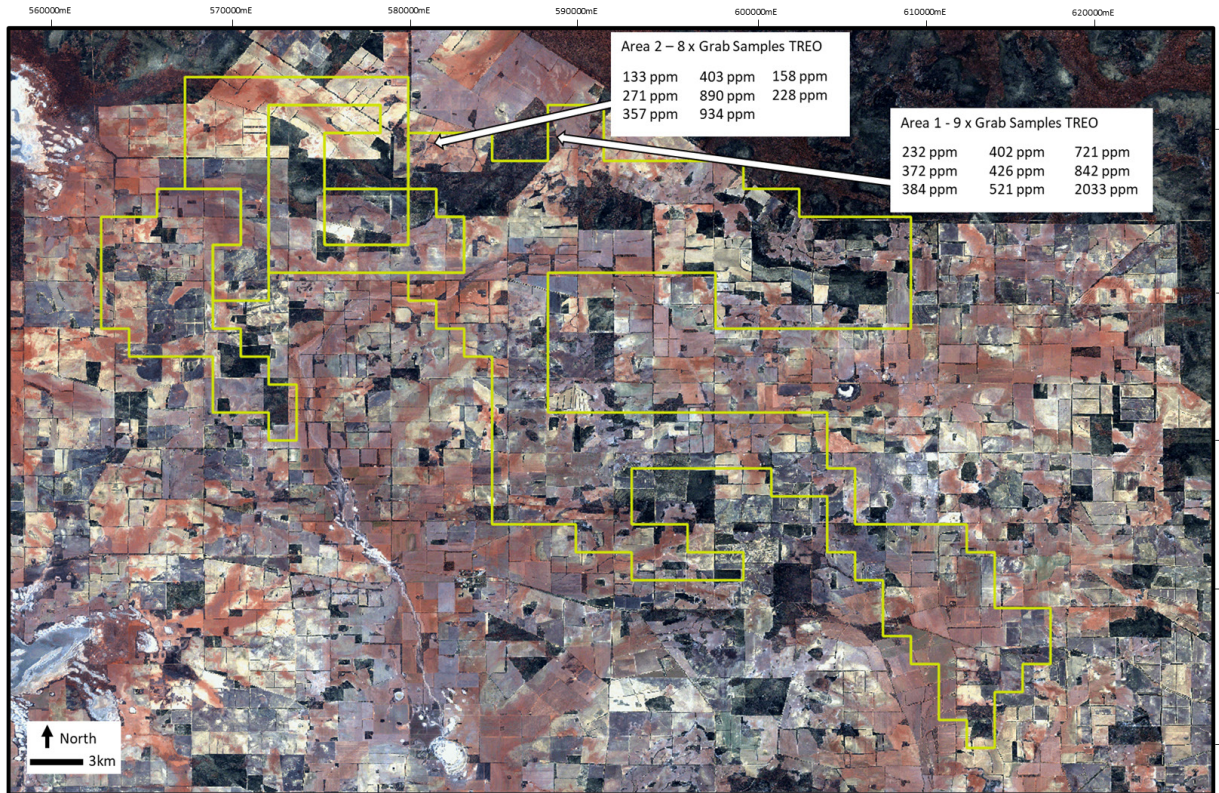
	100% Kaolin Operation	100 % HPA Operation
<b>NPV (Pre Tax)</b>	\$1,177m	\$4,622m
<b>IRR</b>	78.8%	53.8%
<b>Payback Period</b>	1.6 years	2.3 years
<b>Revenue from product</b>	\$8,982m	\$63,431m
<b>Product Price \$/t product</b>	\$800	\$28,000
<b>Project EBITDA</b>	\$6,280m	\$27,892m
<b>Average Annual EBITDA</b>	\$108m	\$481m
<b>Undiscounted cumulative cash flow</b>	\$6,097m	\$26,493m
<b>Capital Cost Estimate (Mining &amp; Processing)</b>	\$121.5m	\$735.5m
<b>Sustaining Capital (Mining &amp; Processing)</b>	\$61.2m	\$664m
<b>Mining cost \$/t mine</b>	\$4	\$4
<b>Total cost \$/t product</b>	\$245.35	\$15,977
<b>Final product produced (Mt)</b>	11.2	2.3
<b>Process Recovery</b>	49.6%	10%
<b>Plant Feed Throughput</b>	400,000tpa	
<b>Mineral Resource (Indicated &amp; Inferred)</b>	24.7Mt	
<b>Mined Ore</b>	22.65Mt	
<b>LOM</b>	58 years	
<b>Discount rate</b>	8%	
<b>Royalties</b>	5%	
<b>Total Material Moved (Mt)</b>	45.7	
<b>Waste (Mt)</b>	23.0	
<b>Ore (Mt)</b>	22.7	
<b>Cutoff grade (Fe<sub>2</sub>O<sub>3</sub>%)</b>	<=0.9	
<b>Stripping ratio (waste:ore)</b>	1.0	
<b>Dilution</b>	0%	
<b>Ore loss</b>	5%	

\*All currency AUD unless otherwise stated

Subsequent to year-end, the Company announced the discovery of two distinct styles of rare earth element (REE) mineralisation<sup>2</sup> at the Tampu project.

A comprehensive desktop review of Corella's tenements, conducted by the experienced geological team, has revealed significant potential for extended kaolin areas as well as potential for other mineralisation. Initial field investigations and sample collections have returned positive assays for rare earth elements (REE) prospectivity in potential carbonatites and pegmatites. Further, recent exploration by others in the region has also uncovered potential clay-hosted REE mineralisation associated with the weathering of granitoid bodies.

