



ACN 647 899 698

2024 Annual Report

Corporate Directory

Directors

John Hannaford	Executive Chairman and Acting CEO
David Izzard	Non-Executive Director
William Higgins	Non-Executive Director

Company Secretary

Cecilia Tyndall

Registered and Principal Office

Suite 2, 38 Colin Street
West Perth WA 6005

Phone: (08) 6391 0113

Email: info@forrestanioresources.com.au

Website: www.forrestanioresources.com.au

Auditor

Hall Chadwick WA Audit Pty Ltd
283 Rokeby Road
Subiaco WA 6008

Share Registry

Automic Group Pty Ltd
Level 5/191 St Georges Terrace
Perth WA 6000

Phone (within Australia): 1300 288 664

Phone (outside Australia): +61 2 8072 1400

Stock Exchange Listing

Australian Securities Exchange (**ASX**)

ASX Code: FRS

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The Company had an active exploration during the year in several key project areas, Forrestania (lithium & gold), and the Eastern Goldfields project, encompassing Breakaway Dam (lithium & copper) and the Bonnie Vale project (gold), which includes the promising Adan Ann prospect.

Highlights

- Historic drill spoil piles returned **49g/t Au at the Ada Ann prospect**.
- Rock chips from **Breakaway Dam returned 26.7% Cu**.
- Significant, widespread Cu mineralisation, **potential VMS at Breakaway Dam**.
- **Strong Li geochem mineralisation at Breakaway Dam**.
- Recent announcement from IGO shows **significant LCT, spodumene bearing pegmatite “discovery” ~750m from FRS’s South Iron Cap East prospect**.

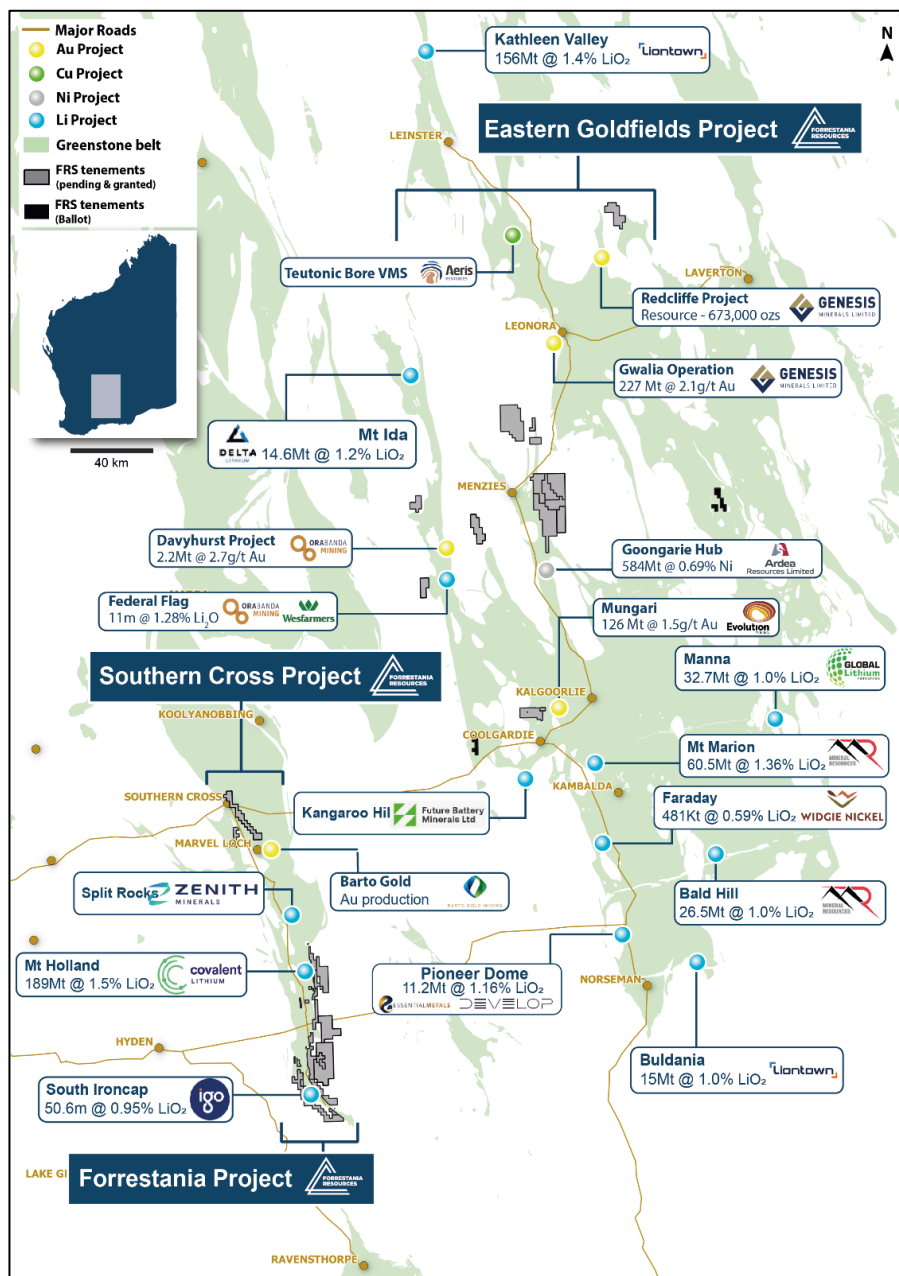


Figure 1: Forrestania Resources' project locations

Forrestania project

South Iron Cap East (E77/2346)

During the reporting period, 729m of RC drilling was completed at the South Iron Cap East prospect, within the Forrestania Project. Drilling was undertaken at the Company's South Iron Cap prospect which is highly prospective for LCT pegmatites.

This drilling campaign was designed to follow up earlier spodumene bearing pegmatite intersects but failed to replicate the success of the earlier drilling programme.

Given the depressed lithium market, no more drilling has been completed by FRS at South Iron Cap East, however the Company is encouraged by the **recent IGO announcement concerning the "discovery" at the South Ironcap prospect ~750m from the FRS South Iron Cap East prospect.**

IGO's South Ironcap prospect is located approximately 750m west of FRS's spodumene intersections (Figure 2), with IGO confirming a flat lying, mineralised pegmatite body that is 2km in strike and up to 800m wide (Figures 3 & 4). This mineralized system is currently only constrained by the drilling.



Figure 2: FRS South Iron Cap prospect in relation to IGO's South Ironcap prospect. Image courtesy of ASX:IGO FY24 Exploration Results Update, 29 August 2024.

