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30 JUNE 2024

ANNUAL REPORT

TABLE OF CONTENTS

Corporate directory	03
Letter from the Chair	04
Review of operations	06
Sustainability	22
Directors' report	23
Auditor's independence declaration	40
Independent Auditor's report	41
Directors' declaration	45
Consolidated statement of profit or loss and other comprehensive income	46
Consolidated statement of financial position	47
Consolidated statement of changes in equity	48
Consolidated statement of cash flows	49
Notes to the consolidated financial statements	50
Consolidated entity disclosure statement	75
Corporate Governance Statement	76
Additional Securities Exchange information	77

CORPORATE DIRECTORY

Directors

Jeffrey Sweet [CEO and Managing Director](#)

Ashley Pattison [Non-Executive Chairman](#)

Alex Neuling [Non-Executive Director](#)

Melanie Leighton [Non-Executive Director](#)

Company Secretary

Natalie Madden

Principal and Registered Office

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Auditors

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Level 4, 130 Stirling Street, Perth WA 6000

Bankers

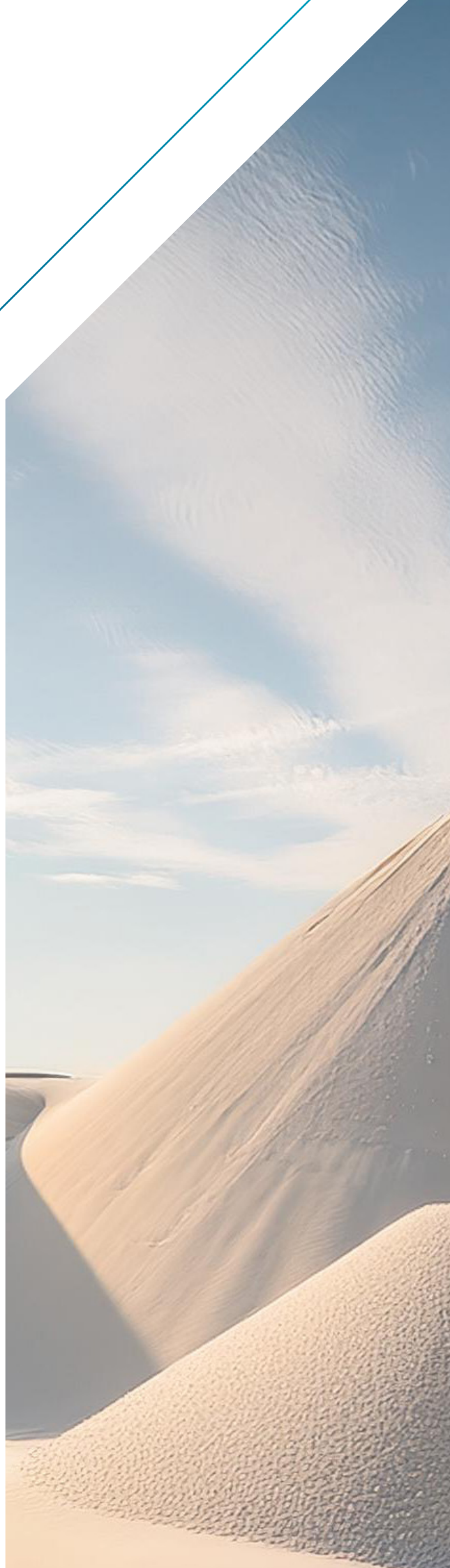
Westpac

Securities Exchange Listing

Australian Securities Exchange
Home Exchange: Perth, Western Australia
Code: IND

Share Registry

Automic Group
Level 5, 191 St Georges Terrace
Perth WA 6000
Telephone: 1300 288 664



LETTER FROM THE CHAIR



Ashley Pattison
Non-Executive Chairman

Dear Shareholders,

I am pleased to present the Annual Report of Industrial Minerals Ltd ("the Company" or "IND") for the year ended 30 June 2024. This year has been one of significant progress and strategic development for our company. I am proud to share the highlights of our performance and strategic advancements that underscore our commitment to creating value for our shareholders.

The Stockyard HPSS Project, situated near Eneabba and strategically located 160km from the Geraldton port, has shown exceptional promise. With a substantial tenement package covering 575km² and an impressive Indicated and Inferred Mineral Resource of 9.6 million tonnes at 98.9% SiO₂, we are well-positioned to capitalise on this high-quality resource. Importantly, this resource represents less than 5% of the total landholding, highlighting significant potential for future exploration and expansion.

In July 2023, we explored processing options for Stockyard's Direct Shipping Ore (DSO) HPSS. Our collaboration with industry experts led us to favour processing in China, a choice that offers substantial benefits including lower capital and operational

expenditures. This approach not only optimises production costs but also enhances our supply chain efficiency by reducing transportation costs and minimising contamination risks.

During the September quarter, we engaged in crucial offtake discussions and hosted potential strategic partners to showcase our flagship Stockyard HPSS Project and the Geraldton Port. This engagement was instrumental in demonstrating our project's scale and capabilities, reinforcing our commitment to supply high-quality HPSS to the specialty glass and photovoltaic (PV) solar glass industries.

Over the course of the year, the Company progressed its efforts in pursuing opportunities in High Purity Quartz (HPQ), given the strong pricing environment and interest in HPQ products from buyers and traders. IND sees the development of HPQ products to be of significant potential value to our shareholders and has taken steps through the year to expand our HPQ tenure and our expertise in this area.



During the September quarter, we engaged in crucial offtake discussions and hosted potential strategic partners to showcase our flagship Stockyard HPSS Project and the Geraldton Port.

To this end, we completed two acquisitions during the financial year the Pippingarra Quarry Project and the Mukinbudin Quartz/Feldspar Project, both highly prospective for HPQ and with very encouraging early results.

The Pippingarra Quarry Project, situated in the Pilbara lithium province, has shown significant promise for High Purity Quartz (HPQ) and the acquisition of an 80% interest in the mineral rights further strengthens our position in the region. Historical drilling has indicated substantial pegmatite mineralisation, and recent bulk sample test results have demonstrated high purity levels, enhancing our confidence in the project's potential.

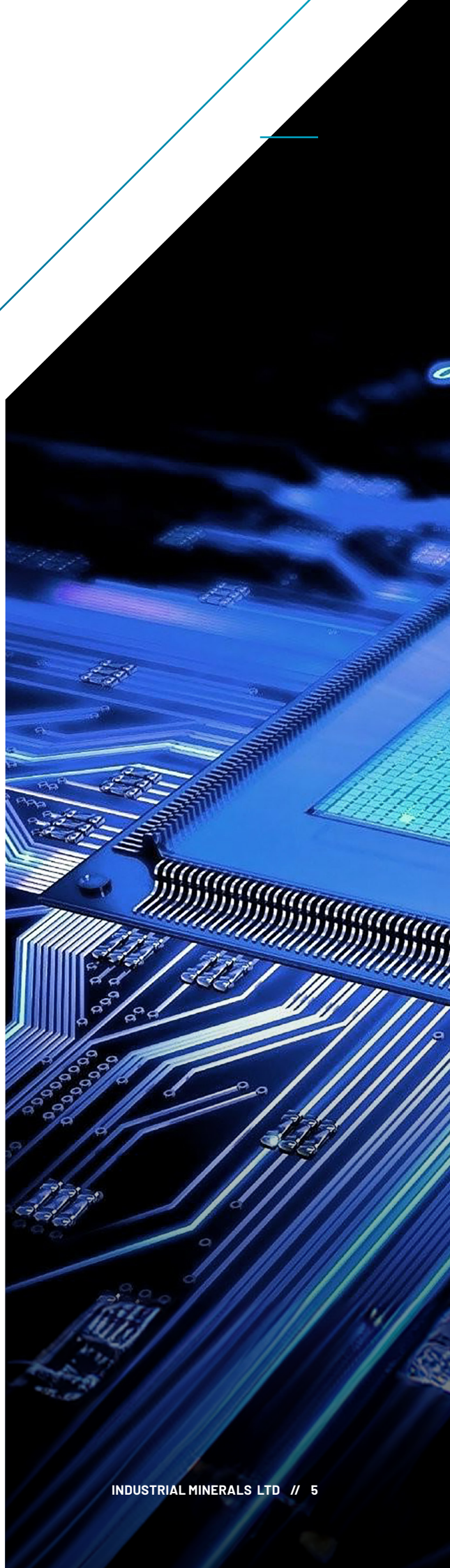
Our Phase 1 drilling program has validated historical data and identified areas of interest, and we are preparing for a Phase 2 drilling program to better define quartz-bearing zones and continue discussions with interested parties for further HPQ assessment.

The acquisition of the Mukinbudin Quartz/Feldspar Project presents an exciting opportunity. The project's historical production of HPQ and feldspar, coupled with recent test results showing high purity levels, supports our strategy to further develop this asset. We are actively pursuing further beneficiation testwork and engaging with potential end-users.

This year has been a pivotal period of growth and strategic alignment for the Company. Our dedicated team has made remarkable strides across our key projects, positioning us well for future success. As we look ahead, we remain focused on leveraging our high-quality assets, optimising our operations, and fostering strategic partnerships to drive value for our shareholders.

I would like to thank my fellow board members, the wider Industrial Minerals team, advisors, contractors & consultants for their dedication and hard work throughout this financial year, and a special thank you to our shareholders for your continued support and confidence in Industrial Minerals Ltd.

Yours sincerely,
Ashley Pattison
Non-Executive Chair
Industrial Minerals Ltd



REVIEW OF OPERATIONS

Stockyard High Purity Silica Sand (HPSS) Project

The HPSS Project is located 10km from the town of Eneabba, proximal to the Brand Highway and 160km to the Geraldton port and hosts a substantial granted tenement package of 575km².

The project is targeting high purity silica sand across predominantly cleared private land with no native title implications and has an Indicated and Inferred Mineral Resource Estimate¹ of 12.4 million tonnes at 98.8% SiO₂.

The resource is contained within 1500 Ha of the Stockyard Project and represents <5% of the total landholding.

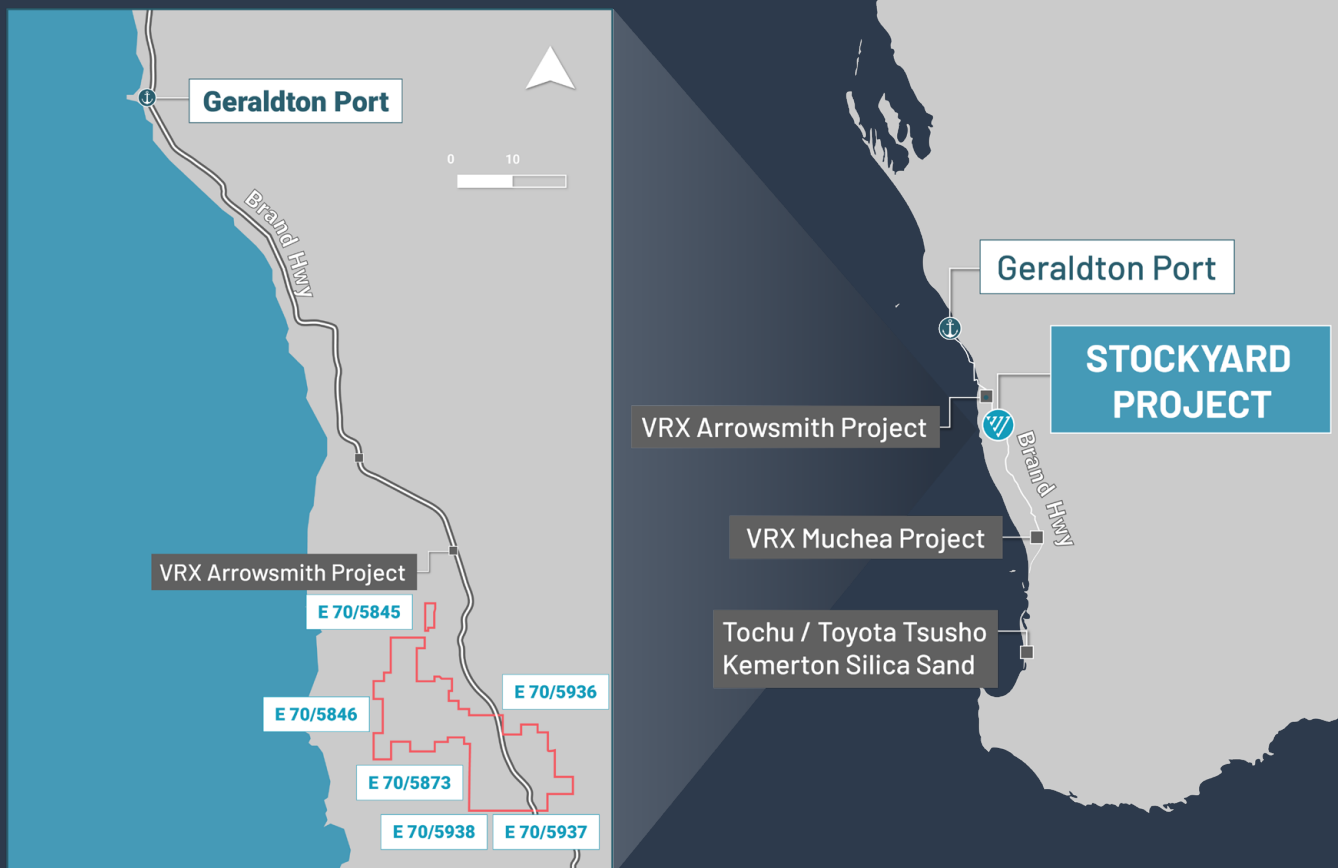


Figure 1: INDs Stockyard HPSS Projects in close proximity to Port of Geraldton

Processing Options

Following a visit to China in July 2023 (Figure 2), the Company (in collaboration with industry experts) determined the option of processing Stockyard Direct Shipping Ore (DSO) High Purity Silica Sand (HPSS) in China as the superior alternative, offering significant advantages over processing in Australia, enabling lower capital and operating expenditure.

Several primary processing options were explored with Potential Strategic Offtake Partners, including third-party processing; a joint venture partnership with a Chinese Offtake Partner, and IND building its own processing plant.

The in-China processing option offers advanced technology and economies of scale, allowing the Company to optimise production costs without compromising on the quality of the final product. This option also allows IND to be positioned closer to its target market, reducing transportation costs and enhancing supply chain efficiency.

By undertaking the final processing of silica sand in China, the risk of potential contamination through shipping is greatly reduced. Any potential contamination introduced during shipping from Australia will be removed during the processing stage, ensuring that the final product meets the exact requirements of the PV glass market.



Figure 2: Meeting with local representatives from Lusigang Town – Port and industrial land

Offtake Discussions^{2,3}

During the September 2023 quarter, the Company, accompanied by potential offtake partners, had the opportunity to visit local port facilities, industrial parks and silica sand processing plant manufacturers in China. This allowed the Company to assess capabilities, proximity to end customers, access to skilled labour and available infrastructure of industrial parks and facilities, which are considered vital for streamlining the logistics of shipping silica sand from Australia to China, and on to the PV glass factories.

Following successful final product specification of less than 100ppm Fe_2O_3 ⁴, IND sent a 200kg DSO Silica Sand sample from Stockyard to Weifang Guote Mining Equipment Co. Ltd (**Guote**) for large scale beneficiation testwork and process flow design. The work is an essential component of the project economics, with the achieved process flow model from this phase of testwork to assist IND in its assessment process.

In October 2023, IND hosted Potential Strategic Offtake Partners on a tour of the flagship Stockyard HPSS Project and the Geraldton Port (Figure 3), aimed at fostering potential strategic offtake partnerships. The visit showcased the scale and capabilities of Stockyard, whilst underscoring mutual interest and commitment from both sides to explore and harness the potential offered by the supply of HPSS to the specialty glass and PV solar glass industry.



