



Alma Metals Limited
ARBN 123 316 781

Interim Financial Statements
for the six months ended
31 December 2023

ALMA METALS LIMITED

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ALMA METALS LIMITED
Directors' Report
Interim Financial Statements - 31 December 2023

Your Directors present their report on the consolidated entity consisting of Alma Metals Limited ("Alma" or the "Company") and the entities it controlled ("Consolidated Entity" or "Group") at the end, or during, the half-year ended 31 December 2023 ("Period").

DIRECTORS

Mr Alasdair Cooke	Executive Chairman
Dr Charles (Frazer) Tabearth	Managing Director
Mr Valentine Chitalu	Non-Executive Director
Mr Vincent (Ian) Masterton-Hume	Non-Executive Director
Mr John Dean	Non-Executive Director

REVIEW OF OPERATIONS

Alma Metals Limited is based in Perth, Western Australia and is listed on the Australian Securities Exchange (ASX: ALM). The Company is a copper and base metals explorer with prospects located in Queensland and Western Australia.

During the reporting period Alma completed stage 1 of an Earn-In Joint Venture at the Briggs, Mannersley and Fig Tree Hill Project in Central Queensland ("Briggs JV") earning an initial 30% interest, by having spent \$3.0M on exploration activities during the earn-in period. In December 2023, a core drilling campaign to test the validity of the exploration target at Briggs was completed.

Key assets now held by the Company reflect a strong focus on copper, and include:

- A staged earn-in joint venture where Alma can earn up to 70% of the Briggs JV.
- Seven exploration licence applications submitted for large-scale sediment-hosted copper projects in the East Kimberley district of Western Australia.
- Liquid investments worth approximately \$2.8M in ASX-listed copper resources companies Caravel Minerals (CVV) and Canterbury Resources (CBY).

EVENTS SUBSEQUENT TO THE REPORTING PERIOD

No matters or circumstances have arisen since the end of the interim financial period which significantly affected or may significantly affect the operations, results or the state of affairs of the consolidated entity or the parent company in future reporting periods.

AUDITOR'S INDEPENDENCE DECLARATION

The lead auditor's Independence Declaration is set out on page 8 and forms part of the Directors' report for the half year ended 31 December 2023.



Charles Frazer Tabearth
Managing Director
15 March 2024

ALMA METALS LIMITED

Directors' Declaration

Interim Financial Statements - 31 December 2023

The opinion of the directors of Alma Metals Limited:

- a. The financial statements and notes set out on pages 8 to 15 are in accordance with the Corporations Act 2001, including:
 - i. Giving a true and fair view of the consolidated entity's financial position as at 31 December 2023 and of its performance for the half-year ended on that date; and
 - ii. Complying with AASB 134 Interim Financial Reporting, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
- b. There are reasonable grounds to believe that Alma Metals Limited will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the directors.



Charles Frazer Tabcart
Managing Director
15 March 2024

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Alma Metals Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Alma Metals Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2023, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, material account policy information 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 the Group does not comply with the *Corporations Act 2001* including:

- i. Giving a true and fair view of the Group's financial position as at 31 December 2023 and of its financial performance for the half-year ended on that date; and
- ii. Complying with Accounting Standard AASB 134 *Interim Financial Reporting and the Corporations Regulations 2001*.

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 the 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 the same terms if given to the directors as at the time of this auditor's review report.

Material uncertainty relating to going concern

We draw attention to Note 1.4 in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our conclusion is not modified in respect of this matter.



Responsibility of the directors for the financial report

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

Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* 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 a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

BDO Audit (WA) Pty Ltd

BDO
A handwritten signature in black ink, appearing to read 'P. Murdoch', is written over a horizontal line.

Phillip Murdoch

Director

Perth, 15 March 2024

DECLARATION OF INDEPENDENCE BY PHILLIP MURDOCH TO THE DIRECTORS OF ALMA METALS LIMITED

As lead auditor for the review of Alma Metals Limited for the half-year ended 31 December 2023, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Alma Metals Limited and the entities it controlled during the period.