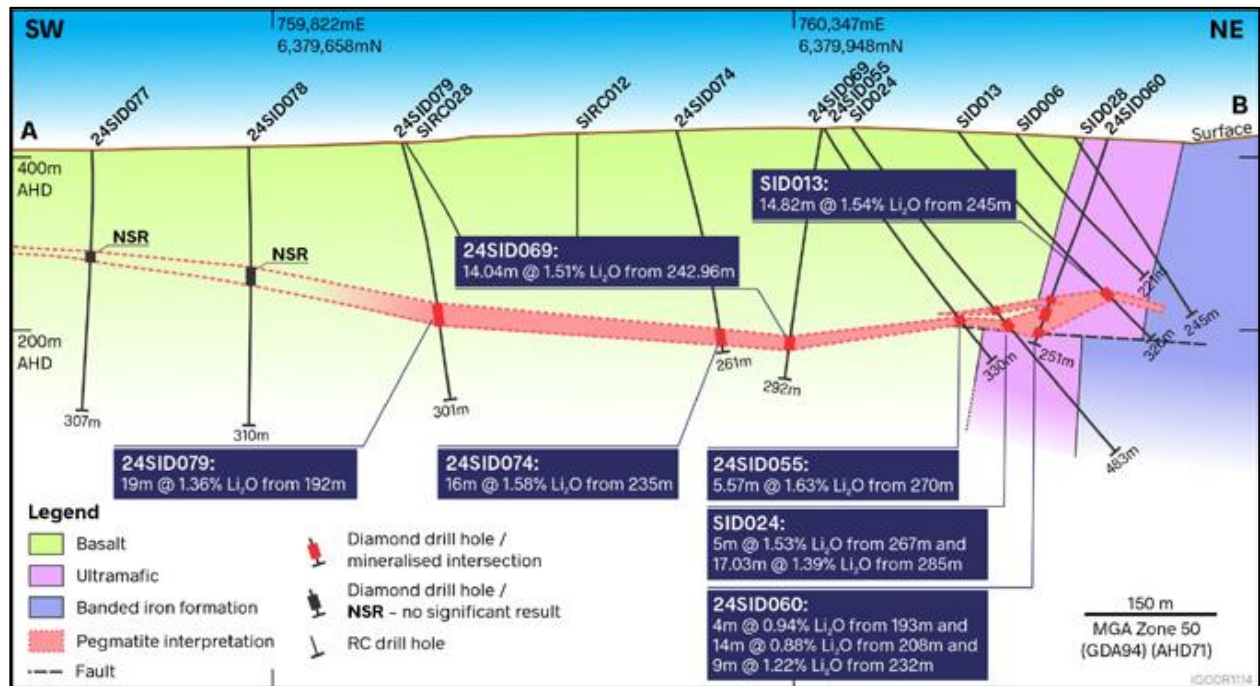


Figure 3: Cross section (A-B) from IGO's South Ironcap prospect. Image courtesy of ASX:IGO FY24 Exploration Results Update, 29 August 2024.

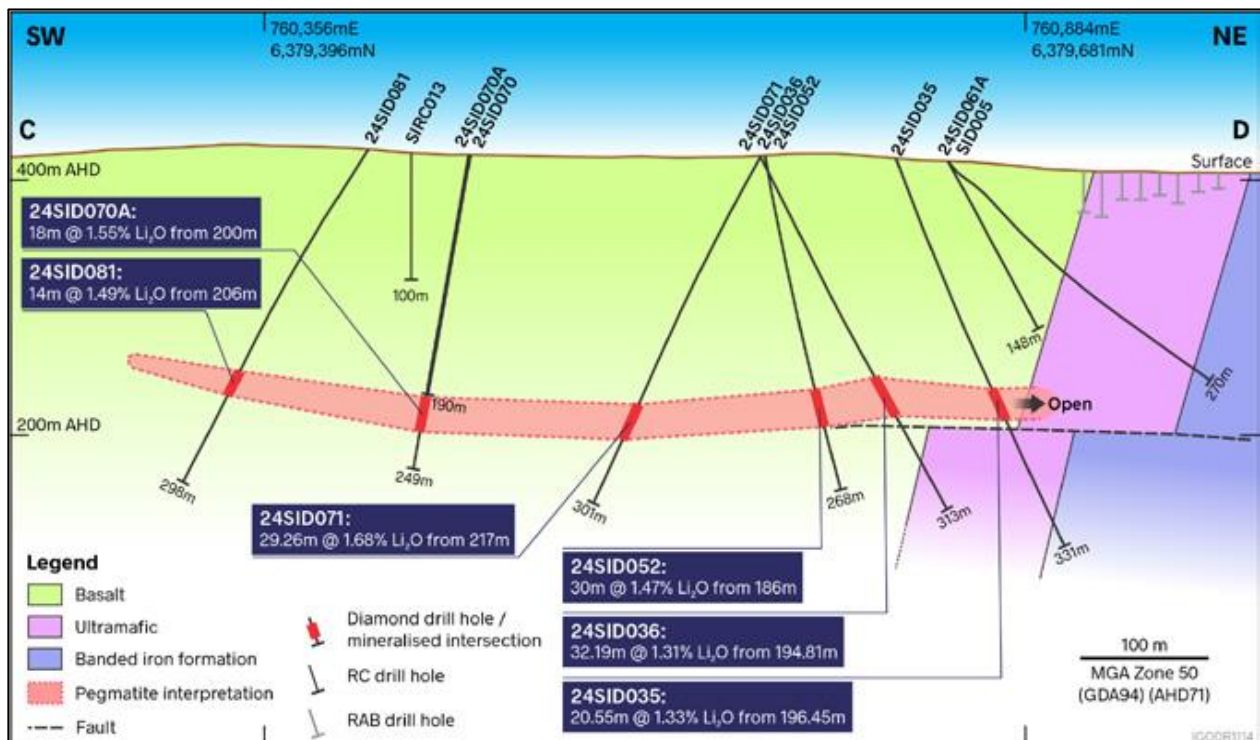


Figure 4: Cross section (C-D) from IGO's South Ironcap prospect. Image courtesy of ASX:IGO FY24 Exploration Results Update, 29 August 2024.

Additionally, a number of lithium-targeted soil sampling, mapping and reconnaissance programmes were completed within the Forrestania project, as part of a broader scale, ongoing programme which aims to provide improved geochemical coverage over the Forrestania project.

Other exploration within the Forrestania project area

Lady Lila is the Company's flagship Au project with a BIF hosted, JORC mineral resource of 541,000 tonnes, grading at 1.38g/t, for 24,000oz of gold and significantly, open in all directions.

During the reporting period, a follow-up drill programme has been planned and finalised, in order to test the strike extent of the Au mineralisation to the north and to the south.

A follow up drill programme and the conversion of the tenements to a mining lease are being scheduled for 2025.