Figure 3: Strategic Offtake Partners Visit Geraldton Port

2. ASX Announcement 15 August 2023 – Stockyard Beneficiation Testwork and Offtake Progress

3. ASX Announcement 3 October 2023 – Potential Strategic Offtake Partner Visit to Stockyard Site

4. ASX Announcement 8 June 2023 – IND Achieves Premium Low Impurity Silica Sand Specification

Albany HPSS Project

The Albany HPSS Project is located in southwestern Western Australia, within 40km of the Port of Albany. The project consists of three granted exploration licences covering an area of 470km² (Figure 4).

HPSS Results⁵

During the September 2023 quarter, samples were collected from the project, due to its high prospectivity for HPSS. The samples were submitted to Intertek for elemental analysis, with initial results returning promising HPSS potential.

22 samples were collected across the project, with 18 samples returning results above the 98% lower reporting cut-off grade, for an average grade of

98.9% SiO₂. Importantly for high quality silica sand end-users, the Fe₂O₃ values are considered low, averaging 404ppm Fe₂O₃ and the lowest result being 180ppm Fe₂O₃.

Process flow test work has begun to determine the most suitable beneficiation process to achieve an optimal product for the Albany HPSS Project.

	SiO ₂ %	Al ₂ O ₃ ppm	Fe ₂ O ₃ ppm	TiO ₂ ppm	LOI-1000oc %
Average	98.9	1168	404	2220	0.71
Range	98.4 – 99.3	254 – 3172	180 – 890	1114 – 4595	0.35 – 1.33

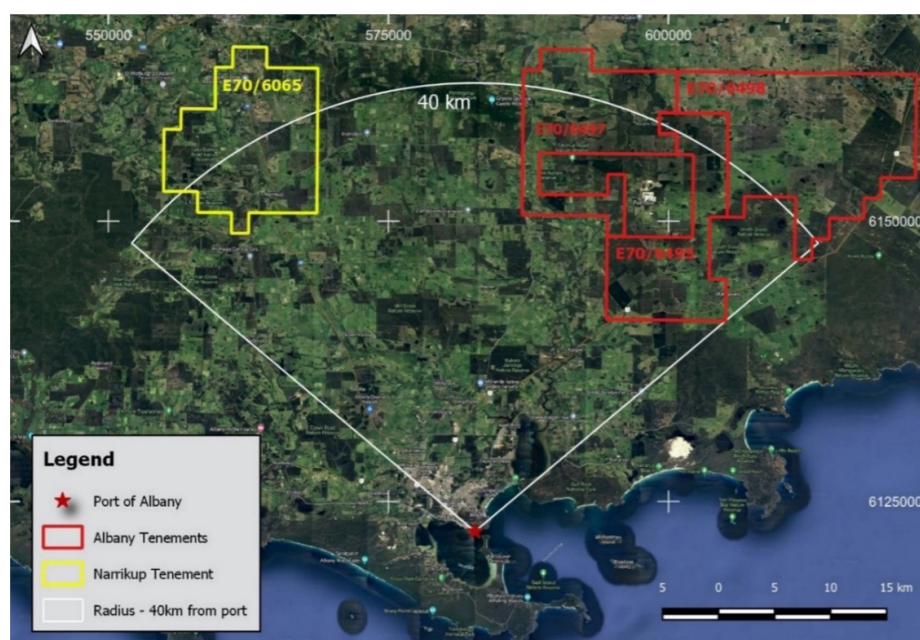


Figure 4: INDs HPSS Projects in close proximity to Port of Albany

5. ASX Announcement 6 September 2023 – High Quality Silica Sand added close to Albany Port

Pippingarra Quarry Project

The Pippingarra Quarry Project (**Pippingarra**) is located 30km south-east of Port Hedland within the world class Pilbara lithium province of Western Australia. The Pippingarra Project is prospective for High Purity Quartz (HPQ) and lithium and is located near some of the world's largest hard rock lithium mines (Figure 5).

Historical drilling at the operating Pippingarra Quarry successfully defined over 2km of flat lying pegmatite, averaging 200m in width and 20m in thickness, remaining open in all directions as can be observed in Figure 6. Of the 38 diamond holes drilled by previous owners, only one drill hole was assayed for lithium, intersecting 6m at 3.73% Li_2O from 26m in a vertical diamond hole.

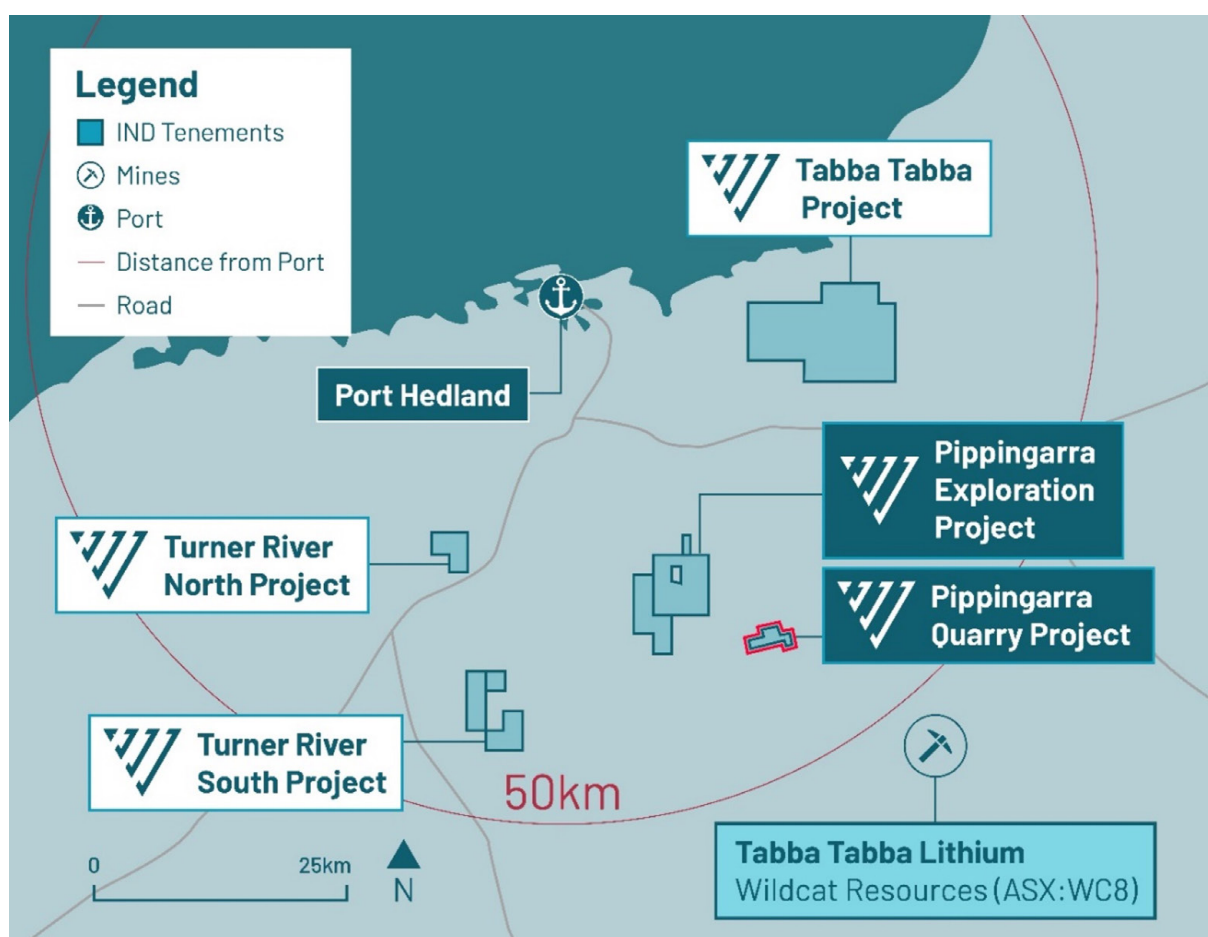


Figure 5: IND Pippingarra Quarry Project location and infrastructure.

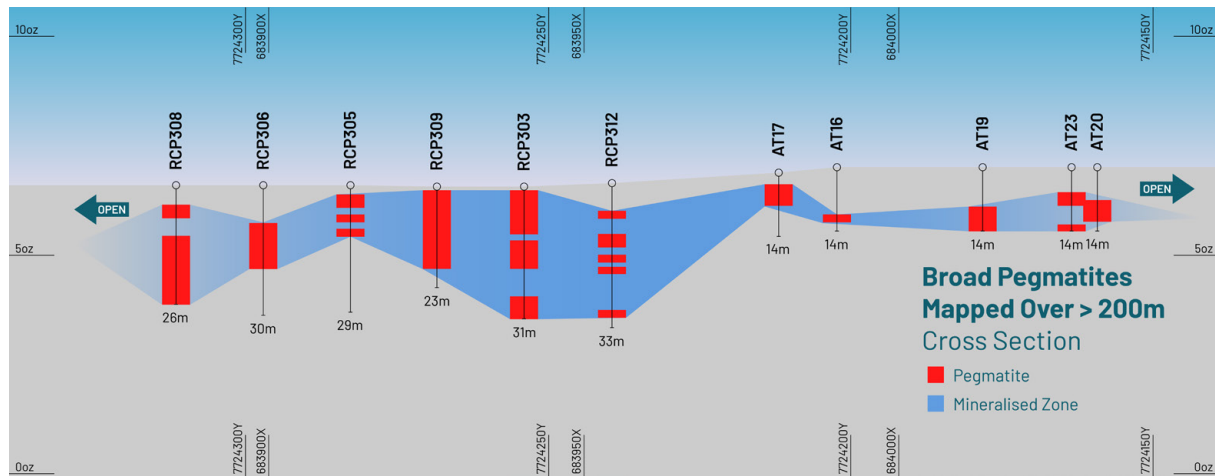


Figure 6: Cross section of historical drilling with pegmatite intersections and interpreted mineralisation zone

Project Acquisition⁶

In October 2023, IND was pleased to announce the agreement of binding terms with North West Quarries Pty Ltd (**NWQ**) for the exclusive option to acquire an 80% interest in the non-construction material mineral rights, including lithium and HPQ, at the Pippinagarra Quarry Project near Port Hedland.

The Project is adjacent to Pippingarra Road and is only 40km by road to the Port Hedland port. It is 80km by road to the Pilgangoora Lithium Mine processing plant and 117km by road to the Wodgina Lithium Mine processing plant.

The acquisition was a logical expansion of IND's tenure in the Pilbara region, with the Company already holding a number of tenements prospective for HPQ and lithium in the region.

High Purity Quartz

One of IND's key objectives for the Pippingarra Quarry Project has been assessing the prospectivity of the mining lease for HPQ, a high demand critical mineral used in solar PV, semiconductors, fibre optics and electronics applications.



6. ASX Announcement 27 October 2023 – Option to Acquire Pippingarra Lithium Project, Pilbara WA



Figure 7: Cross section of historical drilling with pegmatite intersections and interpreted mineralisation zone

In February 2024, IND was pleased to release results from a 300kg quartz sample that was shipped to a Chinese party in late 2023. Initial analysis followed standard processing testwork for HPQ, with results showing an improvement in purity from >99.97% SiO₂ to >99.994% SiO₂ (Table 2). Total measured impurities of the raw quartz were reduced by >90% from 695ppm to 61ppm Fe₂O₃.

Table 2: Assay results for quartz sample MET021 achieving >99.994% SiO₂ purity.

Sampled	Al ppm	B ppm	Ca ppm	Cr ppm	Cu ppm	Fe ppm	K ppm	Li ppm	Mg ppm	Mn ppm	Na ppm	Ni ppm	Ti ppm	Ba ppm	Co ppm	Zr ppm	TOTAL ppm
MET0021 Ore	464	0.0	23.8	0.0	0.2	5.6	20.5	14.2	1.4	0.4	163	0.0	2.2	0.2	0.0	0.2	695.0
MET0021 Processed	45.0	0.0	3.7	0.0	0.0	0.5	1.7	4.7	0.1	0.1	3.6	0.0	2.0	0.0	0.0	0.1	61.5

IND identified and selected a larger quartz sample to allow a broader group of interested parties to conduct further testing and refine the testing process. These samples were crushed, screened, and bagged ready for shipping (Figure 8).

The Company received numerous requests from end users and traders for samples of the quartz that is found at Pippingarra, both from past mining operations, and from the RC drilling completed at the eastern end of the open cut.

Following successful results from the 300kg bulk sample, a further 24 tonne HPQ ore sample was sent to the interested party in China in April 2024. The sample was crushed, screened, and bagged at the Pippingarra Quarry, prior to being transported to Port Hedland where it was loaded into 20 sea containers.



Figure 8: Crushed, screened, and bagged raw quartz samples prepared for further HPQ testwork

Phase 1 Drilling Program^{7,8,9}

In November 2023, IND mobilised RC drill rigs to site to conduct an initial 3,500m Phase 1 Exploration program at Pippingarra (Figure 9). The drilling was designed to test three priority areas for lithium, testing and validating historical drill data adjacent to the existing open pit, and along strike. The program was designed to validate historical drill data and test for the presence of stacked flat lying pegmatites and massive quartz zones.

At the same time, IND appointed an experienced geological consulting group, Bourke and Associates, with extensive experience in lithium exploration. Bourke and Associates managed the RC drill program at Pippingarra due to their standing as “Expert” under the definitions provided by the JORC and Valmin Codes.

7. ASX Announcement 13 November 2023 – RC Drill Rig Mobilised at Pippingarra Project

8. ASX Announcement 23 November 2023 – RC Drilling Commences at Pippingarra Quarry Project

9. ASX Announcement 5 December 2023 – RC Drilling Update for Pippingarra Quarry Project

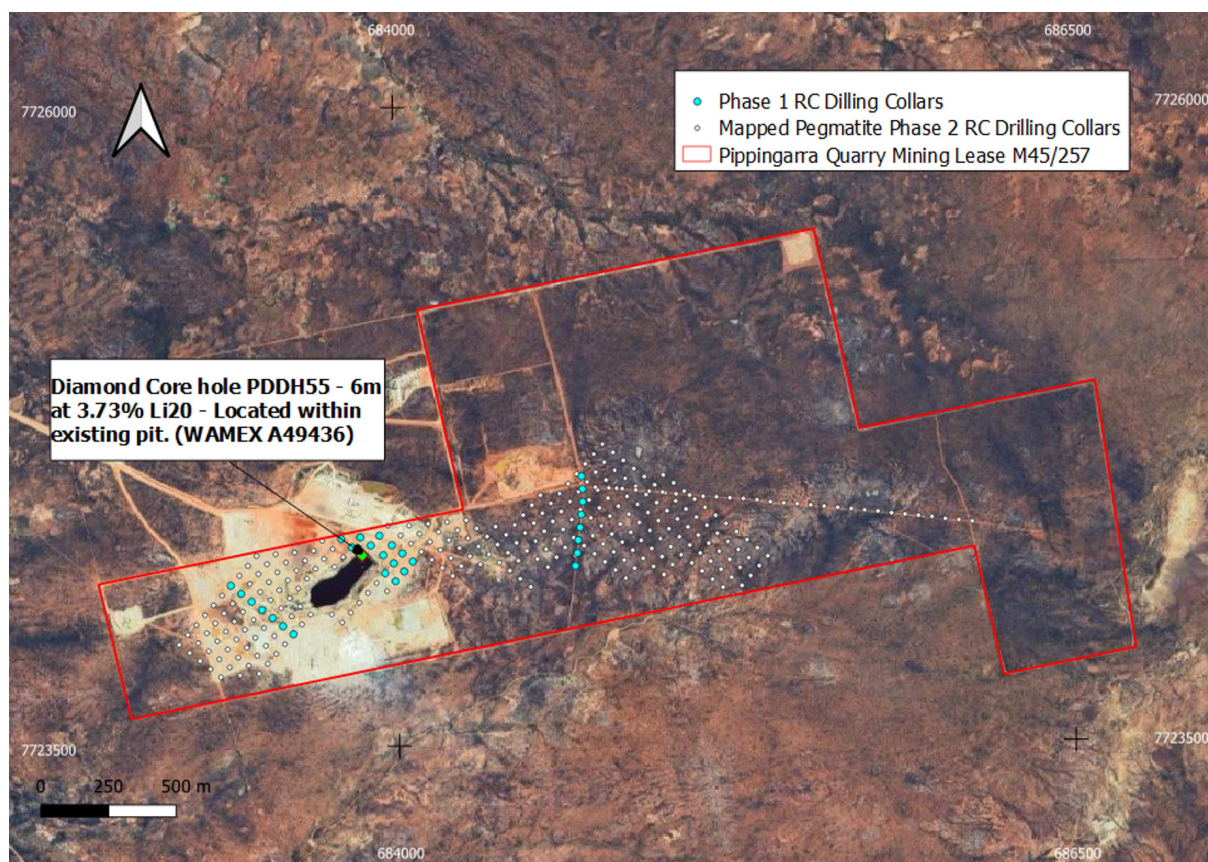


Figure 8: Crushed, screened, and bagged raw quartz samples prepared for further HPQ testwork

IND received initial assay results from the Phase 1 drilling program at the Pippingarra Quarry Project in February 2024, comprising 28 RC drillholes for 2,860 metres. The program was designed to validate historical drill data and test for the presence of stacked flat lying pegmatites and massive quartz zones.