<sup>2</sup> Refer to ASX Announcement "Rare Earth Results and Tenement Expansion" released on 15 January 2024  
Corella Resources Ltd



**Figure 3: Tampu granted tenure in yellow with grab sample results for REE analysis (TREO)**

A combination of magnetic, radiometric, hyperspectral, satellite data (sensor and imagery) and regional structural interpretations were used to highlight target areas across the tenements to investigate in person on publicly accessible land or tenement areas with landholder agreements. A portable XRF was used to analyse, obtain, and shortlist rock chip samples to be sent for full laboratory analysis. A summary of the laboratory analysis is included in Tables 3, 4 and 5 with the full suite of laboratory analysis provided in the announcement.

Various chemical groupings can be seen in the results with at least two populations of REE bearing pegmatite chemistry (Table 5) and REE bearing carbonate/carbonatite (Table 4). The carbonate/carbonatite samples contain CaO+MgO results of 39.16% and 44.64% and elevated Strontium of 943 and 1235ppm.

**Table 3: Chemical analysis of potential pegmatite sample, two chemical signatures present with one type high in Rb and K**

SAMPLE	Area	TREO	Ce2O3	Dy2O3	Er2O3	Eu2O3	Gd2O3	Ho2O3	La2O3	Lu2O3	Nd2O3	Pr6O11	Sm2O3	Tb4O7	Tm2O3	Y2O3	Yb2O3
		ppm	ppm	ppm	ppm	ppm	ppm	ppm	ppm	ppm	ppm	ppm	ppm	ppm	ppm	ppm	ppm
643	Area 1	231.7	96.7	5.11	3.4	0.9	4.68	1.1	34.8	0.58	30.8	9.24	6.26	0.89	0.57	32.9	3.76
647	Area 1	372.0	132.5	8.13	4.71	1.61	7.68	1.36	78.9	0.69	59.8	17.9	11.25	1.32	0.65	40.8	4.66
646	Area 1	383.8	160.5	7.08	4.33	1.41	7.54	1.49	68.7	0.66	57.4	17.05	10.85	1.31	0.67	40.3	4.51
711	Area 1	401.8	245	5.97	3.52	0.98	5.73	1.19	43.2	0.56	38.5	11.7	7.69	0.96	0.55	32.6	3.6
709	Area 1	426.3	160.5	8.81	5.24	1.47	8.53	1.72	87.7	0.78	63.2	19.65	11.4	1.51	0.79	49.9	5.11
710	Area 1	520.6	265	9.79	5.81	1.95	9.51	2	65.1	0.89	65.7	19.4	13.35	1.74	0.86	53.6	5.9
670	Area 1	721.2	337	14.9	8.24	2.81	14.7	2.97	104.5	1.06	96.3	28	18.9	2.55	1.18	81	7.04
649	Area 2	158.2	39.2	4.51	4.01	0.3	2.84	1.09	34.5	0.98	15.2	5.09	2.84	0.65	0.77	40.4	5.8
648	Area 2	227.9	66.5	3.67	1.9	0.76	4.63	0.65	62	0.14	41.6	12.5	7.02	0.65	0.25	24.4	1.22
JP015	Area 2	132.8	53.9	2.83	1.76	0.56	2.62	0.58	22.6	0.35	19.6	5.03	3.03	0.44	0.31	17	2.14
JP026	Area 2	270.8	149.5	3.98	2.29	0.75	3.71	0.8	40.5	0.41	28.2	8.94	5.03	0.61	0.41	22.9	2.73
JP008	Area 2	357.3	241	4.88	3.17	0.91	4.55	0.92	29.8	0.56	26.2	8.55	5.71	0.85	0.49	26	3.67
JP019	Area 2	403.1	155	6.46	3.82	1.53	7.42	1.25	92.7	0.45	59.4	17.6	9.93	1.08	0.53	42.4	3.48
JP002	Area 2	890.4	179	18.4	9.42	3.59	22	3.55	269	1.03	174.5	52.7	29.8	3.31	1.3	115.5	7.32
JP011	Area 2	934.0	382	13.9	7.57	3.49	16.7	2.86	206	1.08	135.5	41.2	23.7	2.56	1.16	89.3	7

SAMPLE	Area	TREO	SiO <sub>2</sub>	Al <sub>2</sub> O <sub>3</sub>	Fe <sub>2</sub> O <sub>3</sub>	CaO	MgO	Na <sub>2</sub> O	K <sub>2</sub> O	P <sub>2</sub> O <sub>5</sub>	Li	Rb <sub>2</sub> O	SrO	ThO <sub>2</sub>	U <sub>3</sub> O <sub>8</sub>
		ppm	%	%	%	%	%	%	%	%	ppm	ppm	ppm	ppm	ppm
643	Area 1	231.7	74.5	11.35	2.4	0.27	0.42	0.82	3.21	0.01	10	258	54	25.8	5.35
647	Area 1	372.0	77.4	12.45	3.23	0.27	0.56	0.72	2.85	0.01	20	244	68	30.5	4.62
646	Area 1	383.8	72.3	11.45	2.86	0.25	0.51	0.69	2.75	<0.01	20	223	53.6	27.4	3.92
711	Area 1	401.8	76.9	10.95	2.88	0.26	0.39	0.79	3.36	<0.01	10	255	70.6	25.3	4.59
709	Area 1	426.3	74	12.1	3.19	0.28	0.56	0.7	2.8	0.04	20	233	70.1	32.5	4.69
710	Area 1	520.6	74.1	12.05	3.29	0.29	0.67	0.45	2.57	0.03	20	222	51.3	37.4	5.92
670	Area 1	721.2	68.7	14.15	3.7	0.49	0.76	0.66	2.66	0.03	20	232	80.5	38.9	5.98
649	Area 2	158.2	66.1	18.55	0.82	0.07	0.11	0.24	10.6	0.02	<10	1485	29.3	8.59	2.54
648	Area 2	227.9	59.9	18.85	0.71	1.16	0.16	0.29	13.45	<0.01	<10	2210	52.2	4.28	2.72
JP015	Area 2	132.8	81.5	9.21	2.59	0.11	0.14	0.4	2.43	0.02	10	139	52.2	28.6	3.61
JP026	Area 2	270.8	71.8	13.8	3.61	0.28	0.64	0.37	1.92	0.01	30	133.5	78.4	57.9	6.83
JP008	Area 2	357.3	60.1	19.45	5.14	0.22	0.93	0.51	1.61	0.02	30	146.5	67.2	59.2	9.36
JP019	Area 2	403.1	56.9	19.05	4.77	1.56	1.18	0.37	1.28	0.02	40	135.5	135	50.1	3.93
JP002	Area 2	890.4	54.1	12.35	2.67	8.72	1.95	0.3	1.8	0.03	20	128.5	320	70.4	8.51
JP011	Area 2	934.0	55.1	19.95	5.55	0.95	1.6	0.68	1.31	0.03	40	130	142	74.2	7.36