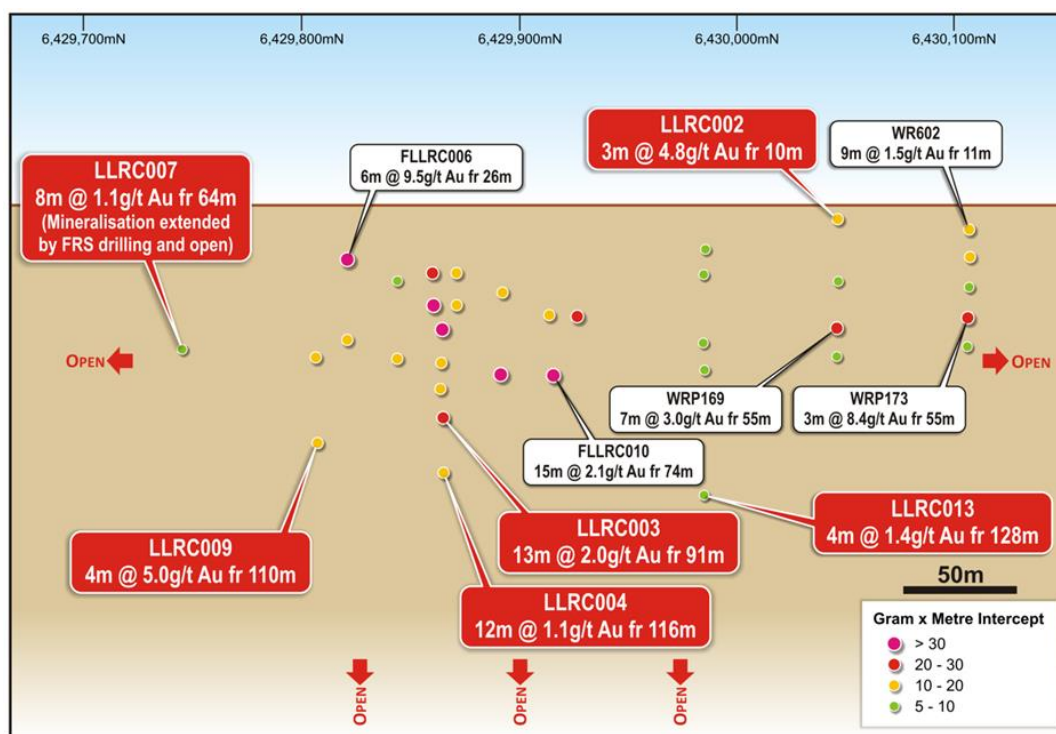


Figure 5: Long section (previously released) of the Lady Lila prospect (P77/4325), looking west, showing gram metre intersections. FRS drilling highlighted with red text boxes (these holes were completed by FRS in 2021).

Eastern Goldfields project

The Company's Eastern Goldfields project area is made up of a number of strategically located tenements, just north of Coolgardie and north of Kalgoorlie, around the gold mining districts of Leonora, Coolgardie and Menzies. These tenements are located over areas that the company believes are highly prospective for multi-commodity success, particularly for gold, copper and lithium.

In May 2023, Forrestania Resources signed a two year option agreement with Outback Minerals Pty Ltd for the following ELs: E29/1036, E29/1037, E15/1632 and E15/1534. The Company strongly believes that this option agreement has the potential to add significant value to the Eastern Goldfields project area with significant work completed during the reporting period at both the Breakaway Dam (E29/1037) and Bonnie Vale (E15/1632 and E15/1534) project areas.

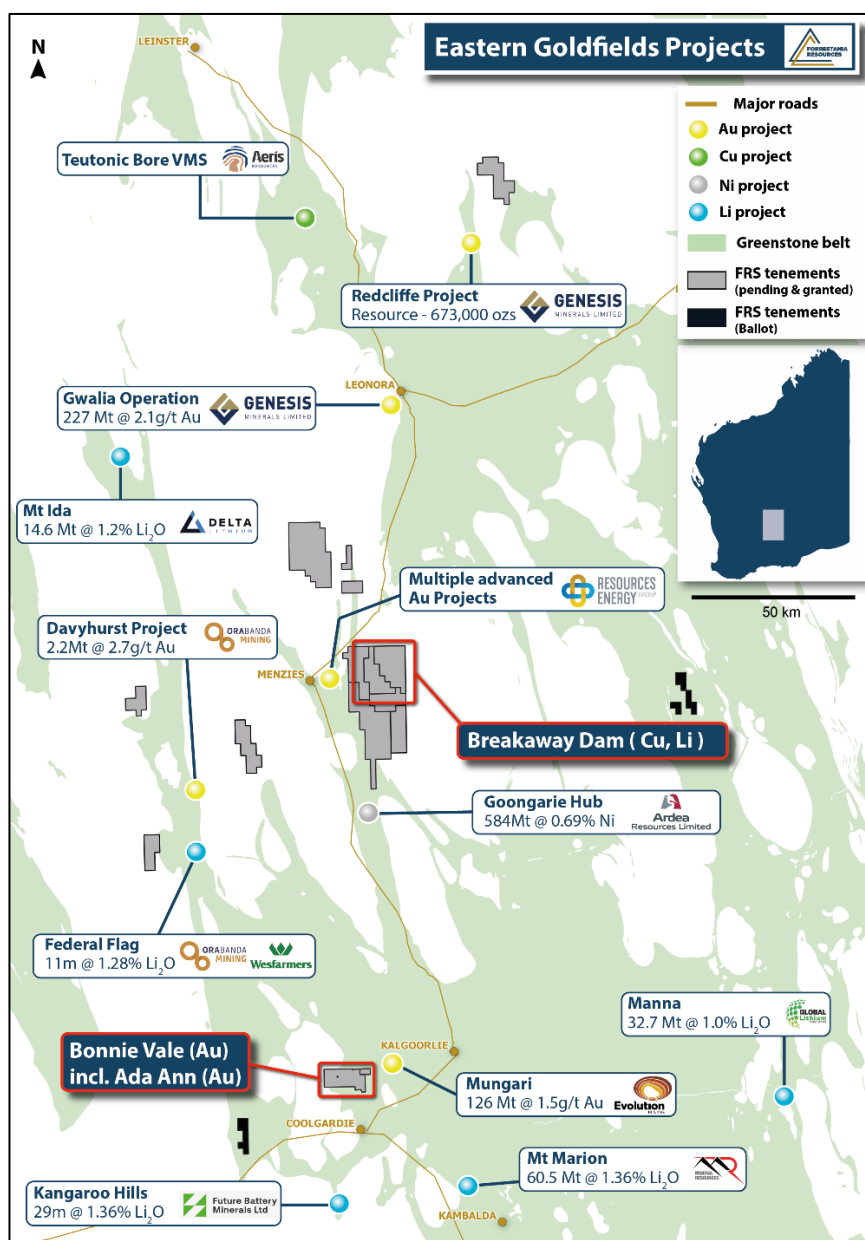


Figure 6: Forrestania Resources' Eastern Goldfields project.

Bonnie Vale project (E15/1534 and E15/1632)

The Company's Bonnie Vale project area (E15/1632 and E15/1534) ~12.5km north of Coolgardie is located within the Coolgardie-Kundana goldfield on the western margin of the Eastern Goldfields Super Terrane. The northern tenement boundary of E15/1534 is ~1.3km south of (ASX:EVN) Evolution Mining's Cutter's Ridge mine. Evolution's Mungari operation and mill (with a mine life until 2038) is situated ~5km from the eastern tenement boundary (ASX:EVN's Mungari operations resource, as of February 23 - 5.34Moz, 97.5Mt @ 1.7g/t Au).