Initial returned results returned elevated lithium grades¹⁰, with significant intercepts including:

- INRC001: 1m at 0.89% Li_2O from 88m
- INRC002: 1m at 1.72% Li_2O from 30m and 2m at 1.03% Li_2O from 37m

Remaining RC assay results were returned in March 2024 (Figure 9), which were subdued with only a small number narrow intersections recording $>1.0\%$ Li_2O .

With these relatively narrow widths and their occurrence in granite geology their prospectivity as being of exploration significance is limited. From a geological perspective the Pippingarra pegmatite exhibits an early phase of pegmatite fractionation and although there are sporadic lithium occurrences these have been insufficient to form in any concentration or in a mineralised form such as spodumene.

In April 2024, IND announced a Maiden HPQ Exploration Target of **1.5M-3M @ 97%-99% SiO_2** at the Pippingarra Quarry Project¹¹. The target was based upon the completed RC Drilling program at the project.

IND is planning a Phase 2 RC drilling program to better define quartz-bearing zones for HPQ applications. The Company is also in discussions with interested parties to procure larger raw quartz samples for further HPQ assessment and testwork.

¹⁰ ASX Announcement 14 February 2024 - First RC Drilling Results for Pippingarra Quarry Project

¹¹ ASX Announcement 24 April 2024 - HPQ Exploration Target Established at Pippingarra

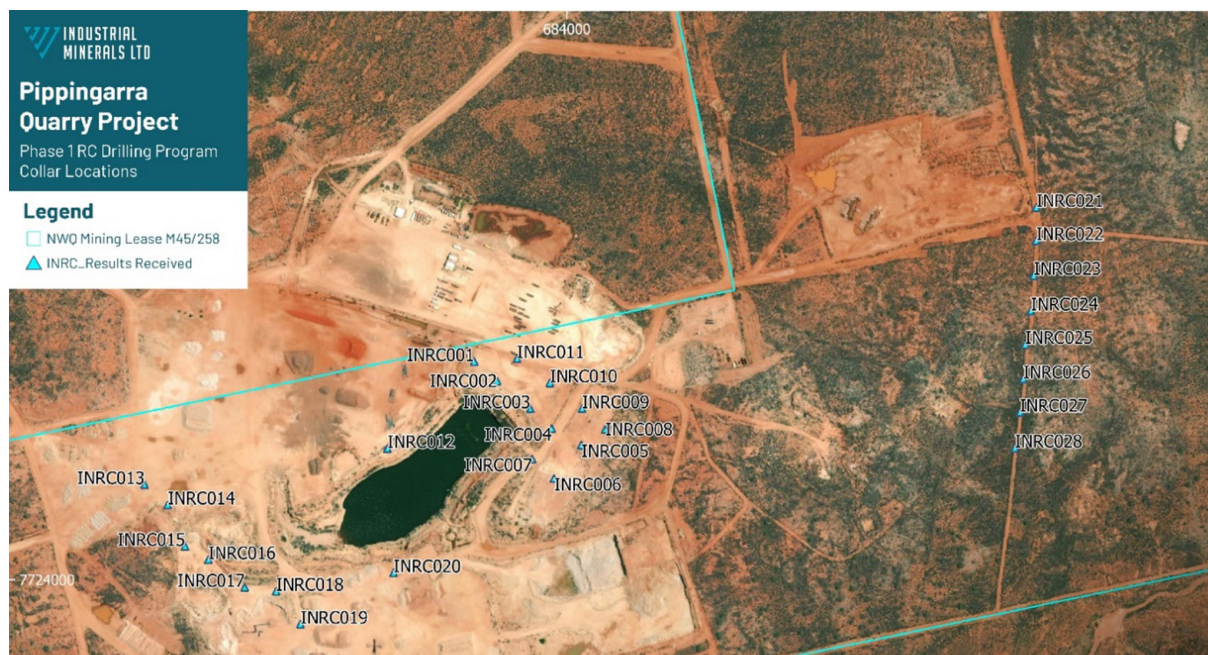


Figure 10: Pippingarra Quarry Project Drill Hole Locations

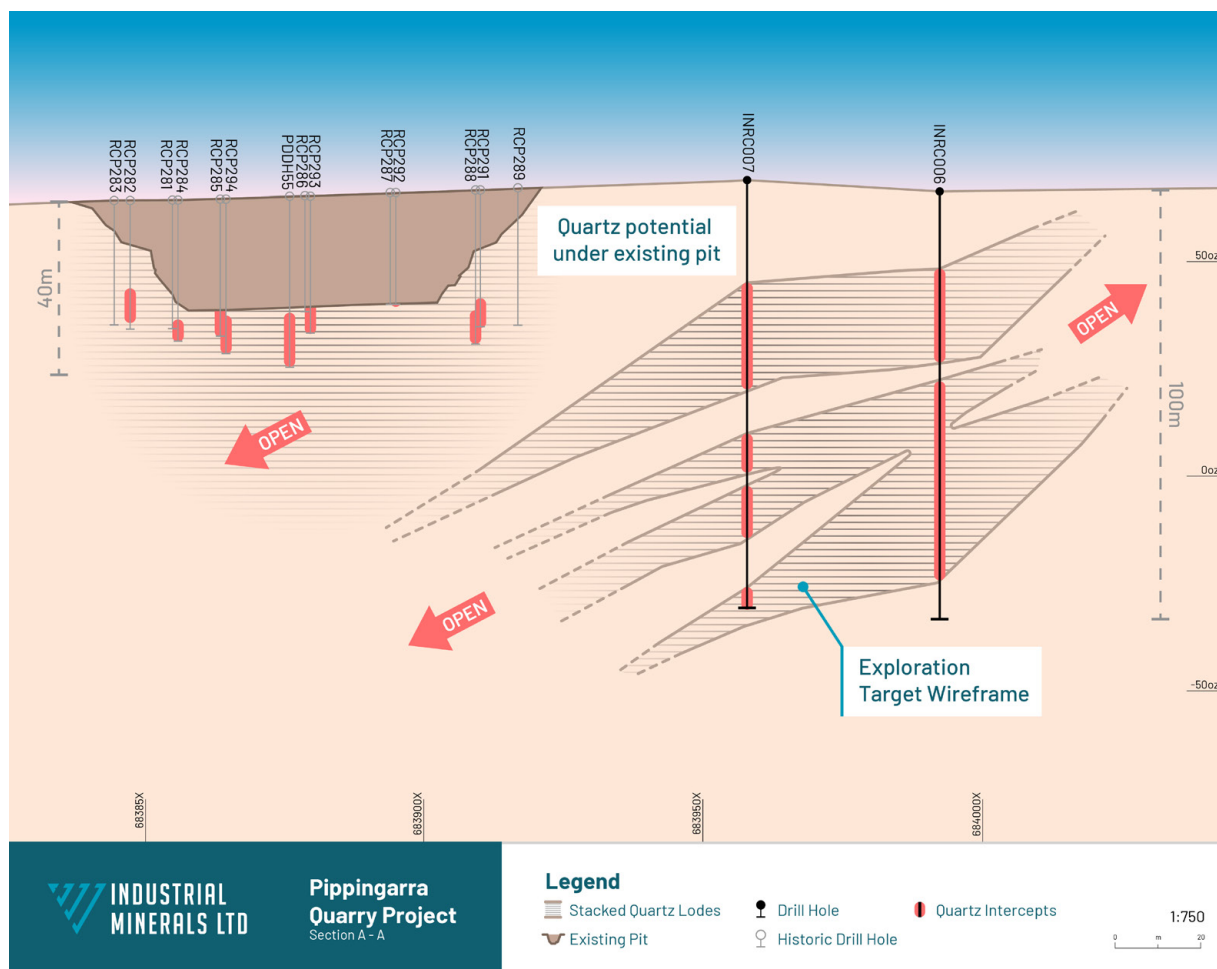


Figure 11: Quartz zone identified in Phase 1 RC and historical diamond drilling results



Figure 12: Pippingarra Quarry Project Drill Hole Locations

Mukinbudin Quartz-Feldspar Project

On 30 April 2024¹², the Company announced the acquisition of Exploration Licence E70/5326, which hosts the historical Mukinbudin Quartz-Feldspar Project, located 250km north-east of Perth, Western Australia (Figure 13).

Mukinbudin consists of a microcline feldspar deposit within a simple, zoned, feldspar-muscovite-quartz pegmatite, similar to IND's Pippingarra Quarry Project.

During the due diligence assessment of the Project, IND collected and submitted a quartz ore sample to LabWest Minerals Analysis Pty Ltd for chemical analysis. Results reported 99.97% Si purity, which is an ideal baseline purity from which to pursue HPQ beneficiation processes to meet applications in solar PV, semiconductor, and electronic grade quartz.

12. ASX Announcement 30 April 2024 - Acquisition of Mukinbudin HPQ Project

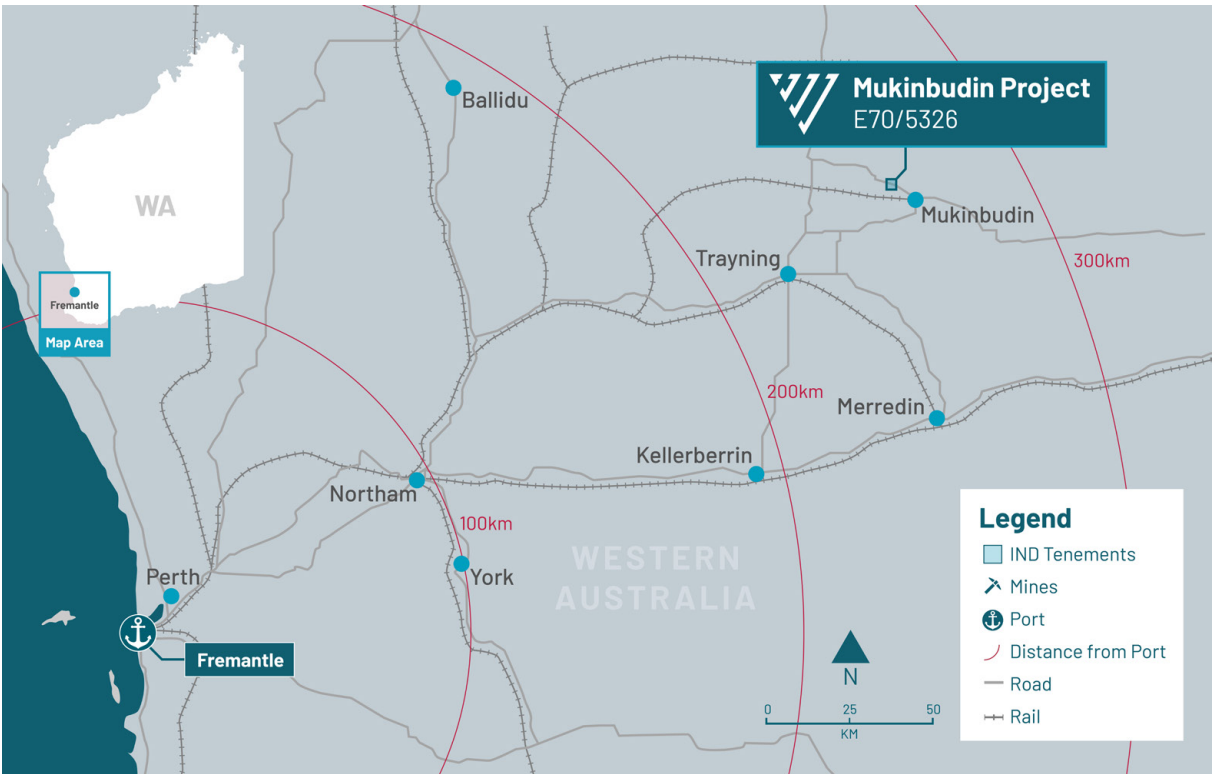


Figure 13: IND Mukinbudin Project location



Figure 14: Mukinbudin Project site layout

Historical production of HPQ at Mukinbudin was reported as early as the 1970s with sales going into Japan, with further production of feldspar for the glass industry reported up to 1997¹³. Historical drilling also recorded quartz mineralisation in previous drill holes with best intersections including 37m from 1m (Hole MRD11)¹⁴.

In July 2024, the Company reported that it had received results from High Purity Quartz Processing Testwork completed by North Carolina State University's Mineral Research Laboratory ("NCSU-MRL")¹⁵. The testwork was completed on samples from IND's Pippingarra Quarry Project and Mukinbudin Quartz/Feldspar Project in Western Australia.

North Carolina State University's Minerals Research Laboratory is a world leader in research, development and implementation of mineral processing techniques. The main focus of NCSU-MRL's research is the beneficiation of industrial minerals.

IND sent three 20kg quartz ore samples to NCSU-MRL for the purpose of assessing the potential to use as feedstock for the production of High Purity Quartz. Test samples T1_A and T1-B were sourced from IND's Pippingarra Quarry Project and test sample T1_C was sourced from the Mukinbudin Project.

Inductively Coupled Plasma - Mass Spectrometry ("ICP-MS") analysis was used to determine the elemental impurities, with lower detection limits suitable for the stringent requirements for high purity quartz. Testing was completed on the non-magnetic samples post flotation (removal of feldspar and mica minerals) and post acid leaching which was the final stage of processing.

Total yields achieved in the testwork were compelling. The standard flotation produced a quartz yield, by weight, of 98.2% for T1-A, 98.4% for T1-B, and 98.7% for T1-C. After magnetic separation, these yields were 82.5% for T1-A, for 83.6% T1-B, and 84.4% for T1-C. The leaching process resulted in a 14.5% loss by weight, due to impurity removal, for T1-A. The losses for T1-B and T1-C were 14.8% and 15.0%.

These highly encouraging results from NCSU-MRL have confirmed the potential for further assessment of beneficiation testwork. Consequently, IND has prepared samples to be sent to leading industrial minerals specialist consultancy Dorfner-ANZAPLAN ("ANZAPLAN") in Germany.

The encouraging results have enabled IND's marketing team to prioritise offtake discussions with premium end-users.