**Table 4: Chemical analysis of potential carbonate/carbonatite**

SAMPLE	Area	TREO	Ce <sub>2</sub> O <sub>3</sub>	Dy <sub>2</sub> O <sub>3</sub>	Er <sub>2</sub> O <sub>3</sub>	Eu <sub>2</sub> O <sub>3</sub>	Gd <sub>2</sub> O <sub>3</sub>	Ho <sub>2</sub> O <sub>3</sub>	La <sub>2</sub> O <sub>3</sub>	Lu <sub>2</sub> O <sub>3</sub>	Nd <sub>2</sub> O <sub>3</sub>	Pr <sub>6</sub> O <sub>11</sub>	Sm <sub>2</sub> O <sub>3</sub>	Tb <sub>4</sub> O <sub>7</sub>	Tm <sub>2</sub> O <sub>3</sub>	Y <sub>2</sub> O <sub>3</sub>	Yb <sub>2</sub> O <sub>3</sub>
		ppm	ppm	ppm	ppm	ppm	ppm	ppm	ppm	ppm	ppm	ppm	ppm	ppm	ppm	ppm	ppm
639	Area 1	841.9	66.6	24.1	17.05	4.12	27.4	5.84	194	1.94	149.5	39.4	28.5	4.2	2.39	264	12.85
598	Area 1	2032.9	80	52.7	33.2	9.73	67.3	11.9	625	2.76	388	101.5	68.8	9.17	4.1	559	19.7

SAMPLE	Area	TREO	SiO <sub>2</sub>	Al <sub>2</sub> O <sub>3</sub>	Fe <sub>2</sub> O <sub>3</sub>	CaO	MgO	Na <sub>2</sub> O	K <sub>2</sub> O	P <sub>2</sub> O <sub>5</sub>	Li	Rb <sub>2</sub> O	SrO	ThO <sub>2</sub>	U <sub>3</sub> O <sub>8</sub>
		ppm	%	%	%	%	%	%	%	%	ppm	ppm	ppm	ppm	ppm
639	Area 1	841.9	15.5	7.47	1.88	36.4	2.76	0.25	0.32	<0.01	20	46.7	943	21.1	30.3
598	Area 1	2033	12.35	5.75	1.56	41.7	2.94	0.18	0.27	0.03	10	38.5	1235	20.7	43.9

**Table 5: Light vs Heavy REE and Nd+Pr percent of TREO**

SAMPLE	Area	TREO	Nd+Pr	LREE	HREE
		ppm	%	%	%
643	Area 1	232	17%	79%	24%
647	Area 1	372	21%	83%	18%
646	Area 1	384	19%	84%	17%
711	Area 1	402	12%	88%	13%
709	Area 1	426	19%	83%	18%
710	Area 1	521	16%	85%	16%
670	Area 1	721	17%	84%	17%
649	Area 2	158	13%	63%	41%
648	Area 2	228	24%	86%	15%
JP015	Area 2	133	19%	81%	26%
JP026	Area 2	271	14%	87%	15%
JP008	Area 2	357	10%	89%	13%
JP019	Area 2	403	19%	85%	16%
JP002	Area 2	890	26%	82%	18%
JP011	Area 2	934	19%	87%	14%
639	Area 1	842	22%	61%	39%
598	Area 1	2033	24%	66%	34%

Following the above field investigation and assay results, the Company lodged 3 Exploration Licence Applications (E70/6578, E70/6579 and E70/6592) with the Department of Energy, Mines, Industry Regulation and Safety covering area of 151 km<sup>2</sup>, 246 km<sup>2</sup> and 565 km<sup>2</sup> respectively.

### Bonnie Rock Silica Project

The Bonnie Rock Silica (**Bonnie Rock**) Project comprises a single granted exploration licence E70/5665, which is 100% held by Corella. Previous exploration undertaken on the Bonnie Rock Project identified at least three prominent quartz veins, with one up to 1km in strike length and others that extend for an unknown distance under surficial cover. Previously, the Company announced outstanding results from visually selected outcrop samples at its Bonnie Rock.<sup>3</sup>

<sup>3</sup> Refer ASX Announcement dated 11 October 2021 "High grade hard rock silica assays at Bonnie Rock Project"  
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## **Wiltshire Project**

The Wiltshire Kaolin Project comprises a single granted exploration licence, being exploration licence E 70/5216, which is currently held 100% by Corella. The tenement consists of 12 graticular blocks for an area of 36km<sup>2</sup> located on the Tallering 1:100,000 Map sheet and the Yalgoo 1:250,000 sheet. The tenement was granted on 3 July 2019.