Throughout the reporting period, the Company has completed multiple site visits to the Bonnie Vale project area, in order to advance the Ada Ann prospect as well as undertake regional exploration programmes across E15/1534 and E15/1632.

As a result of this work, the Company has returned strong exploration results.

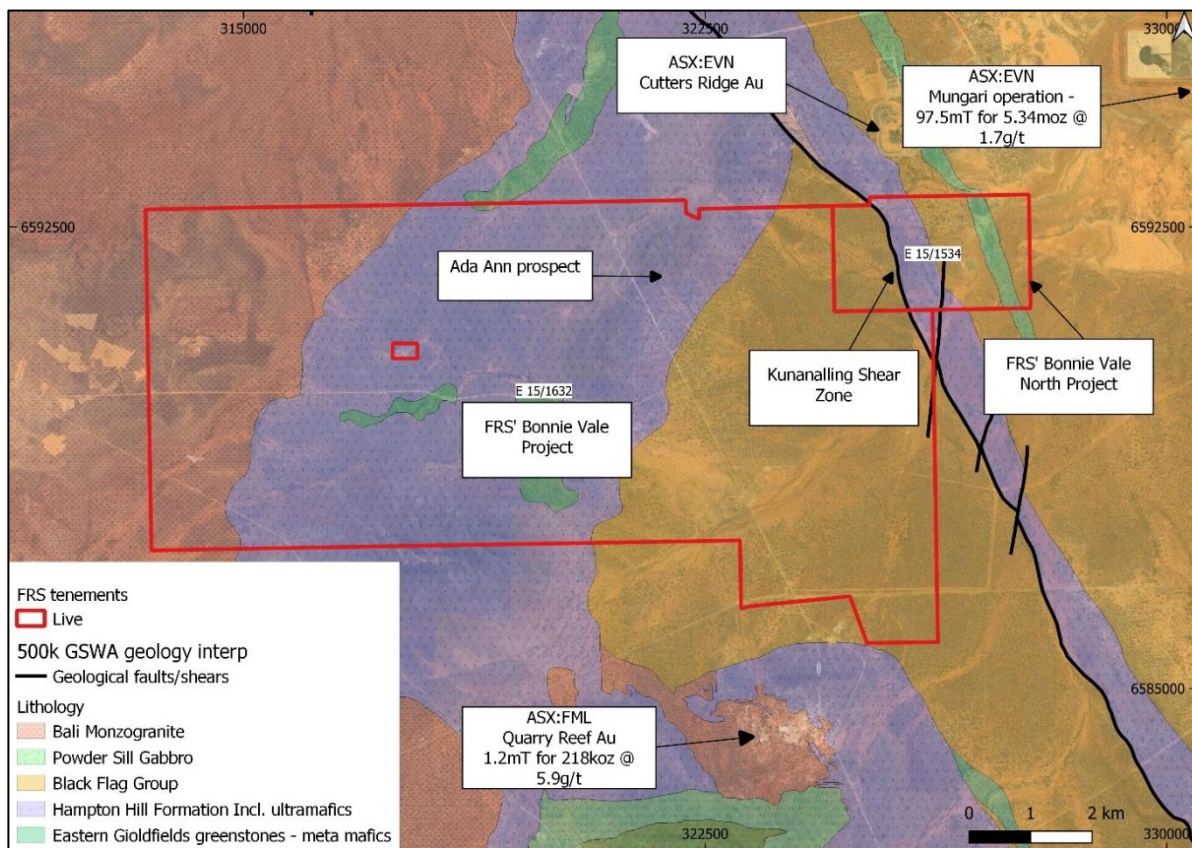


Figure 7: The Bonnie Vale project area showing the location of the Ada Ann prospect and Bonnie Vale North. Geology interpretation courtesy of GSWA.

Ada Ann (E15/1632)

Highlights:

- Site visits during the year returned significant grab sample results from previously unrecorded, historic drill spoils, including:
 - FR001540 – 49.0g/t Au**
 - FR001545 – 15.7g/t Au**
 - FR001555 – 13.5g/t Au**
- Significant, historic Au drilling results compiled from WAMEX data reviews at Ada Ann include:

Hole_ID	From	To	Interval	Grade (g/t)	Gram/metre
AA28	25	29	4	12.80	51.20
BR19	24	40	16	2.64	42.24
AA05	16	22	6	6.45	38.70
AA04	4	11	7	5.01	35.07
AA45	8	20	12	2.68	32.16
AA06	19	26	7	4.40	30.80
AA27	41	45	4	7.34	29.36
AXRC10	42	46	4	7.28	29.12
AXRC09	40	44	4	5.90	23.60
BR22	27	32	5	4.18	20.90

Table 1: Selected gram/metre intervals (>20g/m) from historic drilling at the Ada Ann prospect. Table shows downhole width and not true width.

Located within E15/1632 is the Ada Ann prospect which contains historic workings, along with a number of localised and tightly spaced, historic drill holes. The Company believes the Ada Ann prospect has significant exploration potential, with no drilling known to have taken place in the last 15 years, despite high-grade Au intersections and mineralisation that appears open at depth and along strike.

During the year, the Company has completed a thorough database and WAMEX review and has compiled the extensive, historic drilling data within the Company's database. As a result of this review, the exploration potential of the Ada Ann prospect has grown significantly, giving the Company strong, first-pass drill targets within a known, well-endowed, world class gold region.

Field work identified further areas of significant Au mineralisation close to the known areas of historic pits and shafts. Multiple samples have returned high-grade Au results from outcropping structures, as well as high grade Au results from grab samples taken from historic spoil piles of drilling that has not been recorded in WAMEX reports (collar locations and drilling details for these samples are unknown). Many of these high-grade results are located approximately 40m north-east of the known high-grade historic drilling at Ada Ann. Results from these samples include:

SampleID	Sample_Type	NAT_North	NAT_East	Sample_Description	Au_g/t
FR001540	Percussion/rock chip	6591493	321895	Historic spoil pile, depth unknown - hole approx 30m depth.	49.00
FR001545	Percussion/rock chip	6591485	321898	Historic spoil pile, depth ~4m - hole approx 30m depth.	15.65
FR001555	Rock chip	6591350	321805	Qtz vein in costean with chlorite alteration?	13.50
FR001546	Percussion/rock chip	6591483	321898	Historic spoil pile, depth ~5m - hole approx 30m depth.	7.56
FR001547	Percussion/rock chip	6591483	321895	Historic spoil pile, depth unknown - hole approx 30m depth.	6.06
FR001550	Percussion/rock chip	6591472	321892	Historic spoil pile, depth unknown - hole approx 30m depth.	5.44

Table 2: Selected percussion grab samples (from historic drill spoils) and rock chip results from recent site visits to Ada Ann.