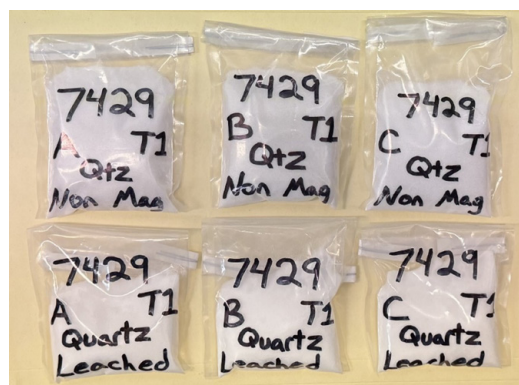


Figure 15: High Purity Quartz samples from testwork conducted at NCSU - Minerals Research Laboratory

13. WAMEX Report A39798

14. WAMEX Report A52066

15. ASX Announcement 26 July 2024 - Maiden Mukinbudin Quartz Processing Testwork Achieves Premium HPQ Product

Next Steps for HPQ Exploration and Development¹⁶

Subsequent to the period, IND announced that it had received a Program of Works approval from DEMIRS allowing commencement of 4,000m in resource drilling programs across Mukinbudin and Pippingarra HPQ Projects.

At Mukinbudin, the Company is planning an initial RC drilling program focused on resource definition. The planned drilling program will comprise approximately 40 holes for an estimated 2,000m.

The drill target areas have been selected based on surface mapping of the site along with historical drill data, intersecting wide bands of quartz. Drilling will occur in and adjacent to the existing feldspar pits, as well as along strike from the historically mined quartz pits. Focus will be on the potential for shallow resource definition, providing the potential for a rapid path to low-cost production.

At Pippingarra, IND is planning a Phase 2 RC drilling program to test the continuity of the quartz zones to the east of the Exploration Target area, as well as test a further 19 targets identified from mapped quartz outcrops. The planned drilling will comprise approximately 30 holes for an estimated 2,000m.

A key aim for the drill program will be to define quartz ore zones close to surface, with targets generated from the extensive historical drill data and surface mapping conducted across the project area.

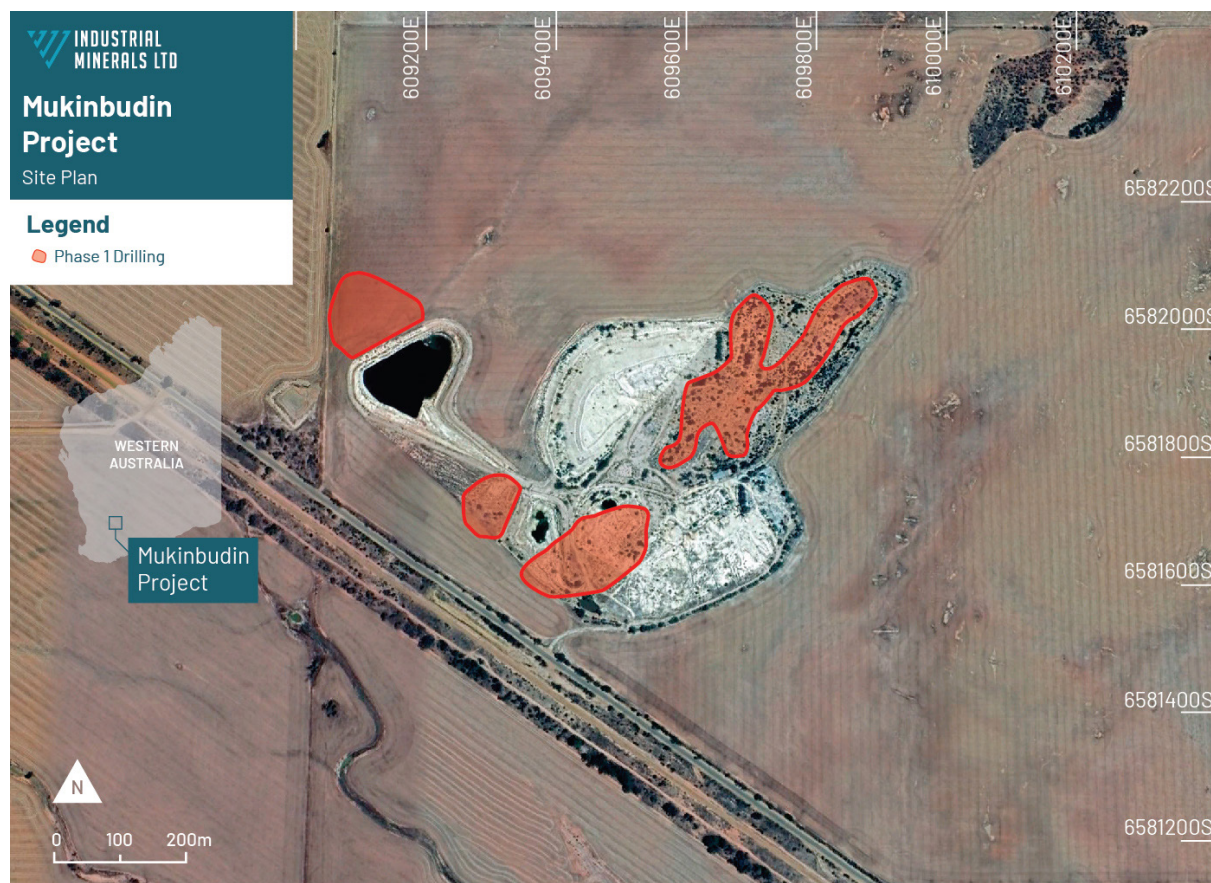


Figure 16: Mukinbudin Project drill program

16. ASX Announcement 28 August 2024 - IND HPQ Drill Program and Testwork Update

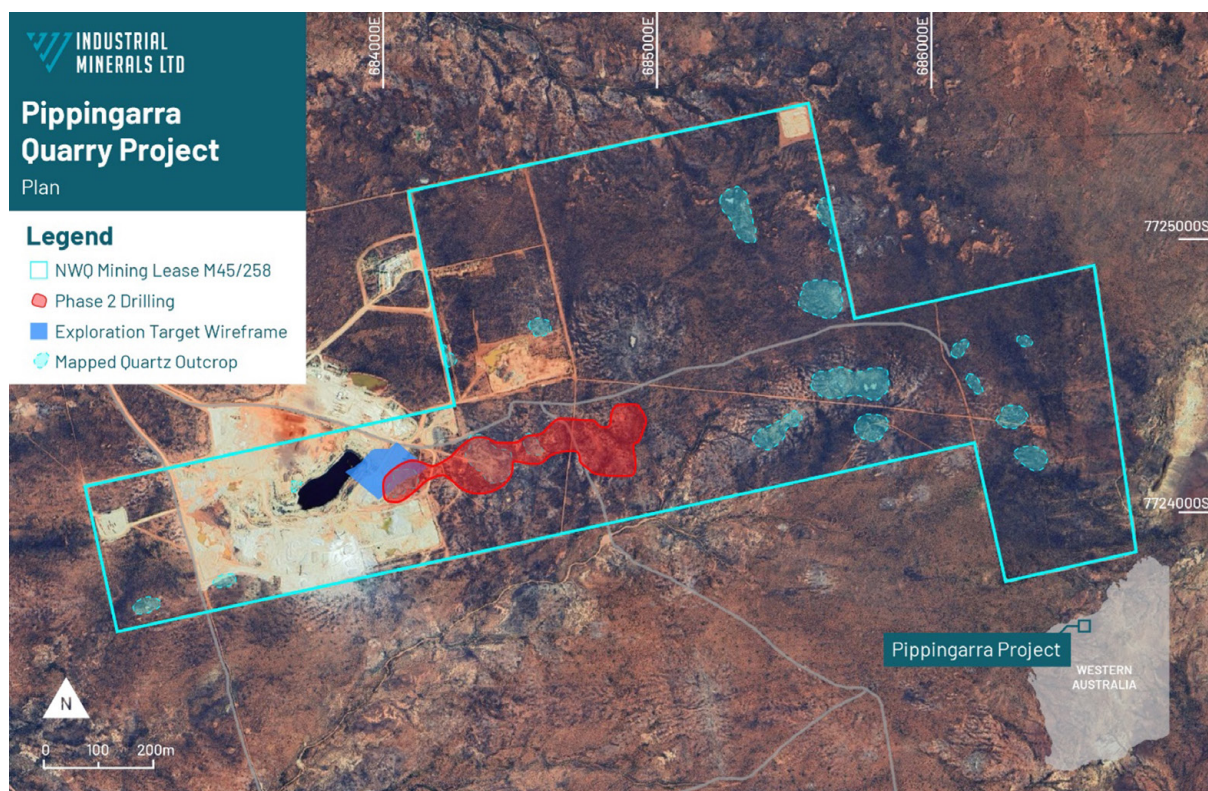


Figure 17: Pippingarra Project Quartz zone identified by IND RC and historical diamond drilling results

Ongoing Marketing

Subsequent to the end of the financial year, IND provided an update on the Company's ongoing program of marketing quartz ore and HPQ with product specification sheets generated from ongoing testwork.

The Company's GM Sales, Marketing and Business Development, Eileen Hao, was on the ground in China in August 2024, advancing offtake negotiations for IND's HPQ and HPSS projects.

Ms Hao attended the 2024 National Integrated Circuit and Photovoltaic High Purity Quartz (HPQ) Material Industry Development Conference showcased the strong and rapidly advancing HPQ market in China, driven by significant demand from the semiconductor and photovoltaic industries.

Despite global price fluctuations, China's HPQ future outlook is bright, with increased production capacity and ongoing research positioning China as a major player in the global HPQ market. Following meetings with several HPQ Producers, IND has been requested to provide quartz ore samples, further expanding our potential offtake opportunities.



Figure 18: IND's marketing team attended the Second National Integrated Circuit and Photovoltaic High Purity Quartz Material Industry Development Conference in China.

Corporate

Appointment of General Manager – Sales, Marketing and Business Development¹⁷

During the June 2024 quarter, IND was pleased to announce the appointment of Ms Eileen Hao as General Manager – Sales, Marketing and Business Development, reflecting the Company's dual focus on advancing the technical processes within the HPQ and HPSS projects, as well as commercially developing IND's business in China and the broader Asia-Pacific region.

Ms Hao holds over three decades of experience dedicated to the Industrial Minerals sector, with broad work experience and technical knowledge including mineral resources, process evaluation, product R&D, market analysis and overseeing technical and business development, including managing the entire offtake process.

Competent Person

The information in this announcement that relates to exploration activities on the Projects is based on information compiled and fairly represented by Mr Bryan Bourke, who is a Member of the Australian Institute of Geoscientists and consultant to Industrial Minerals Ltd. Mr Bourke has sufficient experience relevant to the style of mineralisation and type of deposit under consideration, and to the activity which he has 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 Bourke consents to the inclusion in this announcement of the matters based on this information in the form and context in which it appears.

Forward-looking Statements

Certain statements contained in this document may be 'forward-looking' and may include, amongst other things, statements regarding production targets, economic analysis, resource trends, pricing, recovery costs, and capital expenditure. These 'forward-looking' statements are necessarily based upon a number of estimates and assumptions that, while considered reasonable by IND, are inherently subject to significant technical, business, economic, competitive, political and social uncertainties and contingencies and involve known and unknown risks and uncertainties that could cause actual events or results to differ materially from estimated or anticipated events or results reflected in such forward-looking statements.

Forward looking statements are often, but not always, identified by the use of words such as 'believe', 'expect', 'anticipate', 'indicate', 'target', 'plan', 'intends', 'budget', 'estimate', 'may', 'will', 'schedule' and others of similar nature. IND does not undertake any obligation to update forward looking statements even if circumstances or management's estimates or opinions should change. Investors should not place undue reliance on forward-looking statements as they are not a guarantee of future performance.

Disclaimer

No representation or warranty, express or implied, is made by IND that the material contained in this document will be achieved or proved correct. Except for statutory liability and the ASX Listing Rules which cannot be excluded, IND and each of its directors, officers, employees, advisors and agents expressly disclaims any responsibility for the accuracy, correctness, reliability or completeness of the material contained in this document and excludes all liability whatsoever (including in negligence) for any loss or damage which may be suffered by any person through use or reliance on any information contained in or omitted from this document.

Mineral Resources and Reserves

Classification	Tonnes (Million)	SiO ₂ %	Al ₂ O ₃ ppm	Fe ₂ O ₃ ppm	TiO ₂ ppm
Indicated	5.1	98.8	2,402	1,403	2,450
Inferred	7.3	98.8	2,700	1,192	2,327
Total	12.4	98.8	2,578	1,278	2,377

Sustainability

The Company's ESG baseline was set in November 2021 to align with the Stakeholder Capitalism Metrics of the World Economic Forum. IND have been focused on developing key corporate policies and have conducted environmental studies to determine any environmental sensitivities associated with its current and planned activities.

While advancing our projects towards operational status, we understand the importance of upholding high standards in ESG. We have engaged an advisory firm to advise and capture key ESG metrics and objectives, which are used as a standard for our reporting.

We are committed to achieving long-term goals and developing the necessary strategies towards our commitment to sustainability. We recognise the benefits of sustainability planning and the impact these plans have on the long-term success of the company, with focus on environmental, financial, community and organisational sustainability.



Heritage survey on cleared farmland within the Stockyard Project

Directors' Report

The Directors of Industrial Minerals Ltd ("the Company") submit herewith the annual report of the Group for the financial year ended 30 June 2024. In order to comply with the provisions of the Corporations Act 2001, the Directors report as follows:

Directors & Senior Management

The names and particulars of the Directors of the Company during or since the end of the financial year are:

Ashley Pattison

Non-Executive Chairman

Mr Pattison has over 25 years' experience in the resources sector from both a corporate finance and operational perspective. Mr Pattison qualified as a Chartered Accountant and has extensive experience in operations, finance, strategy and corporate finance. Mr Pattison has been the Managing Director of a number of listed and private mining companies over the past 15 years and also CEO of a listed mining service company.

More recently, Mr Pattison was the founder of PC Gold Ltd, a private equity vehicle that owns the Spring Hill gold deposit in Pine Creek, NT.

Mr Pattison is currently the Executive Chairman of PC Gold Ltd and is also a Non-Executive Director of Firebird Metals Ltd (ASX: FRB) (from January 2021). Mr Pattison was previously a Non-Executive Director of Firefly Resources Ltd (ASX:FFR) (September 2020-November 2021) and Macro Metals Ltd (November 2021-March 2024)

As at the date of this report Mr Pattison has an interest in 4,890,000 fully paid ordinary shares.

Directors' Report (continued)

Jeffrey Sweet

Managing Director and Chief Executive Officer

Mr Sweet has over 24 years' quality experience in the quarry, mining and logistics industries primarily in operations management roles. Mr Sweet had a practical start to his career working for owner operator and contracting companies in resource sectors including Gold, Iron Ore, Phosphate and Construction Materials. Mr Sweet has complimented his broad experience with a Master of Science (Mineral Economics). More recently, Mr Sweet has worked for CI Resources (ASX: CII) in the role of General Manager (Mining). Mr Sweet is currently the Managing Director of Gundara Enterprises Pty Ltd which has also developed several mining projects in Western Australia.

As at the date of this report Mr Sweet has an interest in 4,075,000 fully paid ordinary shares and 1,250,000 options.

Alex Neuling

Non-Executive Director

Mr Neuling is a Chartered Accountant and chartered company secretary with over 20 years corporate and financial experience, including 10 years as company secretary, CFO and/or a Director of various ASX listed companies in the Oil & Gas, Mineral Exploration, Biotech Mining Services sectors. Prior to these roles, Mr Neuling worked at Deloitte in London and in Perth.

Mr Neuling is currently a Non-Executive director of PetroNor E&P Limited (listed on Oslo Axess:PNOR) (from April 2020).

As at the date of this report Mr Neuling has an interest in 300,000 fully paid ordinary shares.

Melanie Leighton

Non-Executive Director (appointed 9 May 2022)

Ms Leighton is a geologist with more than 20 years' experience in the mining industry spanning multiple commodities and deposit types. Ms Leighton is a founding director of Leighton Geoservices Pty Ltd, a consulting firm providing corporate and geological services to the mineral resources sector with the mantra of bridging the gap between technical, corporate and investor.