The Company has identified 29 initial prospective kaolin exploration targets within the Wiltshire project. Kaolin horizons expressed as white outcrop evident in aerial imagery, are exposed at various locations along the length of Wenmillia Creek and its tributaries.

## **Kalannie Kaolin Project**

During the half-year, the Company relinquished Tenement E 70/5215 at the non-core Kalannie project. Corella remains focused on advancing the flagship Tampu kaolin and HPA project, whilst identifying other high-quality targets within the project area.

## **Competent Person Statement**

### ***Competent Person Statement – Exploration results***

The information in this announcement that relates to exploration and metallurgical results is based on information reviewed, collated and fairly represented by Mr. Anthony Cormack who is a Member of the Australian Institute of Mining and Metallurgy and the Managing Director of Corella Resources. Mr. Cormack has sufficient experience relevant to the style of mineralisation and type of deposit under consideration, and to the activity which has been undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr. Cormack consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.

## **Mineral Resource estimate**

The information in this report that relates to the Mineral Resource Estimates at Corella's Tampu Project is extracted from the ASX Announcement "Tampu Mineral Resource Upgrade 24.7Mt of HPA Specification" dated 31 July 2023 and is available to view on the ASX Platform and on the Company's website in the announcements section. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

## **No New Information**

Except where explicitly stated, this report contains references to prior exploration results, Mineral Resource estimates and Scoping Study, all of which have been cross-referenced to previous market announcements made by the Company. The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcements and, in the case of the estimate of Mineral Resource, that all materials assumptions and technical parameters underpinning the results and/or estimate in the relevant market announcements continue to apply and have not materially changed.

## Corporate

During the half-year ended 31 December 2023, the Company appointed highly credentialed executive Ms Jess Maddren as Chief Executive Officer (CEO).

The Company issued 3,000,000 unlisted employee performance rights to Jess Maddren as part of the employment agreement, and pursuant to the Company's Incentive Performance Rights Plan approved by shareholders at the AGM held on 30 November 2022 (Refer Note 10).

On 21 February 2024, the Company appointed Mr Ben Hammond as Non-executive Director.

## 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.

## Significant events subsequent to balance date

Subsequent to the end of the half-year, the Company discovered two distinct rare earth element (REE) mineralisation styles at the Company's Tampu project through reconnaissance exploration and rock-chip sampling:

- a carbonatite-related mineralisation signature with rock-chips up to 2,033ppm TREO and a very high valuable heavy rare earth (HREE) ratio of up to 39%, and
- pegmatite-hosted mineralisation/anomalism with results up to 934ppm TREO.

In addition to the above, subsequent to the end of the half-year, the Company lodged three new and strategic Exploration Licence Applications (E70/6578, E70/6579 & E70/6592) at the Tampu project.

On 21 February 2024, the Company appointed Mr Ben Hammond as Non-executive Director.

Apart from the above, there has not been any other matter or circumstance occurring subsequent to the end of the half year that has significantly affected, or may significantly affect, the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

## Auditor's independence declaration

Section 307C of the Corporations Act 2001 requires our auditors, Criterion Audit Pty Ltd, 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 page 9 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 directors, pursuant to section 306(3) of the Corporations Act 2001.

On behalf of the directors



**Mr Philip Re**  
**Non-Executive Chairman**

Perth, Western Australia  
12 March 2024

Criterion Audit Pty Ltd

ABN 85 165 181 822

PO Box 233 LEEDERVILLE WA 6902

Suite 2, 642 Newcastle Street  
LEEDERVILLE WA 6007

Phone: 9466 9009

To The Board of Directors

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

As lead audit director for the review of the financial statements of Corella Resources Ltd and its controlled entities 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:

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

Yours faithfully



**CHRIS WATTS CA**  
Director

**CRITERION AUDIT PTY LTD**

DATED at PERTH this 12<sup>th</sup> day of March 2024

# CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

for the half-year ended 31 December 2023

	Note	31 December 2023 \$	31 December 2022 \$
Interest income		35,717	12,345
<b>Revenue and other income</b>		<b>35,717</b>	<b>12,345</b>
Administration expenses		(119,520)	(48,793)
Consultancy expenses		(60,500)	(61,750)
Compliance and regulatory expenses		(27,709)	(32,356)
Employee benefits expense		(272,547)	(163,540)
Impairment	3	(106,257)	-
Fair value loss on financial assets at fair value through profit or loss		(13,606)	-
Professional expenses		-	(56,000)
Public relations		-	(17,450)
Share base payment expense	7	(46,015)	(40,600)
<b>Loss before income tax</b>		<b>(610,437)</b>	<b>(408,144)</b>
Income tax expense		-	-
<b>Loss for the year</b>		<b>(610,437)</b>	<b>(408,144)</b>
<b>Other comprehensive income, net of income tax</b>			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Other comprehensive loss for the year, net of income tax		-	-
<b>Total comprehensive loss for the year</b>		<b>(610,437)</b>	<b>(408,144)</b>
Loss for the year attributable to Owners of Corella Resources Ltd		<b>(610,437)</b>	<b>(408,144)</b>
Total comprehensive loss for the year attributable to Owners of Corella Resources Ltd		<b>(610,437)</b>	<b>(408,144)</b>
<b>Loss per share:</b>			
Basic and diluted (cents per share)		(0.131)	(0.096)