These results suggest the potential for another zone of high-grade mineralisation, in close proximity to the known areas of historically drilled Au (Figure 8), possibly suggesting a parallel, high grade mineralised structure, with mineralisation close to surface.

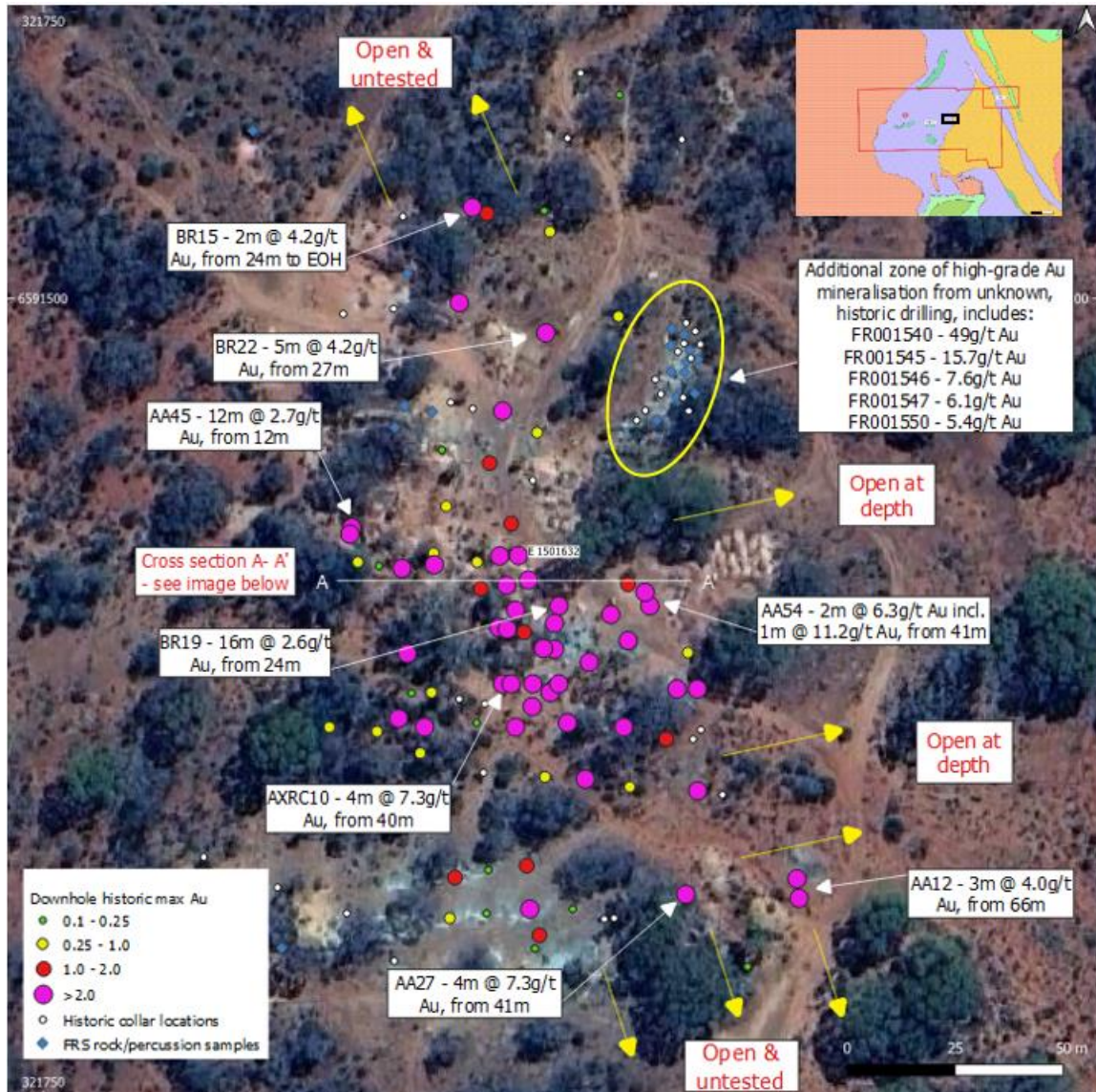


Figure 8: The Ada Ann prospect showing down hole max (Au) assay data from historic drilling and the location of the cross section (A-A'); notable down hole intervals are also highlighted. The area of significant, high-grade Au from historic drill spoil piles is also shown.