Directors' Report (continued)

Melanie has held management and senior geological roles with Hot Chilli Limited, Harmony Gold and Hill 50 Gold, gaining practical and management experience within the areas of exploration, mining and resource development. Melanie has also considerable experience in the areas of stakeholder engagement and investor relations.

Ms Leighton is currently the Chief Executive Officer of Titan Minerals Ltd (ASX: TTM) and has been a Non-Executive director of Great Boulder Resources Limited (ASX:GBR) since its listing on the ASX in 2016.

At the date of this report Ms Leighton holds no interests in shares and 1,250,000 options of the Company.

Company Secretary

Natalie Madden

Ms Madden is a Chartered Accountant with over 20 years' experience in commerce and public practice, with roles including company secretary of various ASX listed entities. Ms Madden is engaged through Erasmus Consulting Pty Ltd.

At the date of this report Ms Madden holds no interests in shares or options of the Company.

Principal activities

The principal activity of the Company during the financial year was mineral exploration in Western Australia.

Dividends

The Directors resolved that no dividend be paid for the year (2023: Nil).

Review of operations

Information on the operations of the Company is set out in the review of operations on pages 6 to 22 of this annual report.

Directors' Report (continued)

Significant changes in the state of affairs

There have been no changes in the state of the affairs of the Company during the financial year, other than as disclosed elsewhere in this report.

Subsequent events

On 31 July 2024, the Company announced a Placement to raise up to \$1.9million before costs through the issue of 9.5million ordinary shares at an issue price of \$0.20 with up to 4.25million free-attaching options exercisable at \$0.30 on or before a date 3 years from issue. Directors of the Company have committed to subscribing for \$525,000 of the Placement, subject to shareholder approval.

Further to the Placement, the Company announced a Share Purchase Plan (SPP) to raise up to \$0.5million before costs through the issue of up to 2.5million ordinary shares and 1.25million free-attaching options on the same terms as the Placement.

A further 1.0million options are to be issued to the Lead Manager of the Placement as part of the management fee; the options are on the same terms as the Placement options.

All options are to be issued under a prospectus and are subject to shareholder approval.

On 8 August 2024, the Company announced it had issued 8,375,000 ordinary shares at \$0.20 per share as the first part of the Placement.

On 28 August 2024, the Company provided an update on its High Purity Quartz Drill Program and Testwork.

On 3 September 2024, the Company announced the successful completion of the SPP raising a total of \$412,500; the associated 2,062,500 ordinary shares were subsequently issued on 6 September 2024.

Other than as noted above, no matter or circumstance has arisen since 30 June 2024 that has significantly affected, or may significantly affect the Company's operations, the results of those operations, or the Company's state of affairs in future years.

Directors' Report (continued)

Future developments

Disclosure of information regarding likely developments in the Company's operations in future financial years and the expected results of those operations is likely to result in unreasonable prejudice to the Company. Accordingly, this information has not been disclosed in this report.

Environmental Regulations

The operations of the Company are subject to State and Federal laws and regulations concerning the environment. The Board of Directors (**Board**) monitors performance and compliance with respect to the Company's environmental obligations. No significant or material environmental breaches have been notified by any government agency during the year ended 30 June 2024.

Shares under option or issued on exercise of options

At the date of this report, the Company has the following interests under option:

Expiry date	Exercise price	Number of options
30 November 2025	\$0.30	1,250,000
30 November 2025	\$0.40	1,250,000
		<u>2,500,000</u>

Indemnification of Officers and Auditors

The Company has indemnified, to the extent permitted by law, the Directors and officers of the Company against any liability incurred by a Director or officer in or arising out of the conduct of the business of the Company or in or arising out of the discharge of that officer's duties. No amount was paid pursuant to these indemnities during the financial year, nor to the date of this report.

Directors' Report (continued)

Directors' Meetings

The number of meetings of the Company's Board and of each Board committee held during the year ended 30 June 2024, and the number of meetings attended by each director were:

Directors	Board of Directors	
	Eligible to attend	Attended
Ashley Pattison	2	2
Jeffrey Sweet	2	2
Alex Neuling	2	2
Melanie Leighton	2	2

Audit and Non-audit Services

The Company's auditor is HLB Mann Judd. No non-audit services were provided by HLB Mann Judd during the financial year.

Details of amounts paid or payable to the auditor during the year are outlined in note 22 to the financial statements.

Auditor's Independence Declaration

The auditor's independence declaration is included on page 40 of the annual report, and forms part of the directors' report.

Operating and Financial Risk

The Company's activities have inherent risk and the Board is unable to provide certainty of the expected results of activities, or that any or all of the likely activities will be achieved. The material business risks faced by the Company that could influence the Company's future prospects, and are managed by the Company, are detailed below:

Directors' Report (continued)

Operational risks

The Company may be affected by various operational factors. In the event that any of these potential risks eventuate, the Company's operational and financial performance may be adversely affected. No assurances can be given that the Company will achieve commercial viability through the successful exploration and/or mining of its tenement interests. Until the Company is able to realise value from its projects, it is likely to incur ongoing operating losses.

The operations of the Company may be affected by various factors, including failure to locate or identify mineral deposits, failure to achieve predicted grades in exploration and mining, operational and technical difficulties encountered in mining, insufficient or unreliable infrastructure such as power, water and transport, difficulties in commissioning and operating plant and equipment, unanticipated metallurgical problems which may affect extraction costs, adverse weather conditions, industrial and environmental accidents, industrial disputes and unexpected shortages or increases in the costs of consumables, spare parts, plant and equipment.

The Company's Mineral Resource estimates are made in accordance with the 2012 edition of the JORC Code. Mineral resources are estimates only. An estimate is an expression of judgement based on knowledge, experience and industry practice. Estimates which were valid when originally calculated may alter significantly when new information or techniques become available. In addition, by their very nature, resource estimates are imprecise and depend to some extent on interpretations, which may prove to be inaccurate.

The tenements are at various stages of exploration, and potential investors should understand that mineral exploration and development are speculative and high-risk undertakings that may be impeded by circumstances and factors beyond the control of the Company.

There can be no assurance that exploration of the Tenements, or any other exploration properties that may be acquired in the future, will result in the discovery of an economic mineral resource. Even if an apparently viable deposit is identified, there is no guarantee that it can be economically exploited.

Directors' Report (continued)

There is no assurance that exploration or project studies by the Company will result in the definition of an economically viable mineral deposit or that the exploration tonnage estimates, and conceptual project developments discussed in this report are able to be achieved. In the event the Company successfully delineates economic deposits on any Tenement, it will need to apply for a mining lease to undertake development and mining on the relevant Tenement. There is no guarantee that the Company will be granted a mining lease if one is applied for and if a mining lease is granted, it will also be subject to conditions which must be met.

Further capital requirements

The Company's projects may require additional funding in order to progress activities. There can be no assurance that additional capital or other types of financing will be available if needed to further exploration or possible development activities and operations or that, if available, the terms of such financing will be favourable to the Company.

Native title and Aboriginal Heritage

There are areas of the Company's projects over which legitimate common law and/or statutory Native Title rights of Aboriginal Australians exist. Where Native Title rights do exist, the Company must obtain consent of the relevant landowner to progress the exploration, development and mining phases of operations. Where there is an Aboriginal Site for the purposes of the Aboriginal Heritage legislation, the Company must obtain consents in accordance with the legislation.

The Company's activities are subject to Government regulations and approvals

The Company is subject to certain Government regulations and approvals. Any material adverse change in government policies or legislation in Western Australian and Australia that affect mining, processing, development and mineral exploration activities, export activities, income tax laws, royalty regulations, government subsidiaries and environmental issues may affect the viability and profitability of any planned exploration or possible development of the Company's portfolio of projects.

Directors' Report (continued)

Global conditions

General economic conditions, movements in interest and inflation rates and currency exchange rates may have an adverse effect on the Company's exploration, development and production activities, as well as on its ability to fund those activities. General economic conditions, laws relating to taxation, new legislation, trade barriers, movements in interest and inflation rates, currency exchange controls and rates, national and international political circumstances (including outbreaks in international hostilities, wars, terrorist acts, sabotage, subversive activities, security operations, labour unrest, civil disorder, and states of emergency), natural disasters (including fires, earthquakes and floods), and quarantine restrictions, epidemics and pandemics, may have an adverse effect on the Company's operations and financial performance, including the Company's exploration, development and production activities, as well as on its ability to fund those activities.

General economic conditions may also affect the value of the Company and its market valuation regardless of its actual performance.



Directors' Report (continued)

Remuneration Report (Audited)

The remuneration report details the key management personnel remuneration arrangements for the Company, in accordance with the requirements of the Corporations Act 2001 and its Regulations.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, including all directors.

The remuneration report is set out under the following main headings:

- Key management personnel
- Remuneration policy
- Elements of executive and non-executive remuneration
- Relationship between the remuneration policy and Company performance
- Service agreements

Key management personnel

The key management personnel of the Company during or since the end of the financial year were:

Directors

- Mr A Pattison (Non-executive Chairman)
- Mr J Sweet (Executive Director)
- Mr A Neuling (Non-executive Director)
- Ms M Leighton (Non-executive Director)

Remuneration policy

The Board in its capacity as the Remuneration Committee reviews the remuneration packages of the directors and key management personnel of the Company and makes recommendations to the Board. Remuneration packages are reviewed and determined with due regard to the duties, responsibilities and performance of each Director and senior executive, and current market rates.

Remuneration and other terms of employment are reviewed periodically based on each director's or senior executive's performance and achievements over the review period.

Directors' Report (continued)

Non-Executive directors

Fees and payments to Non-Executive Directors reflect the demands and responsibilities of their role. The Company's constitution provides that the remuneration of Non-Executive Directors will be not more than the aggregate fixed sum determined by a general meeting. The aggregate remuneration for Non-Executive Directors is \$300,000 per annum although may be varied by ordinary resolution of the Shareholders in general meeting.

Executive and Non-Executive Directors may receive share options under the Employee Share Option Plan or by shareholder resolution.

Executive remuneration

The Company aims to reward executives based on their position and responsibility, with a level and mix of remuneration which has both fixed and variable component.

The executive remuneration and reward framework has four components:

- Base pay and non-monetary benefits
- Share-based payments
- Other remuneration such as superannuation and long service leave

The combination of these comprises the executives' total remuneration.

Fixed remuneration, consisting of base salary, superannuation and non-monetary benefits, are reviewed annually by the Board in their capacity as Remuneration Committee based on individual and business unit performance, the overall performance of the Company and comparable market remunerations.

Executives may receive their fixed remuneration in the form of cash or other fringe benefits (for example motor vehicle benefits) where it does not create any additional costs to the Company and provides additional value to the executive.

The long-term incentives ('LTI') include long service leave and share-based payments. Share-based payment incentives are designed to align the interest of shareholders, directors, executives and employees. Issues can be made by shareholder resolution or under the Company's Employee Securities Incentive Plan (ESIP). Under the ESIP, the Board may invite executives and other staff to subscribe for securities in the Company on such terms and conditions as the Board decides.

Directors' Report (continued)

Relationship between the remuneration policy and Company performance

The table below sets out summary information about the Company's earnings and movements in shareholder wealth for the year ended 30 June 2024 and the previous three financial periods.

	2024 \$	2023 \$	2022 \$	2021 \$
Revenue and other income	13,877	20,377	837	-
Loss for the year	(1,675,989)	(1,546,076)	(1,237,597)	(458,127)
Share price at end of year	\$0.21	\$0.62	\$0.31	n/a*
Dividends	-	-	-	-
Basic loss per share (cents)	(2.47)	(2.43)	(1.98)	(1.24)
Fully diluted loss per share (cents)	(2.47)	(2.43)	(1.98)	(1.24)

*The Company was not listed as of 30 June 2021

Given the nature and early stage of the business, the Company has not judged performance by financial measures but in relation to strategic objectives. It is likely that remuneration in the near future will also not be linked to standard financial measures of performance.

Directors' Report (continued)

Service Agreements

The Company has entered into the following service agreements in relation to current and prior year remuneration:

Name:	Ashley Pattison
Title:	Non-Executive Chairman
Agreement commenced:	1 March 2021
Term:	No fixed term
Details:	<p>Base salary of \$7,000 per annum (exclusive of GST).</p> <p>Company may terminate the Agreement by giving not less than one month's written notice; summarily without notice in circumstances involving a criminal offence or breach of Company policy; and without cause by giving three months' notice.</p> <p>Mr Pattison may terminate the Agreement by providing three months' written notice to the Company.</p>

Name:	Jeffrey Sweet
Title:	Managing Director
Agreement commenced:	9 May 2022
Term:	No fixed term
Details:	<p>Base salary of \$240,000 per annum plus superannuation (exclusive of GST).</p> <p>The Company may terminate the Agreement by giving not less than one month's written notice; summarily without notice in circumstances involving a criminal offence or breach of Company policy; and without cause by giving three months' notice.</p> <p>Mr Sweet may terminate the Agreement by providing three months' written notice to the Company..</p>

Directors' Report (continued)

Remuneration of key management personnel

Details of the remuneration of the key management personnel of the Company are detailed below:

	Short-term employee benefits				Long-term employee benefits	Share-based payment	Total	Performance related %
	Salary & fees \$	Bonus \$	Non mon-etary \$	Other \$	Post employment Super-annuation \$	Options & Rights \$		
2024								
Executive Directors								
Mr J Sweet	264,000	-	-	-	-	-	264,000	0%
Non-Executive Directors								
Mr A Pattison	93,240	-	-	-	-	-	93,240	0%
Mr A Neuling	53,280	-	-	-	-	-	53,280	0%
Ms M Leighton	53,280	-	-	-	-	-	53,280	0%
Total	463,800	-	-	-	-	-	463,800	
2023								
Executive Directors								
Mr J Sweet	264,000	-	-	-	-	272,750	536,750	51%
Non-Executive Directors								
Mr A Pattison	94,220	-	-	-	-	-	94,220	0%
Mr A Neuling	52,580	-	-	-	-	-	52,580	0%
Ms M Leighton	48,420	-	-	-	4,620	301,500	354,540	85%
Total	459,220	-	-	-	4,620	574,250	1,038,090	

Directors' Report (continued)

Share based payments granted as compensation for the current financial period

Options are issued to officers of the Company as a performance linked incentive component in the officers' remuneration packages to motivate and reward the parties in their respective roles.

Each share option issued converts to one ordinary share of Industrial Minerals Ltd on exercise. No amounts are paid or payable by the recipient of the option on receipt of the option. The options carry neither dividends nor voting rights. Options may be exercised at any time from the date of vesting to the date of their expiry.

Terms and conditions of share-based payment arrangements affecting remuneration of key management personnel in the current financial year or further financial years:

Option series	Grant date	Number on issue	Fair value at grant date	Exercise price	Expiry date	Vesting date
Incentive options	30/11/22	1,250,000	\$0.2182	\$0.40	30/11/25	At grant date
Incentive options	30/11/22	1,250,000	\$0.2412	\$0.30	30/11/25	At grant date

No options were granted nor exercised in the financial period. In the previous financial period, 2,500,000 options were granted as compensation to key management personnel and no options were exercised; the total expense recognised was \$574,250.

For further details on the options issued during the year, including assumptions used in their valuation, refer to Note 17 of the financial statements.