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

# CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 31 December 2023

	Note	31 December 2023 \$	30 June 2023 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents		1,471,154	2,418,913
Trade and other receivables		115,218	59,909
Other financial assets		18,142	31,748
<b>Total current assets</b>		<b>1,604,514</b>	<b>2,510,570</b>
<b>Non-current assets</b>			
Exploration, evaluation and development expenditure	3	2,292,007	2,068,604
Property, plant and equipment	5	294,625	292,378
<b>Total non-current assets</b>		<b>2,586,632</b>	<b>2,360,982</b>
<b>Total assets</b>		<b>4,191,146</b>	<b>4,871,552</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables		90,968	208,998
Borrowings		2,348	302
<b>Total current liabilities</b>		<b>93,316</b>	<b>209,300</b>
<b>Total liabilities</b>		<b>93,316</b>	<b>209,300</b>
<b>Net assets</b>		<b>4,097,830</b>	<b>4,662,552</b>
<b>EQUITY</b>			
Issued capital	6	7,271,084	7,271,084
Reserves	7	494,827	448,812
Accumulated losses		(3,668,081)	(3,057,644)
<b>Total equity</b>		<b>4,097,830</b>	<b>4,662,252</b>

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

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the half-year ended 31 December 2023

	Issued capital \$	Reserves \$	Accumulated losses \$	Total \$
<b>Balance at 1 July 2023</b>	<b>7,271,084</b>	<b>448,812</b>	<b>(3,057,644)</b>	<b>4,662,252</b>
Loss for the year	-	-	(610,437)	(610,437)
<b>Total comprehensive loss for the period</b>	<b>-</b>	<b>-</b>	<b>(610,437)</b>	<b>(610,437)</b>
Recognition of share-based payments	-	46,015	-	46,015
<b>Balance as at 31 December 2023</b>	<b>7,271,084</b>	<b>494,827</b>	<b>(3,668,081)</b>	<b>4,097,830</b>
<b>Balance at 1 July 2022</b>	<b>6,261,867</b>	<b>271,019</b>	<b>(2,173,318)</b>	<b>4,359,568</b>
Loss for the year	-	-	(408,144)	(408,144)
<b>Total comprehensive loss for the period</b>	<b>-</b>	<b>-</b>	<b>(408,144)</b>	<b>(408,144)</b>
	930	-	-	-
Recognition of share-based payments	-	40,600	-	40,600
<b>Balance as at 31 December 2022</b>	<b>6,262,797</b>	<b>311,619</b>	<b>(2,581,462)</b>	<b>3,992,954</b>

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

# CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

for the half-year ended 31 December 2023

	Note	31 December 2023 \$	31 December 2022 \$
<b>Cash flows from operating activities</b>			
Payments to suppliers and employees		(550,143)	(383,899)
Interest received		43,063	5,973
<b>Net cash used in operating activities</b>		<b>(507,080)</b>	<b>(377,926)</b>
<b>Cash flows from investing activities</b>			
Payments for exploration and evaluation expenditure		(440,149)	(586,361)
Payment for property plant & equipment		(2,575)	-
<b>Net cash provided used in investing activities</b>		<b>(442,724)</b>	<b>(586,361)</b>
<b>Cash flows from financing activities</b>			
Proceeds from borrowings		2,046	-
Proceeds from exercise of options		-	930
Repayment of borrowings		-	(819)
<b>Net cash (used in)/provided by financing activities</b>		<b>2,046</b>	<b>111</b>
<b>Net decrease in cash and cash equivalents</b>		<b>(947,759)</b>	<b>(964,176)</b>
Cash and cash equivalents at the beginning of the period		2,418,913	3,275,366
<b>Cash and cash equivalents at the end of the period</b>		<b>1,471,154</b>	<b>2,311,190</b>

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

# NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2023

## Note 1. Corporate

The condensed consolidated half-year financial report of Corella Resources Ltd ("the Company") and its controlled entity ("the Group" or "Consolidated Entity") for the half-year ended 31 December 2023 was authorised for issue in accordance with a resolution of the directors on 12 March 2024.

Corella Resources Ltd is a for-profit company limited by shares incorporated and domiciled in Australia whose shares are publicly traded on the Australian Securities Exchange. The nature of the operations and principal activities of the Group are described in the Directors' Report.

## Note 2. Basis of Preparation and Accounting Policies

### (a) Basis of preparation

These general purpose condensed financial statements for the half-year ended 31 December 2023 have been prepared in accordance with Australian Accounting Standard 134 Interim Financial Reporting and the Corporations Act 2001. Compliance with AASB 134 ensures compliance with IAS 34 Interim Financial Reporting.

These half-year condensed financial statements do not include all the notes of the type normally included in annual financial statements and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Group as the full financial statements. Accordingly, these half-year financial statements are to be read in conjunction with the annual financial statements for the year ended 30 June 2023 and any public announcements made by Corella Resources Ltd during the half-year reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The half-year report has also been prepared on an accrual basis and is based on historical cost except for available-for-sale investments which are measured at fair value. The presentation currency is Australian dollars.

The Group's principal activities are mineral exploration.

### (b) Going concern

This report has been prepared on the going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business. The directors have prepared a cash flow forecast which indicates that the Group will have sufficient cash flows to meet all commitments and working capital requirements for the next twelve (12) month period from the date of signing this financial report.

For the year half year ended 31 December 2023, the Group incurred a loss after tax of \$610,437 (2022: \$408,144) which includes an impairment amount of \$106,257, and net cash outflows from operating and investing activities of \$507,080 (2022: \$377,926) and had a net working capital surplus as at 31 December 2023 of \$1,511,198 (30 June 2023: \$2,301,270). As disclosed in Note 5, the Group has \$284,092 in exploration commitments due within the next 12 months.