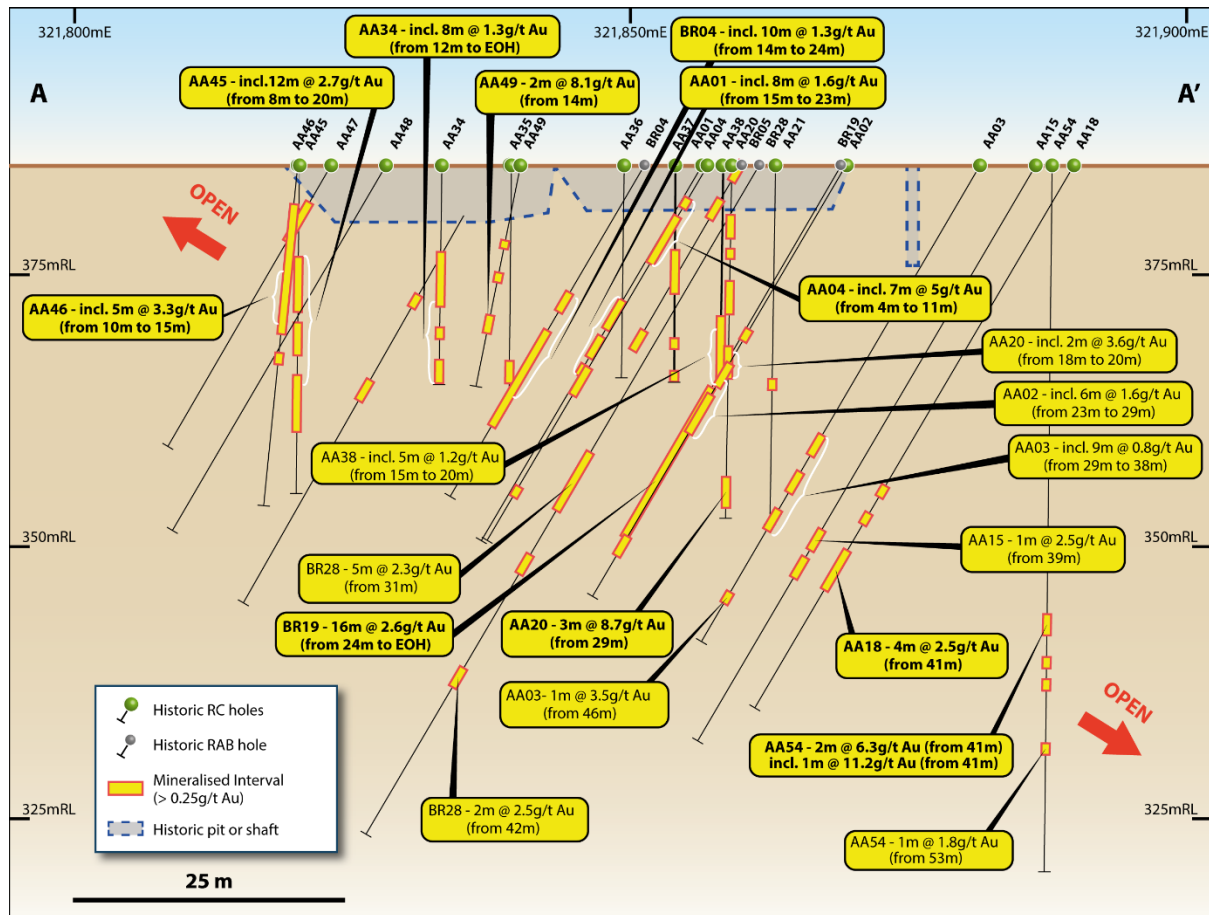


Figure 9: Cross section (A-A'), (section looking north, section slice of 10m, drilling open to the north and to the south) showing historic drilling with high grade Au results noted; mineralisation is also open at depth.

The Ada Ann prospect appears to be a high-grade, mineralised Au target with mineralisation open along strike to the north, to the south and at depth with strong, Au mineralisation throughout.

Previous explorers have noted coarse, free gold in the drilling completed by BHP UTAH in 1988; furthermore, Mr A Stockwell is reported (WAMEX A49504) to have completed mining of a small pit, dug to a depth of ~6 metres, from which 150 tonnes averaging 7g/t Au was treated at the Kintore mill.

Bonnie Vale North (E15/1534)

Located to the north-east of the Ada Ann prospect and approximately 1.5km south of (ASX:EVN) Cutter's Ridge gold mine, lies the Bonnie Vale North prospect (E15/1534). Lying within the greenstones of the Eastern Goldfields Super Terrane and with the highly prospective Kunanalling Shear Zone trending roughly north-west through the project area, this tenement has strong exploration potential for Au mineralisation.

Minimal deep drilling has been completed at Bonnie Vale North; a large RAB programme was completed over Bonnie Vale North at the end of the 90s. Results from this programme included:

- **BVRB220 – 12m @ 0.23g/t Au, from 48m to EOH**
- **BVRB221 – 4m @ 0.46g/t, from 36m**
- **BVRB206 – 11m @ 0.33g/t Au, from 24m to EOH**
- **BVRB336 – 13m @ 0.26g/t Au, from 36m**

All of these results are in close proximity to the Kunanalling Shear Zone and in 2022, following up on the BVRB206 result, Outback Minerals Pty Ltd drilled 3 RC holes (KSRC001 - EOH 90m, KSRC002 - EOH 90m and KSRC003 - EOH 78m) to test the Au mineralisation, results included open zones of mineralisation.

Both KSRC002 and KSRC003 intercepted several zones of (4m) composited, low grade, Au mineralisation and during the reporting period, the Company assayed the 1m splits of the composite samples from the KSRC002 and KSRC003 drill holes, with strong exploration results:

- **KSRC002 - 3m @ 2.03g/t Au (from 77m)**
- **KSRC002 – 1m @ 0.60g/t Au (from 71m)**
- **KSRC002 – 8m @ 0.40g/t Au (from 54m)**
- **KSRC002 – 6m @ 0.51g/t Au (from 36m)**
- **KSRC003 - 1m @ 1.68g/t Au (from 66m)**

These results suggest the Au mineralisation is open at depth and with further historic mineralisation located ~500m north-west (BVRB220 – 12m @ 0.23g/t Au, from 48m to EOH), the Bonnie Vale North prospect area shows strong exploration potential.

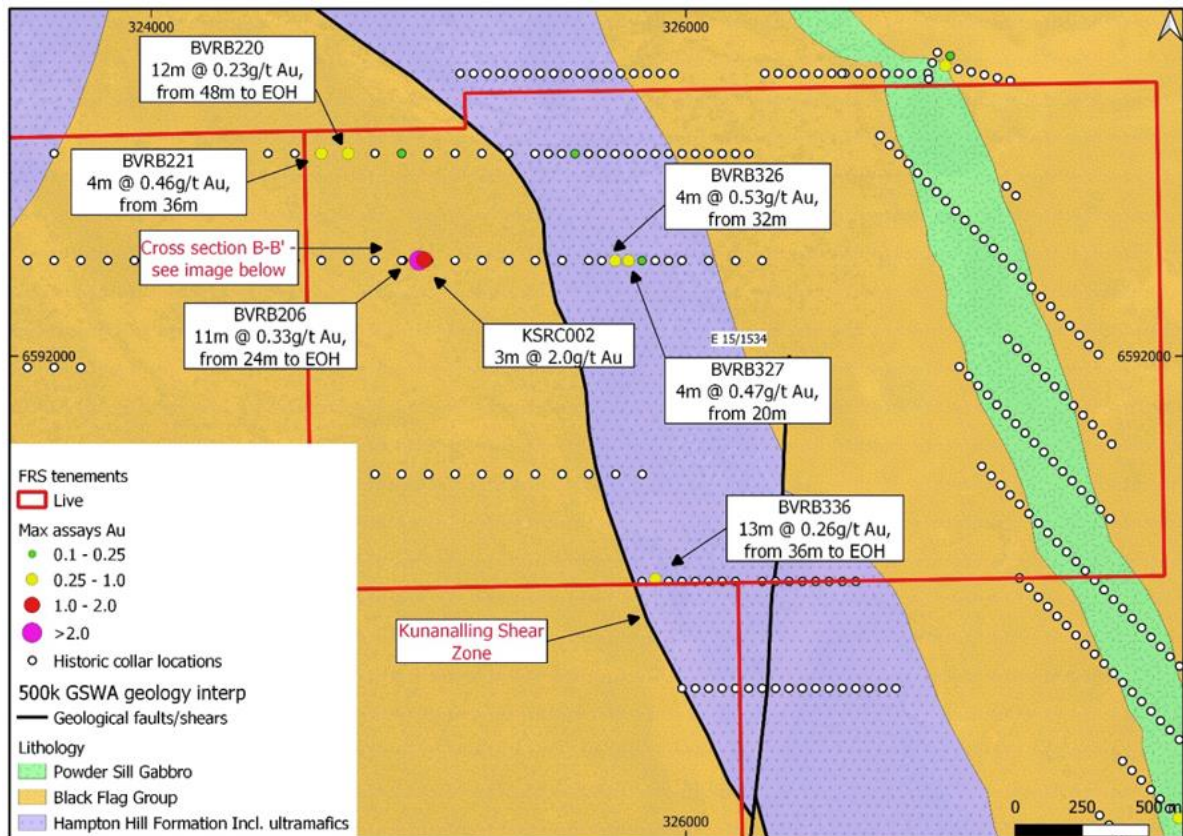


Figure 10: Bonnie Vale North project area showing down hole max (Au) assay data from historic drilling, and notable historic Au intercepts. Geology interpretation courtesy of GSWA.