Key management personnel equity holdings

Fully paid ordinary shares of Industrial Minerals Ltd

	Balance at 30 June 2023	Granted as compensation	Received on exercise of options	Net other change	Balance at 30 June 2024	Balance held nominally
J Sweet	4,075,000	-	-	-	4,075,000	-
A Pattison	4,605,000	-	-	185,000 ¹	4,790,000	-
A Neuling	300,000	-	-	-	300,000	-
M Leighton	-	-	-	-	-	-

Directors' Report (continued)

Share options of Industrial Minerals Ltd

	Balance at 30 June 2023	Granted as compen- sation	Exercised	Net other change ²	Balance at 30 June 2024	Balance vested at 30 June 2024
J Sweet	3,500,000	-	-	(2,250,000)	1,250,000	1,250,000
A Pattison	2,250,000	-	-	(2,250,000)	-	-
A Neuling	1,250,000	-	-	(1,250,000)	-	-
M Leighton	1,250,000	-	-	-	1,250,000	1,250,000

2. Expiry of options unexercised

Other transactions with key management personnel of the Company

The Company has entered into an agreement with Tristar Nominees Pty Ltd, an entity controlled by Mr Ashley Pattison for the provision of consulting services. An amount of \$19,250 was included in the current year financial report as capitalised exploration expenses (2023: Nil). No amounts were outstanding at 30 June 2024 (2023: Nil).

The Company has entered into an agreement with Morpheus Holdings Pty Ltd, an entity over which Mr Ashley Pattison has significant influence, to sub-lease office space. An amount of \$8,420 (2023: \$12,350) has been recognised in profit or loss for the finance cost associated with the leasing arrangement; cash payments totalling \$42,000 (excluding GST) have been made during the year (2023: \$45,500) and \$3,500 included in trade and other payables at 30 June 2024 (2023: \$3,500).

The Company has entered into an agreement with Erasmus Consulting Pty Ltd, an entity controlled by Mr Alex Neuling for the provision of Company Secretarial and general corporate advisory services. An amount of \$60,000 (2023: \$43,054) was included in the financial report as administrative and corporate expenses. A total of \$82,340 was included in trade and other payables at 30 June 2024 for services provided by Erasmus Consulting which includes director fees payable to Mr Neuling (2023: \$37,630).

The Company has entered into an agreement with Leighton Geoservices Pty Ltd, an entity controlled by Ms Melanie Leighton for the provision of consulting services. An amount of \$33,295 was included in the financial report as capitalised exploration expenses in the previous financial period. No amounts were outstanding at 30 June 2024 (2023: Nil).

End of Remuneration Report

Directors' Report (continued)

The Directors' report is signed in accordance with a resolution of Directors made pursuant to s.298(2) of the Corporations Act 2001.

On behalf of the Directors

A handwritten signature in black ink, appearing to read 'J-Sweet'.

Jeffrey Sweet
Managing Director
Perth, 30 September 2024

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the financial report of Industrial Minerals Ltd for the year ended 30 June 2024, 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 audit; and
- b) any applicable code of professional conduct in relation to the audit.

Perth, Western Australia
30 September 2024



D I Buckley
Partner

hlb.com.au

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INDEPENDENT AUDITOR'S REPORT

To the Members of Industrial Minerals Ltd

REPORT ON THE AUDIT OF THE FINANCIAL REPORT*Opinion*

We have audited the financial report of Industrial Minerals Ltd ("the Company") and its controlled entities ("the Group"), which comprises the consolidated statement of financial position as at 30 June 2024, 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 year then ended, notes to the financial statements, including material accounting policy information, the consolidated entity disclosure statement and the directors' declaration.

In our opinion, the accompanying financial report of the Group is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Group's financial position as at 30 June 2024 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Group 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 financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material Uncertainty Related to Going Concern

We draw attention to Note 1(b) in the financial report, which indicates that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

In addition to the matter described in the *Material Uncertainty Related to Going Concern* section, we have determined the matters described below to be the key audit matters to be communicated in our report.

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Key Audit Matter	How our audit addressed the key audit matter
<p>Capitalised exploration and evaluation expenditure Refer to Note 7</p> <p>In accordance with <i>AASB 6 Exploration for and Evaluation of Mineral Resources</i>, the Group capitalises all exploration and evaluation expenditure, including acquisition costs and subsequently applies the cost model after recognition.</p> <p>Our audit focussed on the Group's assessment of the carrying amount of the capitalised exploration and evaluation asset, as this is one of the most significant assets of the Group and is material to the users of the financial statements.</p>	<p>Our procedures included but were not limited to the following:</p> <ul style="list-style-type: none"> - We obtained an understanding of the key processes associated with management's review of the carrying values of each area of interest; - We considered the Directors' assessment of potential indicators of impairment; - We obtained evidence that the Group has current rights to tenure of its areas of interest; - We examined the exploration budget for the coming period and discussed with management the nature of planned ongoing activities; - We enquired with management, reviewed ASX announcements and reviewed minutes of Directors' meetings to ensure that the Group had not resolved to discontinue exploration and evaluation at any of its areas of interest; - We substantiated a sample of expenditure incurred to supporting documentation; and - We examined the disclosures made in the financial report.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Group's annual report for the year ended 30 June 2024, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of:

- (a) the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001*; and
- (b) the consolidated entity disclosure statement that is true and correct in accordance with the *Corporations Act 2001*, and

for such internal control as the directors determine is necessary to enable the preparation of:

- (a) the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and
- (b) the consolidated entity disclosure statement that is true and correct and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

REPORT ON THE REMUNERATION REPORT

Opinion on the Remuneration Report

We have audited the Remuneration Report included within the Directors' Report for the year ended 30 June 2024.

In our opinion, the Remuneration Report of Industrial Minerals Ltd for the year ended 30 June 2024 complies with Section 300A of the *Corporations Act 2001*.

Responsibilities

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with Section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.



HLB Mann Judd
Chartered Accountants

Perth, Western Australia
30 September 2024



D I Buckley
Partner

Directors' Declaration

In the Directors' opinion:

- (a) the financial statements and notes as set out on pages 46 to 74 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the Group's financial position as at 30 June 2024 and of its performance for the year ended on that date;
- (b) the audited remuneration disclosures set out on pages 32 to 38 of the Directors' report comply with section 300A of the *Corporations Act 2001*;
- (c) there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable;
- (d) the financial statements and notes thereto are in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board; and
- (e) the information disclosed in the attached consolidated entity disclosure statement is true and correct.

The Directors have been given the declarations required by s.295A of the *Corporations Act 2001*.

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

On behalf of the Directors



Jeffrey Sweet
Managing Director
Perth, 30 September 2024

Consolidated statement of profit or loss and other comprehensive income

For the year ended 30 June 2024

	Note	Year ended 30/06/24 \$	Year ended 30/06/23 \$
Continuing operations			
Other income	(3)	13,877	20,377
Finance costs		(8,420)	(12,350)
Administrative and corporate expenses		(197,114)	(156,673)
Share-based payment	(17)	76,736	(609,064)
Exploration expenses	(7)	(111,161)	(133,667)
Consulting fees		(214,006)	(236,831)
Impairment of exploration assets	(7)	(811,473)	-
Marketing and public relations		(269,654)	(188,794)
Travel and transport		(30,607)	(67,752)
Stakeholder relations		(31,811)	(77,827)
Occupancy expenses		(36,897)	(27,152)
Depreciation	(3)	(36,353)	(36,353)
Other expenses		(19,106)	(19,990)
Loss from ordinary activities before income tax		(1,675,989)	(1,546,076)
Income tax	(4)	-	-
Loss for the year		(1,675,989)	(1,546,076)
Other comprehensive income		-	-
Total comprehensive loss for the year		(1,675,989)	(1,546,076)
Loss per share	(5)		
Basic (loss) per share (cents per share)		(2.47)	(2.43)
Diluted (loss) per share (cents per share)		(2.47)	(2.43)

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

Consolidated statement of financial position

As at 30 June 2024

	Note	As at 30/06/24 \$	As at 30/06/23 \$
Current assets			
Cash		358,951	1,203,513
Trade and other receivables	(6)	93,776	89,667
Total current assets		452,727	1,293,180
Non-current assets			
Capitalised exploration and evaluation expenditure	(7)	2,635,242	1,815,424
Property, plant and equipment	(8)	86,896	27,661
Right-of-use assets	(9)	98,303	134,656
Other non-current assets	(10)	18,850	18,850
Total non-current assets		2,839,291	1,996,591
Total assets		3,292,018	3,289,771
Current liabilities			
Trade and other payables	(11)	384,639	211,130
Current lease liabilities	(12)	36,008	33,580
Total current liabilities		420,647	244,710
Non-current liabilities			
Non-current lease liabilities	(12)	69,390	105,398
Total non-current liabilities		69,390	105,398
Total liabilities		490,037	350,108
Net assets		2,801,981	2,939,663
Equity			
Issued capital	(13)	6,478,882	4,863,839
Reserves	(14)	1,240,888	1,317,624
Accumulated losses	(15)	(4,917,789)	(3,241,800)
Total equity		2,801,981	2,939,663

The above statement of financial position should be read in conjunction with the accompanying notes.

Consolidated statement of changes in equity

For the year ended 30 June 2024

	Issued capital \$	Share based payment reserve \$	Accumulated losses \$	Total equity \$
Balance at 30 June 2022	4,863,839	708,560	(1,695,724)	3,876,675
Loss for the year	-	-	(1,546,076)	(1,546,076)
Total comprehensive loss for the year	-	-	(1,546,076)	(1,546,076)
Share based payments	-	609,064	-	609,064
Balance at 30 June 2023	4,863,839	1,317,624	(3,241,800)	2,939,663
Loss for the year	-	-	(1,675,989)	(1,675,989)
Total comprehensive loss for the year	-	-	(1,675,989)	(1,675,989)
Shares issued on option exercise	1,628,000	-	-	1,628,000
Share based payments – reversed on expiry	-	(76,736)	-	(76,736)
Share issue costs	(12,957)	-	-	(12,957)
Balance at 30 June 2024	6,478,882	1,240,888	(4,917,789)	2,801,981

The above statement of changes in equity should be read in conjunction with the accompanying notes.

Consolidated statement of cash flows

For the year ended 30 June 2024

	Note	Year ended 30/06/24 \$	Year ended 30/06/23 \$
Cash flows from operating activities			
Payments to suppliers and employees		(680,541)	(796,532)
Payments for non-capitalised exploration and evaluation		(147,942)	(115,667)
Interest received		13,877	20,377
Net cash (outflow) from operating activities	(19)	(814,606)	(891,822)
Cash flows from investing activities			
Payments for capitalised exploration and evaluation		(1,517,747)	(1,268,983)
Payments for property, plant and equipment		(85,252)	(1,938)
Net cash (outflow) from investing activities		(1,602,999)	(1,270,921)
Cash flows from financing activities			
Proceeds from share issue		1,628,000	-
Less costs of issue		(12,957)	-
Interest paid		(12,957)	(12,350)
Repayment of lease liabilities		(33,580)	(33,150)
Net cash inflow/(outflow) from financing activities		1,573,043	(45,500)
Net (decrease) in cash and cash equivalents		(844,562)	(2,208,243)
Cash and cash equivalents at beginning of the year		1,203,513	3,411,756
Cash and cash equivalents at the end of the year		358,951	1,203,513

The above statement of cash flows should be read in conjunction with the accompanying notes.

Notes to the consolidated financial statements

For the year ended 30 June 2024

1. Material accounting policies

Industrial Minerals Ltd (“IND” or “the Group”) is a public company, incorporated and domiciled in Australia. The Group’s principal activity is the evaluation and exploration of mineral interests, prospective for industrial minerals. The financial report was authorised by the directors for issue on 30 September 2024.

(a) Statement of compliance

The financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (‘AASB’) and the Corporations Act 2001. The financial report of the Group complies with International Financial Reporting Standards and interpretations adopted by the International Accounting Standards Board.

(b) Basis of preparation

The financial report is presented in Australian dollars which is the Group’s functional currency and is prepared on the accrual and historical cost basis. The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, 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.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Judgements made by management in the application of Australian Accounting Standards that have a significant effect on the financial report and estimates with a significant risk of material adjustment in the next year are discussed in note 1(f).

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

Going concern

The financial statements have been prepared on the going concern basis, which contemplates the continuity of normal business activity and the commercial realisation of the Group's assets and the settlement of liabilities in the normal course of business.

For the year ended 30 June 2024 the Group incurred a net cash outflow from operating and investing activities of \$2,417,605 (2023: \$2,162,743) and a net loss after tax of \$1,675,989 (2023: \$1,546,076). As at 30 June 2024, the Group has positive working capital of \$32,080 (2023: \$1,048,470).

The Directors have prepared a cashflow forecast which indicates the Group will be required to raise capital to meet all commitments and working capital requirements. The Directors expect that the Group will be able to successfully raise sufficient funding to enable it to continue as a going concern for at least 12 months from the signing of annual financial report.

Should the Group be unable to raise sufficient funding, there is a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and it may be required to realise its assets and extinguish its liabilities other than in the normal course of business and at amounts which differ to those stated in the financial statements.

The accounting policies set out below have been applied consistently to all periods presented in the financial report.

New or amended Accounting Standards and Interpretations adopted

The Group 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.

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

AASB 2021-2 *Amendments to Australian Accounting Standards – Disclosure of Accounting Policies and Definition of Accounting Estimates* makes amendments to various Australian Accounting Standards and AASB Practice Statement 2 *Making Materiality Judgements* change the way in which accounting policies are disclosed in financial reports. The amendments require disclosure of material accounting policy information rather than significant accounting policies and are effective for annual reporting periods beginning on or after 1 January 2023. Accounting policy disclosure has been updated in line with this standard. All other new standards had no material effect.

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

(c) Exploration and evaluation expenditure

Exploration and evaluation assets, including the costs of acquiring permits or licences, are capitalised as exploration and evaluation assets on an area of interest basis. Exploration and evaluation assets are only recognised if the rights to tenure of the area of interest are current and either:

- i. the expenditures are expected to be recouped through successful development and exploitation of the area of interest, or alternatively, by its sale or partial sale: or
- ii. activities in the area of interest have not at the reporting date, reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves and active and significant operations in, or in relation to, the area of interest are continuing.

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

The tests contained in AASB6.20 are applied to determine whether exploration and evaluation assets are assessed for impairment indicators:

- 1) the exploration and evaluation tenure right has expired or are expected to expire in the near future and is not expected to be renewed.
- 2) substantive expenditure on further exploration for and evaluation of mineral resources in the specific area is neither budgeted nor planned.
- 3) exploration for and evaluation of mineral resources in the specific area have not led to the discovery of commercially viable quantities of mineral resources and the entity has decided to discontinue such activities in the specific area.
- 4) sufficient data exist to indicate that, although a development in the specific area is likely to proceed, the carrying amount of the exploration and evaluation asset is unlikely to be recovered in full from successful development or by sale.

Proceeds from the sale of exploration permits or recoupment of exploration costs from farm-in arrangements are credited against exploration costs previously capitalised. Any excess of the proceeds over costs recouped are accounted for as a gain on disposal.

Restoration, rehabilitation and environmental costs necessitated by exploration and evaluation activities are provided for as part of the cost of those activities. Costs are estimated on the basis of current legal requirements, anticipated technology and future costs that have been discounted to their present value. Estimates of future costs are reassessed at each reporting date.

Impairment of assets

The carrying amounts of the Group's assets are reviewed at each reporting date to determine whether there are indicators of impairment. Where impairment indicators exist, recoverable amount is determined, and impairment losses are recognised in profit or loss where the asset's carrying value exceeds its recoverable amount. Recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purpose of assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

Where it is not possible to estimate recoverable amount for an individual asset, recoverable amount is determined for the cash-generating unit to which the asset belongs.

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

(d) Accounting estimates and judgements

Management determines the development, selection and disclosure of the Group's critical accounting policies and estimates and the application of these policies and estimates. Other than as disclosed in these notes there are no estimates and judgements that are considered to have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Management has determined that realisation of the estimated deferred tax asset arising from tax losses and temporary differences is not probable and has not brought to account the asset at balance date (Note 4).