Based on the Company's cash flow forecast, the Board of Directors is aware the Company may need to access additional working capital funds in the next 12 months to enable the Company to continue its normal business activities and to ensure the realisation of assets and extinguishment of liabilities as and when they fall due.

Based on the above, the Directors consider the going concern basis of preparation to be appropriate for this half-year report.

In the event that the Company is not successful in raising funds from the issue of new equity, containing operating and exploration expenditures and the sale of non-core assets, there exists material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern and realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the half-year report.

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



# NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2023

## (c) Accounting estimates and judgements

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies.

## (d) Changes in accounting policy

For 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 for 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 Company and, therefore, no material change is necessary to Group accounting policies.

## (e) Segment Reporting

The Group operates in one business segment, namely the mineral exploration industry. AASB 8 'Operating Segments' states that similar operating segments can be aggregated to form one reportable segment. Also, based on quantitative thresholds included in AASB 8, there is only one reportable segment, namely the mineral exploration industry. However, none of the operating segments currently meet any of the prescribed quantitative thresholds, and as such do not have to be reported separately. The Group has therefore decided to aggregate all its reporting segments into one reportable operating segment.

The revenue and results of this segment are those of the Group as a whole and are set out in the consolidated statement of profit or loss and other comprehensive income. The segment assets and liabilities are those of the Group and set out in the consolidated statement of financial position.

## (f) Exploration and evaluation expenditure

In accordance with AASB 6: Exploration for and Evaluation of Mineral Resources, exploration and evaluation costs incurred are accumulated in respect of each identifiable area of interest. Exploration and evaluation costs are carried forward at cost where the rights of tenure are current and:

- (i) such costs are expected to be recouped through successful development and exploration of the area of interest, or alternatively by its sale; or
- (ii) exploration activities in the area have not yet reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable resources.

Exploration and evaluation assets are assessed annually for impairment in accordance with AASB 6 and where impairment indicators exist, recoverable amounts of these assets will be estimated based on discounted cash flows from their associated cash generating units. An impairment loss is recognised in the statement of profit or loss and other comprehensive income where the carrying values of exploration and evaluation assets exceed their recoverable amounts.

In the event that an area of interest is abandoned or if the directors consider the expenditure to be of reduced value, accumulated costs carried forward are written off in the period in which that assessment is made. Each area of interest is reviewed at the end of each accounting period and accumulated costs are written off to the extent that they will not be recoverable in the future.

### Note 3. Exploration, Evaluation & Development Expenditure

	31 Dec 2023 \$	30 June 2023 \$
Costs carried forward in respect of areas of interest	2,068,604	1,103,361
Exploration expenditure capitalised	329,660	965,243
Impairment*	(106,257)	-
	<b>2,292,007</b>	<b>2,068,604</b>

\* During the period, the Company relinquished Tenement E 70/5215 at the non-core Kalannie project. In accordance with AASB 6: Exploration for and Evaluation of Mineral Resources, accumulated costs carried forward of \$106,257 have been written off.

# NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2023

## Note 4. Commitments for expenditure

	31 Dec 2023	30 June 2023
	\$	\$
<b>Exploration expenditure</b>		
Not longer than one year	284,092	333,548
Two to five years	255,000	287,500
Greater than 5 years	392,750	525,250
	<b>931,842</b>	<b>1,146,298</b>

If the Group decides to relinquish certain leases and/or does not meet these obligations, assets recognised in the consolidated statement of financial position may require review to determine the appropriateness of carrying value. The sale, transfer or farm-out of exploration rights to third parties may reduce or extinguish these obligations.

## Note 5. Property, Plant & Equipment

	31 Dec 2023	30 June 2023
	\$	\$
Freehold property at cost	292,378	292,378
Office equipment at cost	2,575	-
Accumulated depreciation – office equipment	(328)	-
	<b>294,625</b>	<b>292,378</b>

\*During the prior period, the Company acquired Tampu grain bin located ~2.5 km from the Company's flagship Tampu kaolin deposit from grain supply chain co-operative, the CBH Group (Co-operative Bulk Handling Limited). The site consists of a 3,750m<sup>2</sup> (~15,000 tonne) storage shed, bitumen road access, loading facilities, weighbridge, offices with accommodation and excellent mobile coverage, access to 3 phase power and water connections located at the Cnr Bunce Rd & Bimbily Rd, Tampu. The mining storage facility will allow for easy access for storage and transport of the mined product to the end buyer.

## Note 6. Issued Capital

	31 Dec 2023	30 June 2023
	\$	\$
Fully paid ordinary shares	7,271,084	7,271,084
	<b>7,271,084</b>	<b>7,271,084</b>

	6 months to 31 December 2023	
	No. Shares	\$
<i>Movements in ordinary shares on issue</i>		
Opening balance	465,090,883	7,271,084
Closing balance	<b>465,090,883</b>	<b>7,271,084</b>

## Note 7. Reserves

The share based payment reserve is used to record the value of share based payments provided to directors and employees, including Key Management Personnel and suppliers which are not recorded directly in equity.

	31 Dec 2023	30 June 2023
	\$	\$
Share based payments reserve	494,827	448,812
	<b>494,827</b>	<b>448,812</b>

### Movement in Share based payments reserve:

	31 Dec 2023	30 June 2023
	\$	\$
Opening balance	448,812	271,019
Performance Rights expensed (Refer Note 10)	46,015	81,200
Options issued	-	96,593
Closing balance	<b>494,827</b>	<b>448,812</b>

# NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2023

## Note 8. Share Based Payment Expense

During the period, the following share based payments were made and recognised as a share based payments expense in Consolidated Statement of Profit or Loss and Other Comprehensive Income.