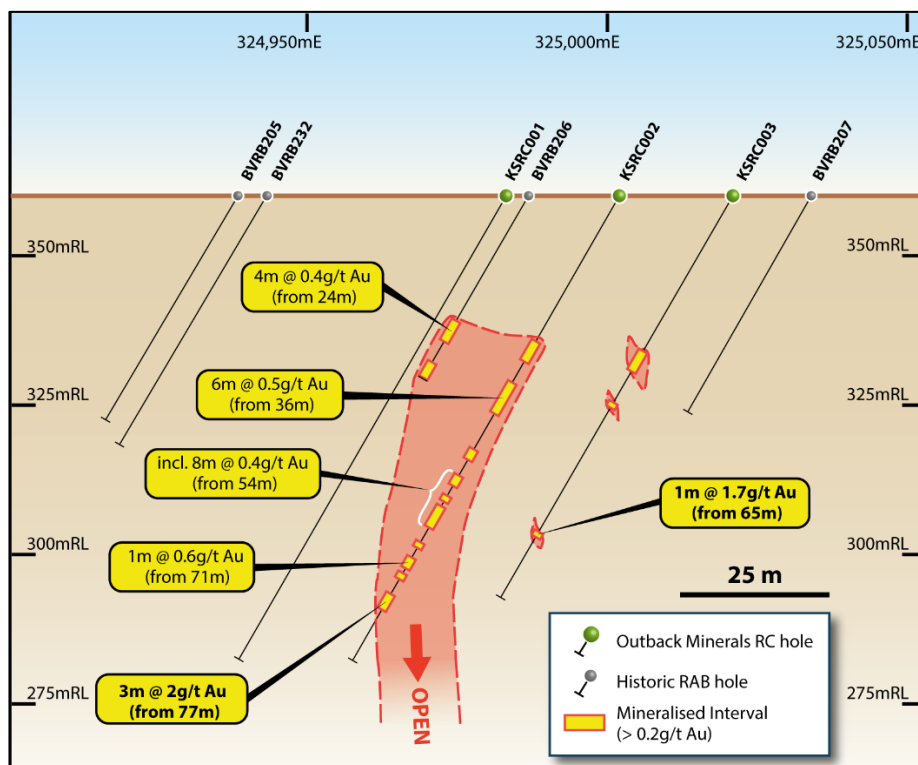


Figure 11: Cross section - Bonnie Vale North project (looking north).

Bonnie Vale regional (E15/1632)

Highlights:

- Regional geochem and mapping by the Company has returned significant Au rock chip results to the north and south of Christmas Gift, including:
 - FR000666 – 2.7g/t Au
 - FR000754 – 1.1g/t Au
 - FR000704 – 0.8g/t Au
- Significant, historic geochem soil results – up to 354ppb Au.
- Strong zones of highly anomalous Au mineralisation, close to the historic high-grade mining at Christmas Gift and coincident within the same geophysical magnetic low.
- Historic RAB drilling results (on E15/1632), in close proximity to Christmas Gift (~5km west of Ada Ann), never effectively followed up include:
 - XRB109 – 4m @ 4g/t Au (incl. 1m @ 14.3g/t Au)
- Strong regional exploration potential developing at Bonnie Vale, **with historic mining results of up to 40.5g/t Au located within E15/1632** (the Christmas Gift (P15/6125) historic mining centre is located within but is not part of the Company's E15/1632).

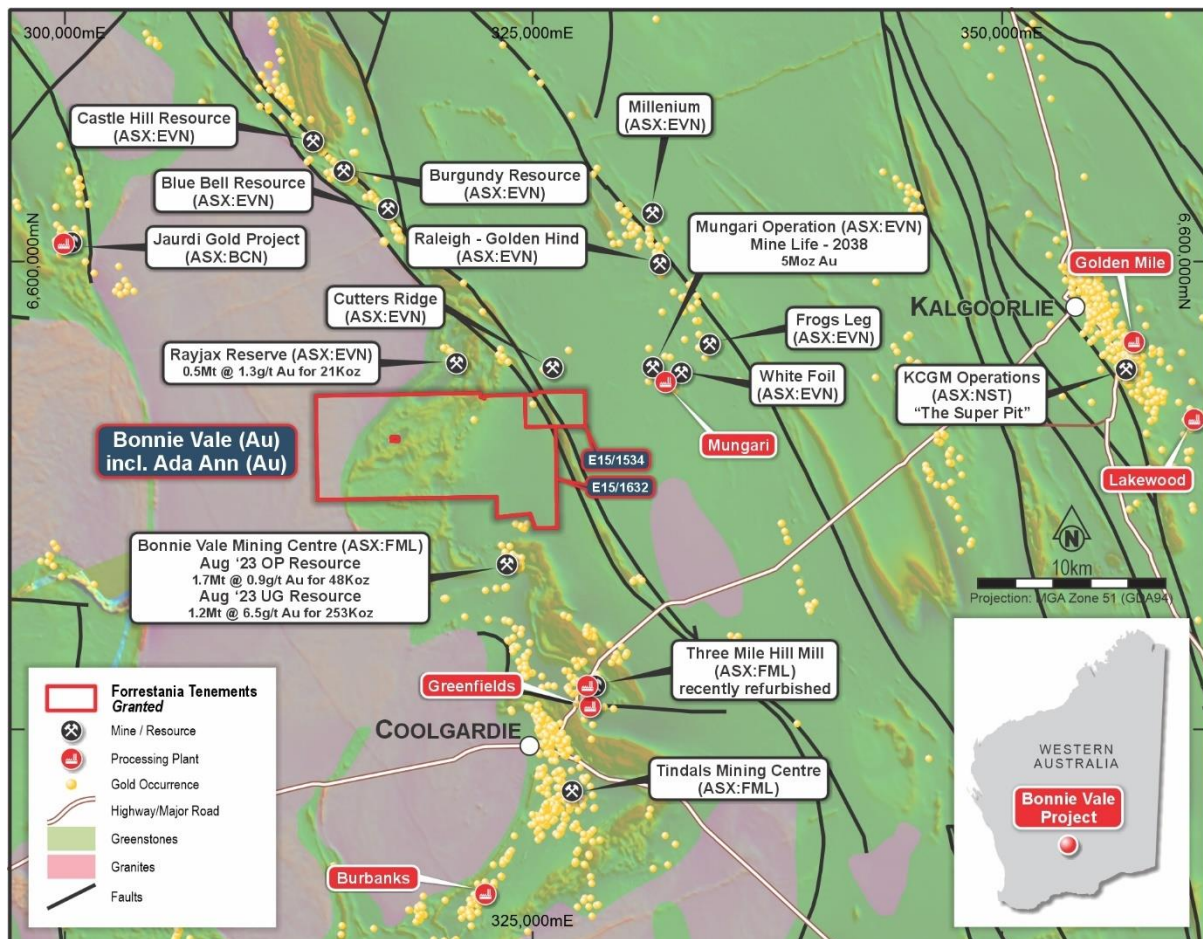


Figure 12: Regional location of the Company's E15/1632 and E15/1534 projects with selected gold operations and simplified geological interpretation.