Per Note 1(c) and 1(d) management exercise judgement as to the whether exploration expenditure is assessed for impairments. Any judgement may change as new information becomes available. If, after having capitalised exploration and evaluation expenditure, management concludes that the capitalised expenditure is unlikely to be recovered by future sale or exploitation, then the relevant capitalised amount will be written off through profit or loss and other comprehensive income.

(e) Share-based payment transactions

Equity settled transactions

The fair value of options granted are recognised as an expense with a corresponding increase in equity. The fair value is measured at grant date and recognised over the period during which the grantee become unconditionally entitled to the options.

The fair value at grant date is independently determined using an option pricing model that takes into account the exercise price, the term of the option, the impact of dilution, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk-free interest rate for the term of the option.

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

The fair value of the options granted is adjusted to reflect market vesting conditions but excludes the impact of any non-market vesting conditions (for example, profitability and sales growth targets). Non-market vesting conditions are included in assumptions about the number of options that are expected to become exercisable. At each reporting date, the entity revises its estimate of the number of options that are expected to become exercisable. The expense recognised each period takes into account the most recent estimate. The impact of the revision to original estimates, if any, is recognised in the statement of profit or loss and other comprehensive income with a corresponding adjustment to equity.

(f) Principles of consolidation

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of Industrial Minerals Ltd ('Company') as at 30 June 2024 and the results of all subsidiaries for the year then ended. The Company and its subsidiaries together are referred to in these financial statements as the 'consolidated entity' or 'Group'.

Subsidiaries are all those entities over which the consolidated entity has control. The consolidated entity controls an entity when the consolidated entity is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the consolidated entity. They are de-consolidated from the date that control ceases.

Intercompany transactions, balances and unrealised gains on transactions between entities in the consolidated entity are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the consolidated entity.

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

2. Segment note

Identification of reportable operating segments

The Group is organised into one operating segment, being mining and exploration operations. This operating segment is based on the internal reports that are reviewed and used by the Board of Directors in assessing performance and in determining the allocation of resources.

Types of products and services

The principal products and services of this operating segment are the mining and exploration operations predominately in Australia.

3. Revenue and expenses

Loss before income tax from continuing operations includes the following specific revenue and expenses:

	2024 \$	2023 \$
Other income		
Interest income	13,877	20,377
	13,877	20,377
Expenses		
Share based payment expense/(reversal)	(76,736)	609,064
 <u>Depreciation</u>		
Depreciation on property, plant and equipment	26,017	15,436
Depreciation on right-of-use assets	36,353	36,353
Depreciation transferred to exploration and evaluation	(26,017)	(15,436)
	36,353	36,353
 <u>Finance costs</u>		
Interest on lease liabilities	8,420	12,350

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

4. Income Tax Expense

	2024 \$	2023 \$
<u>Income tax expense</u>		
Current tax	-	-
Deferred tax	-	-
Aggregate income tax expense attributable to continuing operations	-	-

Numerical reconciliation of income tax expense and tax at the statutory rate

Loss before income tax	(1,675,989)	(1,546,076)
Tax benefit at 30%	502,797	463,823

Tax effect of amounts which are not deductible/ (taxable) in calculating taxable income:

Non-deductible expenses	53,352	(154,402)
Timing differences	29,977	341,210
Unused tax losses and offsets not recognised as deferred tax assets	(586,126)	(651,387)
Income tax benefit/expense recognised in profit or loss	-	-

Unrecognised Deferred Tax Balances

As at 30 June 2024 the Group had deferred tax assets not brought to account in relation to the tax losses (at 30%) of \$5,671,484 (2023: \$3,929,600). No reliable estimate of the amount of tax losses which could be recognised as a deferred tax asset in the current year is available as it is not possible to accurately quantify the group's future profitability at its current stage of development. Management has not yet assessed whether the losses would pass the continuity of ownership test or the same business test. Management therefore believe that the Group's tax losses do not meet the probable recognition criteria.

There is no expiry date attached to the tax losses.

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

5. Earnings/loss per share

	2024	2023
	Cents per share	Cents per share
Basic loss per share	(2.47)	(2.43)
Diluted loss per share	(2.47)	(2.43)

The earnings and weighted average number of ordinary shares used in the calculation of basic and diluted earnings per share are as follows:

	2024	2023
	\$	\$
Net loss for the year	(1,675,989)	(1,546,076)
Loss used in the calculation of basic and diluted loss per share	(1,675,989)	(1,546,076)

	2024	2023
	Number	Number
Weighted average number of ordinary shares for the purposes of basic loss per share	67,837,260	63,500,000
Adjustments for calculation of diluted loss per share	-	-
Weighted average number of ordinary shares for the purposes of diluted loss per share	67,837,260	63,500,000

6. Trade and other receivables

	2024	2023
	\$	\$
GST Receivable	59,183	49,744
Prepayments	34,593	39,923
	93,776	89,667

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

7. Capitalised exploration and evaluation expenditure

Exploration and evaluation phase at cost:	\$
Balance at 30 June 2022	607,283
Exploration expenditure incurred	1,341,808
Expenditure not capitalised ¹	(133,667)
Balance at 30 June 2023	1,815,424
Exploration expenditure incurred	1,742,452
Expenditure not capitalised ¹	(111,161)
Impairment recognised ²	(811,473)
Balance at 30 June 2024	2,635,242

1. Exploration expenditure on areas of interest where tenure was not granted at year end or there are no budgeted nor planned exploration activities in relation to the project, was written off to profit or loss.
2. An impairment is recognised for an area of interest where tenure has been fully surrendered or there is no budgeted nor planned exploration activities in relation to the project area.

The ultimate recoupment of exploration and evaluation expenditure carried forward is dependent on successful development and exploitation, or alternatively sale of the respective area of interest. Factors that could impact the future recoverability include the level of reserves and resources, future technological changes, costs of drilling and production, production rates, future legal changes (including changes to environmental restoration obligations) and changes to commodity prices.

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

8. Property, plant and equipment

	2024 \$	2023 \$
Motor vehicles – at cost	49,680	49,680
Accumulated depreciation	(37,464)	(22,019)
	12,216	27,661
Plant and equipment – at cost	85,252	-
Accumulated depreciation	(10,572)	-
	74,680	-
Total	86,896	27,661

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment over their expected useful lives as follows:

- Motor vehicles 3 years
- Plant and equipment 3-5 years

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

	Motor vehicles \$	Plant & Equipment \$	Total \$
Balance at 30 June 2022	41,159	-	41,159
Additions	1,938	-	1,938
Depreciation expense	(15,436)	-	(15,436)
Balance at 30 June 2023	27,661	-	27,661
Additions	-	85,252	85,252
Depreciation expense	(15,445)	(10,572)	(26,017)
Balance at 30 June 2024	12,216	74,680	86,896

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

9. Right-of-use assets

	2024 \$	2023 \$
Land and buildings – Right-of-use	181,765	181,765
Accumulated depreciation	(83,462)	(47,109)
	98,303	134,656

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

	Right-of use \$
Balance at 30 June 2022	171,009
Depreciation expense	(36,353)
Balance at 30 June 2023	134,656
Depreciation expense	(36,353)
Balance at 30 June 2024	98,303

The Group leases its office space under a 5 year sub-lease.

10. Other non-current assets

	2024 \$	2023 \$
Deposits	18,850	18,850

11. Trade and other payables

	2024 \$	2023 \$
Trade creditors	270,529	120,065
Accruals	114,110	91,065
	384,639	211,130

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

12. Lease liabilities

	2024 \$	2023 \$
Current lease liability	36,008	33,580
Non-current lease liability	69,390	105,398
Total lease liability	105,398	138,978
Opening balance	138,978	172,128
Additions to lease liability	-	-
Finance costs	8,420	12,350
Principal and interest payments	(42,000)	(45,500)
Closing balance	105,398	138,978

Refer to note 16 for further information on financial instruments.

13. Share capital

	2024 Shares	2023 Shares	2024 \$	2023 \$
Ordinary shares	68,760,000	63,500,000	6,478,882	4,863,839

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Group in proportion to the number and amounts paid on the shares held. 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 a vote.

Ordinary shares have no par value, and the Group does not have a limited amount of authorised capital.

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

Movements in share capital during the year were as follows:

		Share Capital Number of shares	\$
As at 30 June 2023		63,500,000	4,863,839
Shares issued on option exercise	(a)	5,260,000	1,628,000
Share issue expenses		-	(12,957)
As at 30 June 2024		68,760,000	6,478,882

(a) Between 17 July 2023 and 1 December 2023, a total of 5,260,000 shares were issued on the exercise of 5,260,000 options.

Share Options

Unissued shares under option at balance date were as follows:

Series	Number of shares under option	Class of shares	Exercise price of option	Expiry date of options
Incentive options	1,250,000	Ordinary	\$0.30	30/11/2025
Incentive options	1,250,000	Ordinary	\$0.40	30/11/2025

No options were issued by Industrial Minerals Ltd during the year.

Share options carry no rights to dividends and no voting rights. Details of share-based payments can be found in note 17 to the financial statements.

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

14. Reserves

	2024 \$	2023 \$
Share based payments reserve	1,240,888	1,317,624
	1,240,888	1,317,624

Share based payments reserve

	2024 \$	2023 \$
Balance at beginning of the year	1,317,624	708,560
Accounting value of share-based payments recognised in the period (see note 17)	(76,736)	609,064
Balance at the end of the financial year	1,240,888	1,317,624

Nature and purpose of reserves

Share based payments reserve

The reserve relates to share options granted by the Group to its employees under its employee share option plan and share options issued to consultants and advisors in consideration for services provided. Further information about share-based payments is set out in note 17.

15. Accumulated losses

	2024 \$	2023 \$
Balance at beginning of the year	(3,241,800)	(1,695,724)
Loss attributable to members of the Group	(1,675,989)	(1,546,076)
Balance at end of financial year	(4,917,789)	(3,241,800)

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

16. Financial instruments

Financial risk management objectives

The Group's activities expose it to a variety of financial risks: market risk (including foreign currency risk, and interest rate risk), credit risk and liquidity risk. The Group's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Group. Risk management is carried out by the Board of Directors.

Market risk

The Group's activities have the potential to expose it primarily to the financial risks in foreign currency exchange rates, commodity prices and interest rates. Since incorporation, the Group has not used any derivative financial instruments to hedge its exposure to foreign exchange and interest rate risk.

Foreign currency risk

The Group has not undertaken any transactions denominated in foreign currency since incorporation.

Interest Rate risk management

The Group is potentially exposed to interest rate risk as it deposits funds at floating interest rates. The Group does not hedge this risk through derivatives such as interest rate swaps. Interest rate risk is not material to the Group's results.

Credit risk management

Credit risk refers to the risk that a counter-party will default on its contractual obligations resulting in a financial loss to the Group. The Group has adopted a policy of only dealing with creditworthy counterparties. The Group uses publicly available financial information and its own trading record to rate its major customers. The Group's exposure and the credit ratings of its counterparties are continuously monitored and controlled by management. As at reporting date, the Group has not material receivables and accordingly does not have any significant credit risk exposure to any single counterparty or any group of counterparties having similar characteristics.

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

Liquidity risk

Liquidity risk management requires the Group to maintain sufficient liquid assets (mainly cash and cash equivalents) and available borrowing facilities to be able to pay debts as and when they become due and payable.

The Group manages liquidity risk by maintaining adequate cash reserves and available borrowing facilities by continuously monitoring actual and forecast cash flows and matching the maturity profiles of financial assets and liabilities.

The following table details the Group's remaining contractual maturity for its financial instrument liabilities. The table has been drawn up based on the undiscounted cash flows of financial liabilities based on earliest date on which the Group can be required to pay. The table includes both interest and principal cash flows disclosed as remaining contractual maturities and therefore these totals may differ from their carrying amount in the statement of financial position.

	Weighted average effective interest rate	Less than 6 months \$	6 months – 1 year \$	More than 1 year \$
30 June 2024				
Lease liabilities	5.83%	21,000	21,000	52,900
Non-interest bearing liabilities		384,638	-	-
		<u>405,638</u>	<u>21,000</u>	<u>52,900</u>
30 June 2023				
Lease liabilities	5.83%	21,000	21,000	94,900
Non-interest bearing liabilities		211,130	-	-
		<u>232,130</u>	<u>21,000</u>	<u>94,900</u>

The following table details the Group's expected maturity for its non-derivative financial assets. The table has been drawn up based on the undiscounted contractual maturities of financial assets including interest that will be earned on those assets except where the Group anticipates that the cash flow will occur in a different period based on the earliest date on which the Group can realise these assets. The table includes both interest and principal cash flows.

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

		Weighted average effective interest rate	Less than 6 months \$	6 months – 1 year \$	More than 1 year \$
30 June 2024					
Variable interest rate instruments		1.78%	358,951	-	-
Non-interest bearing assets			93,776	-	-
			452,727	-	-
30 June 2023					
Variable interest rate instruments		0.88%	1,203,513	-	-
Non-interest bearing assets			89,667	-	-
			1,293,180	-	-

Fair value of financial instruments

Unless otherwise stated, the carrying amounts of financial instruments reflect their fair value

17. Share-based payments

	2024 \$	2023 \$
Recognised in profit or loss:		
Director incentives	-	574,250
Marketing and public relations	(76,736)	34,814
Total share based payments	(76,736)	609,064

Options

Incentive options

In the previous financial year, 1,250,000 options exercisable at \$0.40 on or before 30 November 2025 were issued to Jeffrey Sweet, a director of the Group, as a performance incentive; the options have a fair value at grant date of \$272,750.

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

In the previous financial year, 1,250,000 options exercisable at \$0.30 on or before 30 November 2025 were issued to Melanie Leighton, a director of the Group, as a performance incentive; the options have a fair value at grant date of \$301,500.

Consultant options

On 6 December 2021, 2,000,000 options exercisable at \$0.40 on or before 6 December 2023 were issued to the General Manager – Marketing. The current vesting conditions are:

1. 500,000 options to vest on the Group signing an offtake agreement
2. 500,000 options to vest on acceptance of revised vesting conditions
3. 1,000,000 options to vest on Group shipping 100,000mt of products.

The Group assessed the likelihood of the vesting conditions being satisfied and accordingly recognised an expense over the vesting period of the options.

During the period, 500,000 options vested (Condition 2) and were duly exercised on 1 December 2023 for \$0.40 per option. The remaining 1,500,000 options expired, unvested and the Group consequently reversed the expense previously recognised.

A share option plan has been established by the Group, whereby the Group may, at the discretion of Board, grant options over ordinary shares in the Group to certain key management personnel. The options are issued for nil consideration and are granted in accordance with performance guidelines established by the Board.

The following share-based payment arrangements were in existence during the current and previous reporting periods:

Series	Number issued	Grant date	Expiry date	Exercise price \$	Fair value at grant date \$
Director options	5,750,000	23/03/21	23/03/24	\$0.30	\$0.0255
Broker options	4,000,000	13/07/21	30/06/24	\$0.30	\$0.0826
Consultant options	2,000,000	6/12/21	6/12/23	\$0.40	\$0.0896
Investor relations options	1,500,000	13/05/22	23/03/24	\$0.30	\$0.0968
Incentive options	1,250,000	30/11/22	30/11/25	\$0.40	\$0.2182
Incentive options	1,250,000	30/11/22	30/11/25	\$0.30	\$0.2412

There were no new options granted during the financial period.

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

Movements in share options during the period

The following reconciles the share options outstanding at the beginning and end of the year:

	2024		2023	
	Number of options	Weighted average exercise price	Number of options	Weighted average exercise price
Balance at beginning of year	15,750,000	\$0.32	13,250,000	\$0.32
Granted during the year	-	\$0.35	2,500,000	\$0.35
Exercised during the year	(5,260,000)	\$0.31	-	-
Lapsed during the year	(7,990,000)	-	-	-
Balance at end of the year	2,500,000	\$0.32	15,750,000	\$0.32
Exercisable at the end of the year	2,500,000		13,750,000	

The share options outstanding at the end of the year had a weighted average exercise price of \$0.35 (2023: \$0.35) and a weighted average remaining contractual life of 518 days (2023: 380 days).