Phillip Murdoch

Director

BDO Audit (WA) Pty Ltd

Perth

15 March 2024

ALMA METALS LIMITED**Consolidated Statement of Profit or Loss and Other Comprehensive Income****For the half-year ended 31 December 2023**

	Note	31-Dec-23 A\$	31-Dec-22 A\$
Interest received		2,204	506
Salaries and employee benefits expense		(229,025)	(289,338)
Administration and other corporate expenses		(282,871)	(239,153)
Exploration & evaluation expensed		(1,344,316)	(665,261)
Foreign currency gain (loss)		(637)	(4)
Loss before tax		(1,854,645)	(1,193,250)
Income tax expense		-	-
Loss for the half year		(1,854,645)	(1,193,250)
Other comprehensive income			
Other comprehensive items that will not be reclassified to profit or loss:			
Gain on sale of listed investments		54,602	31,020
Changes in the fair value of financial assets at fair value through other comprehensive income (FVOCI)	4	(673,864)	178,337
Total other comprehensive (loss) / income for the half year		(2,473,907)	(983,893)
Loss per share for loss attributable to the ordinary equity holders of the Company:			
Basic and diluted loss per share (cents per share)	3	(0.17)	(0.15)

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

ALMA METALS LIMITED**Consolidated Statement of Financial Position**

As at 31 December 2023

	Note	31-Dec-23 A\$	30-Jun-23 A\$
Assets			
Current assets			
Cash & cash equivalents		982,879	2,474,434
Trade and Other Receivables		180,933	174,323
Total current assets		1,163,812	2,648,757
Non-current assets			
Financial Assets at FVOCI	4	2,874,458	3,542,624
Property, plant and equipment		64,400	69,440
Total non-current assets		2,938,858	3,612,064
Total assets		4,102,670	6,260,821
Liabilities			
Current liabilities			
Trade & other payables		464,050	246,794
Total current liabilities		464,050	246,794
Total liabilities		464,050	246,794
Net assets		3,638,620	6,014,027
Equity			
Contributed equity	5	87,130,961	87,032,461
Retained Earnings (Accumulated losses)		(85,705,481)	(83,905,438)
Reserves		2,213,140	2,887,004
Total equity attributable to shareholders of the Company		3,638,620	6,014,027

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

ALMA METALS LIMITED
Consolidated Statement of Changes in Equity
For the half-year ended 31 December 2023

	Contributed equity	Accumulated losses	Other Comprehensive Income Reserve (FVOCI)	Share-Based Payments Reserve	Total equity
	A\$	A\$	A\$	A\$	A\$
For the half-year ended 31 December 2023					
Opening balance 1 July 2023	87,032,461	(83,905,438)	2,181,204	705,800	6,014,027
Loss for the period	-	(1,854,645)	-	-	(1,854,645)
Other Comprehensive loss					
Movement in fair value of financial assets at FVOCI	-	-	(673,864)	-	(673,864)
Gain on disposal of listed investments	-	54,602	-	-	54,602
Total comprehensive income (loss) for the period	-	(1,800,043)	(673,864)	-	(2,473,907)
Transactions with owners in their capacity as owners:					
Issue of shares net of costs	98,500	-	-	-	98,500
Share-based payments	-	-	-	-	-
	98,500	-	-	-	98,500
Balance at 31 December 2023	87,130,961	(85,705,481)	1,507,340	705,800	3,638,620
For the half-year ended 31 December 2022					
Opening balance 1 July 2022	83,729,876	(81,296,330)	1,747,312	519,700	4,700,558
Loss for the period	-	(1,193,250)	-	-	(1,193,250)
Other Comprehensive loss					
Movement in fair value of financial assets at FVOCI	-	-	178,337	-	178,337
Gain on disposal of listed investments	-	31,020	-	-	31,020
Total comprehensive income (loss) for the period	-	(1,162,230)	178,337	-	(983,893)
Transactions with owners in their capacity as owners:					
Issue of shares net of costs	1,681,750	-	-	-	1,681,750
Share-based payments	-	-	-	33,600	33,600
	1,681,750	-	-	33,600	1,715,350
Balance at 31 December 2022	85,411,626	(82,458,560)	1,925,649	553,300	5,432,015