	31 Dec 2023 \$	31 Dec 2022 \$
Performance Rights expensed (Refer Note 10)	46,015	40,600
	<b>46,015</b>	<b>40,600</b>

## Note 9. Options

### (a) Options on issue

The following options were on issue at the reporting date:

Series	Number	Grant date	Grant date fair value	Exercise price	Expiry date	Vesting date	
CR9OA	Unquoted	50,000,000	28 April 21	\$0.0038	\$0.04	28 April 25	Vested
CR9OB	Unquoted	67,166,869	20 April 21	\$0.0042	\$0.03	20 April 24	Vested
CR9O	Quoted	28,000,000	27 April 23	\$0.0121	\$0.06	27 April 25	Vested

### (b) Options granted during the half year

Nil options were granted during the period.

### (c) Share options exercised during the half year

Nil options were exercised during the period.

## Note 10. Performance shares

### (a) Performance shares on issue

The total number of Performance Rights on issue at the reporting date was 12,000,000 (2022: 9,000,000). Each Performance Right converts into 1 fully paid ordinary share upon vesting and is not entitled to vote.

The total value of Performance Rights expensed for the half year ended 31 December 2023 was \$46,015 (2022: \$40,600)

### (b) CEO Performance shares

On 14 August 2023 the Company granted newly appointed CEO, Ms Jess Maddren, a total of 3,000,000 performance rights (**Performance Rights**) as part of her employment agreement for Nil consideration. The granting of the Performance Rights was pursuant to the Company's Incentive Performance Rights Plan approved by shareholders at the Annual General Meeting Held on 30 November 2022. Each Performance Right expires on the earlier of 3 years from date of issue or the Performance Rights lapsing and being forfeited under the terms and conditions of the plan.

The total of 3,000,000 Performance Rights granted comprising of;

- (a) 1,000,000 tranche 1 Performance Rights (Tranche 1 Performance Rights);
- (b) 1,000,000 tranche 2 Performance Rights (Tranche 2 Performance Rights);
- (c) 1,000,000 tranche 3 Performance Rights (Tranche 3 Performance Rights);

with the following vesting conditions:

# NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2023

## (b) CEO Performance shares (continued)

Class	Performance Condition	Expiry Date	Theoretical Value
<b>Tranche 1 Performance Rights</b>	<b>Positive Feasibility Study</b> - all of the Tranche 1 Performance Rights will vest on the date that a positive feasibility study is announced by the Company as evidenced by a decision to mine resolved by the Company Board subject to Ms Maddren being a senior executive of the Company (i.e. CEO) at this time (the <b>Tranche 1 Milestone</b> )	19 December 2024	\$0.0109 per each Tranche 1 Performance Right <sup>1</sup>
<b>Tranche 2 Performance Rights</b>	<b>Offtake Agreements</b> ; all of the Tranche 2 Performance Rights will vest on the date that the Company announces an offtake agreement (or multiple offtake agreements) that is equal to, or exceeds, the requirement to extract 200Kt of kaolin from the Tampu operation over a 12-month period to satisfy the offtake arrangement. Tranche 2 is also subject to Ms Maddren being a senior executive of the Company (i.e. CEO) at this time (the <b>Tranche 2 Milestone</b> ); and	19 December 2024	\$0.0109 per each Tranche 2 Performance Right <sup>1</sup>
<b>Tranche 3 Performance Rights</b>	<b>Market Capitalisation - \$40M:</b> Tranche 3 Performance Rights will vest on the date that the Company's 14 day volume weighted average share price is equal to or exceeds a market capitalisation of AUD\$40,000,000 (the <b>Tranche 3 Milestone</b> ).	19 December 2024	\$0.0149 per each Tranche 3 Performance Right <sup>2</sup>

<sup>1</sup> Theoretical value of Tranche 1 and Tranche 2 Performance Rights, with non-market vesting conditions, is calculated based on the share price (\$0.029) on the grant date (14 August 2023) multiplied by the total number of securities to be issued, adjusted by the probability that each right is expected to vest.

<sup>2</sup> Theoretical value of Tranche 3 Performance Rights at grant date was derived using a hybrid Parisian Barrier1 Model which takes into account factors in the number of consecutive calendar days for which the underlying asset price must remain above or below the barrier, the exercise price and expected life of the instrument, the current share price and its expected volatility, expected dividends and the risk-free interest rate for the expected life of the instrument.

## (c) Director Performance shares

On 15 December 2021 shareholders approved the grant of Performance Rights to Directors (or their nominees) under the Corella Resources Incentive Performance Rights Plan. The principal terms of the Performance Rights are summarised below:

Class	Performance Condition	Expiry Date
<b>Tranche 1 Performance Rights</b>	<b>Market Capitalisation - \$30M</b> Tranche 1 Performance Rights will vest on the date that the Company's 14 day volume weighted average share price is equal to or exceeds a market capitalisation of AUD\$30,000,000. (" <b>Tranche 1 Performance Condition</b> ")	19 December 2024
<b>Tranche 2 Performance Rights</b>	<b>Market Capitalisation - \$40M:</b> the Tranche 2 Performance Rights will vest on the date that the Company's 14 day volume weighted average share price is equal to or exceeds a market capitalisation of AUD\$40,000,000 (" <b>Tranche 2 Performance Condition</b> ")	19 December 2024
<b>Tranche 3 Performance Rights</b>	<b>Market Capitalisation - \$50M:</b> Tranche 3 Performance Rights will vest on the date that the Company's 14 day volume weighted average share price is equal to or exceeds a market capitalisation of AUD\$50,000,000 (" <b>Tranche 3 Performance Condition</b> ")	19 December 2024

The value of the Performance Rights at grant date was derived using a hybrid Monte Carlo model which takes into account the exercise price and expected life of the instrument, the current share price and its expected volatility, expected dividends and the risk-free interest rate for the expected life of the instrument. The theoretical value ascribed to each Tranche 1, 2 and 3 Performance Right was \$0.0295, \$0.0269 and \$0.0248 respectively.

# NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2023

## (c) Director Performance shares (continued)

The table below shows the class and number of Performance Rights held by each Director as at 31 December 2023:

Director	Tranche 1	Tranche 2	Tranche 3	Total
Anthony Cormack	1,000,000	1,000,000	1,000,000	<b>3,000,000</b>
Philip Re	1,000,000	1,000,000	1,000,000	<b>3,000,000</b>
Peter Woods	1,000,000	1,000,000	1,000,000	<b>3,000,000</b>
<b>Total</b>	<b>3,000,000</b>	<b>3,000,000</b>	<b>3,000,000</b>	<b>9,000,000</b>

### Note 11. Related Party Transactions

During the half-year ended 31 December 2023 total payments of \$54,000 (2022:\$45,000) were made to Exchange Capital Advisory Pty Ltd, an entity related to Director Philip Re for accounting, bookkeeping and CFO services. The transactions were made on normal commercial terms and conditions and at market rates.

Apart from the above, there were no other related party transactions during the period other than Directors fees paid to Directors of the Company on normal commercial terms. Please refer to the audited remuneration report as part of the 30 June 2023 annual financial report for further details.

### Note 12. Contingent liabilities and contingent assets

There has been no significant change in contingent liabilities and/or contingent assets since the last annual report. Please refer to the 30 June 2023 annual financial report.

### Note 13. Events after reporting date

Subsequent to the end of the half-year, the Company discovered two distinct rare earth element (REE) mineralisation styles at the Company's Tampu project through reconnaissance exploration and rock-chip sampling:

- a carbonatite-related mineralisation signature with rock-chips up to 2,033ppm TREO and a very high valuable heavy rare earth (HREE) ratio of up to 39%, and
- pegmatite-hosted mineralisation/anomalism with results up to 934ppm TREO.

In addition to the above, subsequent to the end of the half-year, the Company lodged three new and strategic Exploration Licence Applications (E70/6578, E70/6579 & E70/6592) at the Tampu project.

On 21 February 2024, the Company appointed Mr Ben Hammond as Non-executive Director.

Apart from the above, there has not been any other matter or circumstance occurring subsequent to the end of the half-year that has significantly affected, or may significantly affect, the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

## DIRECTORS' DECLARATION

for the half-year ended 31 December 2023

In accordance with a resolution of the Directors of Corella Resources Ltd (the **Company**):

1. The financial statements and notes thereto, are in accordance with the Corporations Act 2001 including:
  - a. complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001; 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.
2. In the Directors' opinion, there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable;

This declaration is signed in accordance with a resolution of the Board of Directors made pursuant to s.303(5) of the Corporations Act 2001.

On behalf of the Board



**Philip Re**  
**Non-Executive Chairman**  
Perth, Western Australia  
12 March 2024

Criterion Audit Pty Ltd

ABN 85 165 181 822

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Suite 2, 642 Newcastle Street  
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## Independent Auditor's Review Report

### To the Members of Corella Resources Ltd

#### Conclusion

We have reviewed the half-year financial report of Corella Resources Ltd ("the Company") and its controlled entities ("the Group"), which comprises the condensed consolidated statement of financial position as at 31 December 2023, the condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of Corella Resources Ltd 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 Group in accordance with the ethical 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 the Company, would be in the same terms if given to the directors as at the time of this auditor's review report.

## **Responsibility of the Directors for the Half-Year Financial Report**

The Directors are responsible for the preparation of the half-year financial report that gives us 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 is free from material misstatement, whether due to fraud or error.

## **Auditor's Responsibility for the Review of the Half-Year 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 Company'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 a 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.



**CRITERION AUDIT PTY LTD**



**CHRIS WATTS CA**  
**Director**

DATED at PERTH this 12<sup>th</sup> day of March 2024



## SCHEDULE OF TENEMENTS HELD AT REPORT DATE

Project	Tenement	Ownership	Area (km <sup>2</sup> )	Status	Titleholder <sup>1</sup>
Tampu	E 70/5214	100%	65 km <sup>2</sup>	Granted	HPAA Pty. Ltd.
Tampu	E 70/5235	100%	18 km <sup>2</sup>	Granted	HPAA Pty. Ltd.
Tampu	E 70/5744	100%	89 km <sup>2</sup>	Granted	HPAA Pty. Ltd.
Tampu	E 70/5882	100%	506 km <sup>2</sup>	Granted	HPAA Pty. Ltd.
Tampu	E 70/5883	100%	89 km <sup>2</sup>	Granted	HPAA Pty. Ltd.
Tampu	E 70/6578	100%	151 km <sup>2</sup>	Pending	HPAA Pty. Ltd.
Tampu	E 70/6579	100%	246 km <sup>2</sup>	Pending	HPAA Pty. Ltd.
Tampu	E 70/6592	100%	565 km <sup>2</sup>	Pending	HPAA Pty. Ltd.
Wiltshire	E 70/5216	100%	36 km <sup>2</sup>	Granted	HPAA Pty. Ltd.
Kalannie	E 70/5215	100%	32 km <sup>2</sup>	Dead	HPAA Pty. Ltd.
Bonnie Rock	E 70/5665	100%	71 km <sup>2</sup>	Granted	HPAA Pty. Ltd.

<sup>1</sup> HPAA Pty. Ltd. is a wholly owned subsidiary of Corella Resources Ltd.