18. Key management personnel

The aggregate compensation made to KMP of the Group is set out below:

	2024	2023
	\$	\$
Short-term employee benefits	463,800	459,220
Post-employment benefits	-	4,620
Share-based payments	-	574,250
	463,800	1,038,090

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

Other transactions with KMP of the Group

Loss for the year includes the following items of expense that resulted from transactions, other than compensation, loans or equity holdings, with KMP or their related entities:

	2024 \$	2023 \$
Interest on leases	8,420	12,350
Capitalised exploration and evaluation	19,250	33,295
Administrative and corporate expenses	60,000	43,053
Total other transactions with KMP	87,670	88,698

Total liabilities arising from transactions other than compensation with KMP or their related parties

	2024 \$	2023 \$
Trade and other payables	63,500	41,130
Balance at end of financial year	63,500	41,130

The Group has entered into an agreement with Tristar Nominees Pty Ltd, an entity controlled by Mr Ashley Pattison for the provision consulting services. An amount of \$19,250 was included in the current year financial report as capitalised exploration expenses (2023: Nil). No amounts were outstanding at 30 June 2024 (2023: Nil).

The Group has entered into an agreement with Morpheus Holdings Pty Ltd, an entity over which Mr Ashley Pattison has significant influence, to sub-lease office space. Terms of the lease are included in note 12. An amount of \$8,420 (2023: \$12,350) has been recognised in profit or loss for the finance cost associates with the leasing arrangement; cash payments totalling \$42,000 (2023: \$45,500) (excluding GST) have been made during the year and \$3,500 included in trade and other payables at 30 June 2024 (2023: \$3,500).

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

The Group has entered into an agreement with Erasmus Consulting Pty Ltd, an entity controlled by Mr Alex Neuling for the provision of Group Secretarial and general corporate advisory services. An amount of \$60,000 (2023: \$43,053) was included in the financial report as administrative and corporate expenses. A total of \$82,340 (2023: \$37,630) was included in trade and other payables at 30 June 2023 for services provided by Erasmus Consulting which includes director fees payable to Mr Neuling.

The Group has entered into an agreement with Leighton Geoservices Pty Ltd, an entity controlled by Ms Melanie Leighton for the provision consulting services. An amount of \$33,295 was included in the prior year financial report as capitalised exploration expenses. No amounts were outstanding at 30 June 2024 (2023: Nil).

19. Reconciliation of profit for the year to net cash flows from operating activities

	2024 \$	2023 \$
Loss for the year	(1,675,989)	(1,546,076)
Non-cash items:		
Share-based payments	(76,736)	609,064
Depreciation	36,353	36,353
Impairment of exploration assets	811,473	-
Financing and investing cash flows included in loss:		
Finance cost	8,420	12,350
Movement in receivables	(4,109)	(46,134)
Movement in payables	85,982	42,621
Cash flows from operating activities	(814,606)	(891,822)

20. Non-cash transactions

During the year, the Group has made no share-based payments (2023: \$609,064); further details are included in note 17. The Group also recognised a non-cash impairment expense in relation to its capitalised exploration and evaluation assets.

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

21. Commitments

In order to maintain and preserve rights of tenure to granted exploration tenements, the Group is required to meet certain minimum levels of exploration expenditure specified by the State Government of Western Australia. The WA commitments are subject to amendment from time to time as a result of changes to the number or area of granted tenements, escalating expenditure with tenement age, a change of tenement type from exploration license to mining lease or other reasons pursuant to the WA Mining Act.

As at reporting date these future minimum exploration expenditure commitments are as follows:

	2024 \$	2023 \$
Not longer than 1 year	1,010,500	1,012,500
Longer than 1 year and not longer than 5 years	2,841,750	3,661,917
Longer than 5 years		
Total	3,852,250	4,674,417

22. Remuneration of auditors

Auditor

	2024 \$	2023 \$
HLB Mann Judd		
Audit/Review of the financial statements	34,938	32,383

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

23. Subsequent events

On 31 July 2024, the Group announced a Placement to raise up to \$1.9million before costs through the issue of 9.5million ordinary shares at an issue price of \$0.20 with up to 4.25million free-attaching options exercisable at \$0.30 on or before a date 3 years from issue. Directors of the Group have committed to subscribing for \$525,000 of the Placement, subject to shareholder approval.

Further to the Placement, the Group announced a Share Purchase Plan (SPP) to raise up to \$0.5million before costs through the issue of up to 2.5million ordinary shares and 1.25million free-attaching options on the same terms as the Placement.

A further 1.0million options are to be issued to the Lead Manager of the Placement as part of the management fee; the options are on the same terms as the Placement options.

All options are to be issued under a prospectus and are subject to shareholder approval.

On 8 August 2024, the Group announced it had issued 8,375,000 ordinary shares at \$0.20 per share as the first part of the Placement.

On 28 August 2024, the Group provided an update on its High Purity Quartz Drill Program and Testwork.

On 3 September 2024, the Group announced the successful completion of the SPP raising a total of \$412,500; the associated 2,062,500 ordinary shares were subsequently issued on 6 September 2024.

Other than as noted above, no matter or circumstance has arisen since 30 June 2024 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future years.

Notes to the consolidated financial statements (continued)

For the year ended 30 June 2024

24. Parent note

No parent entity disclosures have been made as they are the same as the Group disclosures. The subsidiaries within the Group are dormant.

25. Subsidiaries

Entity name	Ownership Interest	
	30 June 2024	30 June 2023
Industrial Minerals Albany – Esperance Pty Ltd	100%	100%
Industrial Minerals – Bunbury Pty Ltd	100%	100%
Industrial Minerals Exploration Pty Ltd	100%	100%
Industrial Minerals – Geraldton Pty Ltd	100%	100%

Consolidated entity disclosure statement

As at 30 June 2024

Entity name	Entity type	Place formed/ Country of incorporation	Ownership interest %	Tax residency
Industrial Minerals Ltd	Body corporate	Australia		Australia
Industrial Minerals Albany – Esperance Pty Ltd	Body corporate	Australia	100%	Australia
Industrial Minerals - Bunbury Pty Ltd	Body corporate	Australia	100%	Australia
Industrial Minerals Exploration Pty Ltd	Body corporate	Australia	100%	Australia
Industrial Minerals - Geraldton Pty Ltd	Body corporate	Australia	100%	Australia

Corporate Governance Statement

The Group's Corporate Governance Plan is available in full on the Group's website at www.industmin.com/corporate-governance/ and contains the following documents:

Corporate Governance Statement dated 30 September 2024

Board and Committee Charters:

- Board Charter
- Audit and Risk Committee Charter
- Remuneration Committee Charter
- Nomination Committee Charter

Documentation of Policies and Procedures:

- Corporate Code of Conduct
- Performance Evaluation Policy
- Continuous Disclosure Policy
- Risk Management Policy
- Trading Policy
- Diversity Policy
- Whistleblower Protection Policy
- Anti-Bribery and Anti-Corruption Policy

The Corporate Governance Statement discloses the extent to which the Group follows the recommendations set by the ASX Corporate Governance Council in its publication *Corporate Governance Principles and Recommendations – 4th Edition (Recommendations)*. The Recommendations are not mandatory, however the Recommendations that will not be followed have been identified and reasons provided for not following them along with what (if any) alternative governance practices the Group intends to adopt in lieu of the recommendation.

Due to the current size and nature of the existing Board and the magnitude of the Group's operations, the Board does not consider that the Group will gain any benefit from individual Board committees and that its resources would be better utilised in other areas as the Board is of the strong view that at this stage the experience and skill set of the current Board is sufficient to perform these roles. Under the Group's Board Charter, the duties that would ordinarily be assigned to individual committees are currently carried out by the full Board under the written terms of reference for those committees.

Additional Securities Exchange Information

The shareholder information set out below was applicable as at 23 September 2024 except where otherwise stated.

1. Twenty largest holders of quoted equity securities

Ordinary shares	Number	Percentage
HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	9,606,664	12.13
MR ROBERT ANDREW JEWSON	7,283,334	9.20
TRISTAR NOMINEES PTY LTD	4,075,000	5.15
GUNDARA ENTERPRISES PTY LTD	4,075,000	5.15
MR PETER ROMEO GIANNI	4,033,333	5.09
CITICORP NOMINEES PTY LIMITED	2,257,527	2.85
PINATOL PTY LTD <M&K MAARTENSZ FAMILY A/C>	1,977,500	2.50
GUM TREE NOMINEES PTY LTD	1,730,000	2.18
BNP PARIBAS NOMINEES PTY LTD <IB AU NOMS RETAILCLIENT>	1,664,493	2.10
MR DEAN ANDREW KENT <THE WATTLE A/C>	1,080,714	1.36
EVOLUTION CAPITAL PTY LTD	1,072,500	1.35
STRATA INVESTMENT HOLDINGS PLC	1,020,948	1.29
C5 SMSF PTY LIMITED <C5 SF A/C>	1,000,000	1.26
WARBONT NOMINEES PTY LTD <UNPAID ENTREPOT A/C>	853,405	1.08
MR COLIN MACKAY	800,000	1.01
MIRIDIYA PTY LTD	782,621	0.99
TRISTAR NOMINEES PTY LTD	740,000	0.93
MACRO METALS IRON PTY LTD	700,000	0.88
MR MARK SKINNER	684,633	0.86
FRANGIPANI INVESTMENTS PTY LTD <MENZIES FAMILY A/C>	678,875	0.86
UBS NOMINEES PTY LTD	625,641	0.79
Total Top 20	46,742,188	59.02
Other	32,455,312	40.98
Total ordinary shares on issue	79,197,500	100.00

Additional Securities Exchange Information

2. Substantial shareholders

The following table details the Group's substantial shareholders as extracted from the Group's registers of substantial shareholders:

Name	Number of ordinary shares	Percentage	Date of last notice
Tolga Kumova	7,625,420	12.09%	13/07/2021
Mr Robert Andrew Jewson & Geonomics Australia Pty Ltd	7,308,334	9.47%	8/8/2024
Peter Gianni	4,033,333	5.23%	8/8/2024
Tristar Nominees Pty Ltd	4,815,000	6.24%	8/8/2024
Gundara Enterprises Pty Ltd	4,075,000	5.15%	19/7/2021

3. Distribution of holders of equity securities

	Fully paid ordinary shares	Unlisted options
1 - 1,000	66	-
1,001 - 5,000	242	-
5,001 – 10,000	127	-
10,001 – 100,000	288	-
100,001 and over	98	2
	821	2
Number on issue	79,197,500	2,500,000
Holding less than a marketable parcel	202	-

4. Voting rights

See Note 13 to the Financial Statements

Additional Securities Exchange Information

Restricted securities

At the date of this report there are no restricted securities or securities held in escrow

5. Unquoted equity security holdings greater than 20%

Class of security	Unlisted Options	Number
Options exercisable at \$0.30 on or before 30 November 2025	Leighton Crossing Pty Ltd	1,250,000
Options exercisable at \$0.40 on or before 30 November 2025	Mahalo Enterprises Pty Ltd	1,250,000

6. On-market buy-back

There is currently no on-market buy back program for any of the Group's listed securities.

7. Group secretary, registered and principal administrative office and share registry

The Group Secretary is Mrs Natalie Madden.

The Group's principal and registered office is at Unit 38, 460 Stirling Highway, Peppermint Grove WA 6011, telephone number +61 8 6270 6316.

The Group's share registry is maintained by Automic Group, Level 2, 267 St Georges Terrace, Perth WA 6000, telephone number 1300 288 644.

Additional Securities Exchange Information

8. Tenement listing

Project	Location	Tenement Number	Status	% Interest
Albany	Albany, WA	E70/6495	Application	100%
Albany	Albany, WA	E70/6497	Application	100%
Albany	Albany, WA	E70/6498	Application	100%
Bookara	Bookara, WA	E70/5855	Granted	100%
Cataby West	Cataby, WA	E70/5714 ¹	Application	100%
Cataby West	Cataby, WA	E70/5778 ²	Application	100%
Derby	Derby, WA	E04/2819	Application	100%
Eneabba	Eneabba, WA	E70/6345	Granted	100%
Esperance East	Esperance, WA	E63/2260	Granted	100%
Esperance East	Esperance, WA	E63/2343	Application	100%
Gingin	Muckenburra, WA	E70/5782 ²	Application	100%
Gingin	Gingin, WA	E70/5868	Granted	100%
Gingin	Gingin, WA	E70/5918	Granted	100%
Gingin	Gingin, WA	E70/6417	Granted	100%
Karratha	Hammersley Range, WA	E47/3144	Granted	100%
Lake MacLeod	Lyndon River, WA	E08/3089	Granted	100%
Mindarra	Mindarra, WA	E70/6428	Application	100%
Mount Lefroy	Mount Lefroy, WA	E70/5857	Granted	100%
Mt Regal	Mt Regal, WA	E47/5070	Application	100%
Mukinbudin	Mukinbudin, WA	E70/5326	Granted	100%
Narrikup	Albany, WA	E70/6065	Granted	100%
North Sterlings	North Sterlings, WA	E70/6204	Granted	100%
Pinjar	Pinjar, WA	P70/1767	Application	100%
Pinjarra	Pinjarra, WA	E70/6203	Granted	100%
Pippingarra	Pippingarra, WA	E45/6700	Application	100%
Pippingarra	Pippingarra, WA	E45/6753	Application	100%
Pippingarra	Pippingarra, WA	E45/6754	Application	100%
Pippingarra	Pippingarra, WA	E45/6755	Application	100%
Pippingarra	Pippingarra, WA	E45/6756	Application	100%
Pippingarra	Pippingarra, WA	E45/6757	Application	100%
Pippingarra	Pippingarra, WA	E45/6758	Application	100%
Pippingarra	Pippingarra, WA	E45/6772	Application	100%
Pippingarra	Pippingarra, WA	E45/6775	Application	100%
Pippingarra	Pippingarra, WA	E45/6798	Application	100%

Additional Securities Exchange Information

Project	Location	Tenement Number	Status	% Interest
Quins	Cowalla, WA	E70/5720	Granted	100%
Quins	Cowalla, WA	E70/5340	Granted	100%
Regans Ford	Regans Ford, WA	E70/5858	Application	100%
Roeburne	Roebourne, WA	E47/4582	Application	100%
Stockyard	Stockyard, WA	M70/1417	Granted	100%
Stockyard	Stockyard, WA	L70/237	Granted	100%
Stockyard	Stockyard, WA	L70/238	Granted	100%
Stockyard	Stockyard, WA	E70/5845	Granted	100%
Stockyard	Stockyard, WA	E70/5846	Granted	100%
Stockyard	Stockyard, WA	E70/5873	Granted	100%
Stockyard	Stockyard, WA	E70/5936	Granted	100%
Stockyard	Stockyard, WA	E70/5937	Granted	100%
Stockyard	Stockyard, WA	E70/5938	Granted	100%
Tabba Tabba	Tabba Tabba, WA	E45/6091	Application	100%
Tabba Tabba	Tabba Tabba, WA	E45/6759	Application	100%
Turner River	Turner River, WA	E45/5268	Granted	100%
Turner River North	Turner River, WA	E45/4570	Granted	100%
Turner River North	Turner River, WA	E45/6062	Application	100%
Unicup	North Unicup, WA	E70/5713	Granted	100%
Waroona	Harvey, WA	E70/5887	Application	100%
Waroona	Waroona, WA	E70/5888	Application	100%

1. Tenement currently held by Mining Equities Pty Ltd. Applications have been submitted for the transfer to Industrial Minerals Ltd.
2. Tenement currently held by Gundara Enterprises Pty Ltd. Applications have been submitted for the transfer to Industrial Minerals Ltd.



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