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

ALMA METALS LIMITED**Consolidated Statement of Cash Flows****For the half-year ended 31 December 2023**

	31-Dec-23	31-Dec-22
	A\$	A\$
Cash flows from operating activities		
Payment for exploration and evaluation	(1,276,820)	(598,261)
Payment to suppliers and employees	(271,468)	(481,551)
Interest received	301	330
Net cash (used in) operating activities	(1,547,987)	(1,079,482)
Cash flows from investing activities		
Acquisition of listed investments	(30,000)	(30,000)
Receipts from sale of listed investments	78,903	40,133
Acquisition of property, plant and equipment	(4,065)	(23,000)
Guarantee on term deposit	(86,906)	-
Net cash (used in) investing activities	(42,068)	(12,867)
Cash flows from financing activities		
Proceeds from issue of shares	100,000	1,745,285
Share issue costs	(1,500)	(63,535)
Net cash from financing activities	98,500	1,681,750
Cash and cash equivalents at 1 July	2,474,434	1,632,586
Net (decrease) / increase in cash and cash equivalents	(1,491,555)	589,401
Cash and cash equivalents at 31 December	982,879	2,221,987

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

1. Basis of Preparation**1.1 Statement of Compliance**

These general-purpose financial statements have been prepared in accordance with Australian Accounting Standards ('AASBs') (including Australian Interpretations) adopted by the Australian Accounting Standards Board ('AASB'), AASB 134 *Interim Financial Reporting* and the Corporations Act 2001. The financial report of the Consolidated Entity also complies with IFRSs and interpretations as issued by the International Accounting Standards Board. Alma Metals Limited is a for-profit entity for the purposes of preparing financial statements.

The financial report was authorised for issue by the Directors on 15 March 2024.

1.2 Basis of measurement

The financial report is prepared under the historical cost convention.

1.3 Functional and presentation currency

The functional and presentation currency of the Consolidated entity is Australian Dollars ('A\$').

1.4 Going concern

For the half-year ended 31 December 2023, the Group recorded a loss of \$1,854,645 (2022: loss \$1,193,250) and experienced net cash outflows from operating activities of \$1,547,987 (2022: outflows \$1,111,982). At 31 December 2023, the Group had a working capital balance of \$699,762 (30 June 2023: \$2,401,963).

The ability of the Group to continue as a going concern is dependent on securing additional funding for future exploration programs and working capital purposes. The Company may secure funding by:

- Issuing new securities to new investors (Share Placement) or existing shareholders (Rights Issue); or
- Divestment of shares in listed companies that it currently owns.

These conditions indicate a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business. The Directors believe there are sufficient funds to meet the Group's working capital requirements as at the date of this report.

The financial statements have been prepared on the basis that the Group is a going concern, which contemplates the continuity of normal business activity, realisation of assets and settlement of liabilities in the normal course of business for the following reasons:

- The Company anticipates being able to raise additional capital, as it has done so various times over the past few years, in order to carry out planned exploration programs.
- The Company is able to reduce the scale of planned exploration programs should additional funding not be secured.;

Should the Group not be able to continue as a going concern, it may be required to realise its assets and discharge its liabilities other than in the ordinary course of business, and at amounts that differs from those stated in the financial statements. The financial report does not include any adjustments relating to the recoverability and classification of recorded assets or liabilities that may be necessary if the Group is unable to continue as a going concern.

1.5 Reporting entity

Alma Metals Limited (referred to as the 'Parent Entity' or the 'Company') is a Guernsey registered company domiciled in Australia. The consolidated financial statements of the Company as at and for the half-year ended 31 December 2023 comprise the Company and its subsidiaries (together referred to as the 'Consolidated Entity' or the 'Group').

1.6 Accounting Policies

All accounting policies are consistent with those adopted in the annual financial report for the year ended 30 June 2023.

Use of estimates and judgements

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. These accounting policies have been consistently applied by each entity in the Consolidated Entity.

2. Segment information

The Company's main activity is a mineral exploration with a primary interest in copper and copper-gold projects in Australia.

Management has determined the operating segments based on the reports reviewed by the board of directors that are used to make strategic decisions. The Group's financial information is reported internally as a single segment, as the Group does not have any material operating segments with discrete financial information.

The Group does not have any customers and all its' assets and liabilities are primarily related to the mining industry and are located within Australia. The Board of Directors review internal management reports on a regular basis that is consistent with the information provided in the consolidated financial statements. As a result no reconciliation is required for the current period because the information as presented is what is used by the Board to make strategic decisions.

3. Loss per share

	31-Dec-23 A\$	31-Dec-22 A\$
Loss attributable to ordinary shareholders	(1,854,645)	(1,193,250)
Issued number of ordinary shares at 1 July	1,104,000,787	739,472,257
Effect of shares issued during the period	3,005,464	83,345,019
Weighted average number of shares for year to 30 June	1,107,006,251	822,817,276
Basic and diluted loss per share (cents per share)	(0.17)	(0.15)

4. Financial assets at FVOCI

	31-Dec-23 A\$	30-Jun23 A\$
Balance at the beginning of the period	3,542,624	3,124,298
Additions	30,000	30,000
Movement in Fair Value of Financial assets at FVOCI	(673,864)	593,978
Disposals	(24,302)	(205,652)
Carrying amount at 31 December 2023	2,874,458	3,542,624

ALMA METALS LIMITED
**Notes to the consolidated financial statements
Interim Financial Statements - 31 December 2023**
5. Contributed equity

	31-Dec-23 A\$	30-Jun-23 A\$
Contributed equity	92,300,625	92,200,625
Cost of share issue	(5,169,664)	(5,168,164)
	<u>87,130,961</u>	<u>87,032,461</u>

Movement in share capital

	Date	Number of shares	Issue price cents	A\$
Balance 30 June 2022		739,472,257		83,729,876
Share placement	21 Sep 2022	125,200,000	1.0	1,252,000
Shares issue	10 Nov 2022	49,328,530	1.0	493,285
Shares issue	31 May 2023	190,000,000	1.0	1,900,000
Less Transaction costs				(342,700)
Balance at 30 June 2023		<u>1,104,000,787</u>		<u>87,032,461</u>
Share placement	20 Jul 2023	10,000,000	1.0	100,000
<i>Less Transaction costs</i>				(1,500)
Balance at 31 December 2023		<u>1,114,000,787</u>		<u>87,130,961</u>

6. Fair value measurement

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes.

The following tables detail the consolidated entity's assets and liabilities, measured or disclosed at fair value, using a three-level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly
- Level 3: Unobservable inputs for the asset or liability

	Level 1 A\$	Level 2 A\$	Level 3 A\$	Total A\$
31 December 2023				
Financial assets at FVOCI	2,874,458	-	-	2,874,458
Total assets	<u>2,874,458</u>	<u>-</u>	<u>-</u>	<u>2,874,458</u>
30 June 2023				
Financial assets at FVOCI	3,542,624	-	-	3,542,624
Total assets	<u>3,542,624</u>	<u>-</u>	<u>-</u>	<u>3,542,624</u>

There were no transfers between levels during the Period.

7. Related Party Transactions

There have not been no other changes to transactions with related parties in the consolidated entity since the last reporting date (30 June 2023).

8. Share-based Payments

No shares or options were granted as share-based payments during the Period.

9. Dividends

No dividends were paid by the consolidated entity (June 2023: nil).

10. Commitments & Contingencies

There have not been any material changes to contingencies in the consolidated entity since the last reporting date (30 June 2023).

11. Events Occurring After Reporting Period

No matters or circumstances have arisen since the end of the interim financial period which significantly affected or may significantly affect the operations, results or the state of affairs of the consolidated entity or the parent company in future reporting periods.

12. New and Amended Standards Adopted by the Group

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

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