During the reporting period, the Company completed significant field work/soil sampling programmes and as a result, has identified further areas of significant Au mineralisation, ~5km west of Ada Ann, in close proximity to other known historic workings and along strike from **(ASX:EVN) Evolution Mining's Rayjax resource (1.8km north of the E15/1632 tenement boundary)**.

The Christmas Gift historic mine is located within E15/1632 (but it is not part of the Company's tenement portfolio) and reportedly produced extremely high-grade Au (according to WAMEX A67050) with approximately **2500 tonnes mined at 40.5g/t Au**. Several, significantly anomalous geochemical results have been returned from work immediately north-east and south-west of Christmas Gift.

Significant Au rock chips and highly anomalous Au soil samples (with values up to 89.5ppb Au) have been returned from this work (Figure xx). These strong geochemical results suggest the potential for multiple Au drilling targets within E15/1632 and in close proximity to known areas of historically drilled and high-grade gold. Additionally, much of the area is untested by recent drilling.

Of further significance is a historic drilling programme completed by Capricorn Resources in 1997 on E15/1632. Capricorn Resources completed a regional soil sampling programme which returned several significant results, including **354ppb Au** (CGSS683) in close proximity to historic shafts and workings (~500m south-west of Christmas Gift) and **270ppb Au** (CGSS582) west of Christmas Gift.

Capricorn Resources followed up these geochem results with an extensive RAB drilling programme which returned assays of up to **4m @ 4.03g/t Au (including 1m @ 14.3g/t Au)** from XRB109; this particular intersection (in close proximity to CGSS582 (270ppb Au)) was followed up (in 1998) by Capricorn Resources with two scissor RC holes (99XGRC1 and 99XGRC2). However, the design of these RC holes would have failed to intercept sub-vertical or vertical structures and as such, the Company believes that these two holes were ineffective in fully testing the Au mineralisation potential of XRB109.

The Capricorn Resources' RAB programme returned other highly anomalous Au intercepts, including, but not limited to:

- **XRB37 – 5m @ 0.5g/t Au**
- **XRB106 – 5m @ 0.4g/t Au**
- **XRB44 – 5m @ 0.3g/t Au**

Significantly, some of the strong geochem anomalies around Christmas Gift to the north-east and south-west are **coincident with a magnetic low, a similar geophysical setting to Evolution Mining's Rayjax project** to the north. Many of these geochem anomalies have never been drill tested.

The Company believes that these strong historic Au intersections and the highly anomalous Au rock chips/geochemistry have further elevated the project area (E15/1632) into a very strong, regional exploration target.

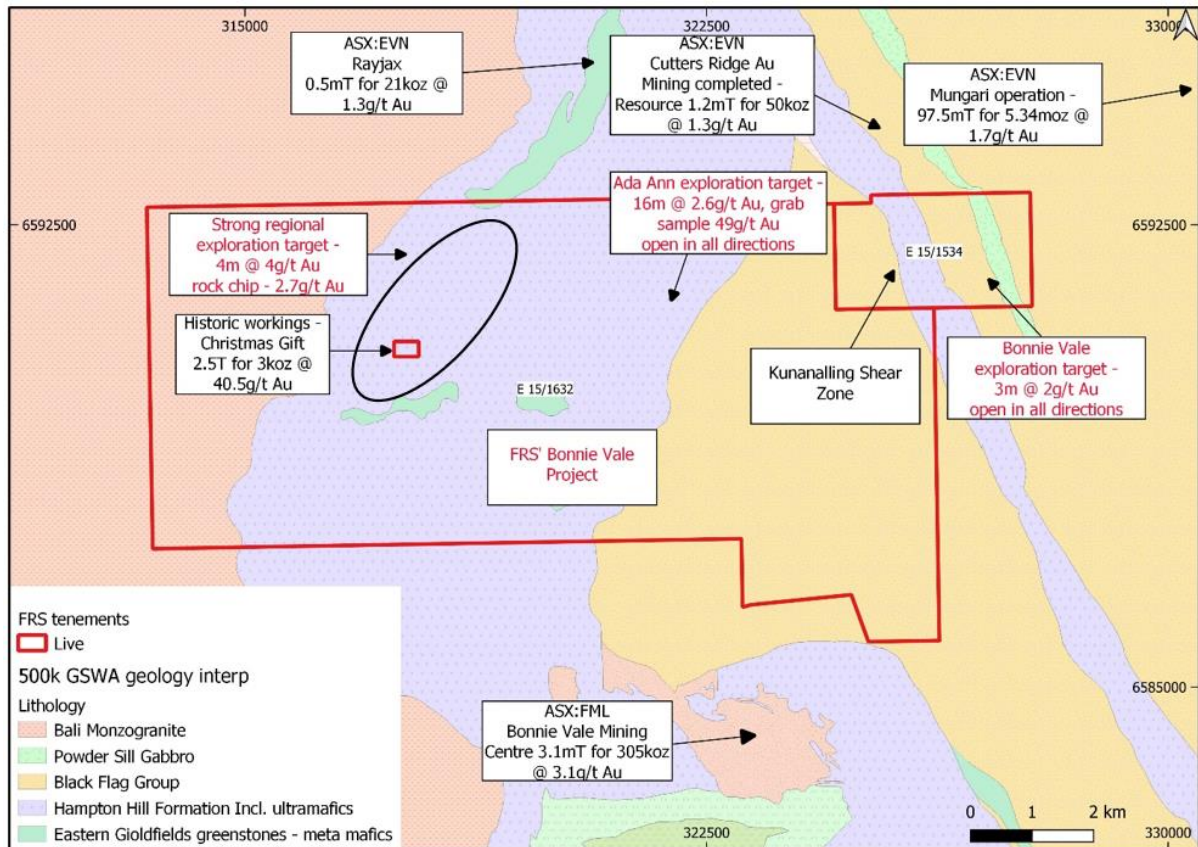


Figure 13: The location of the Bonnie Vale (E15/1632) and Bonnie Vale North (E15/1534) projects. Geology interpretation courtesy of GSWA. ASX: EVN Rayjax reserve figures taken from Annual mineral resources and ore reserves statement as at 31 December 2023; Cutters Ridge resource figures from ASX: EVN Annual mineral resources and ore reserves statement as at 31 December 2015. ASX: FML Bonnie Vale resource from Bonnie Vale Resource Update, 26th September 2023. Note: Christmas Gift sits within E15/1632, but is not part of Forrestania Resources' tenements. Historic production figures for Christmas Gift from WAMEX A67050.

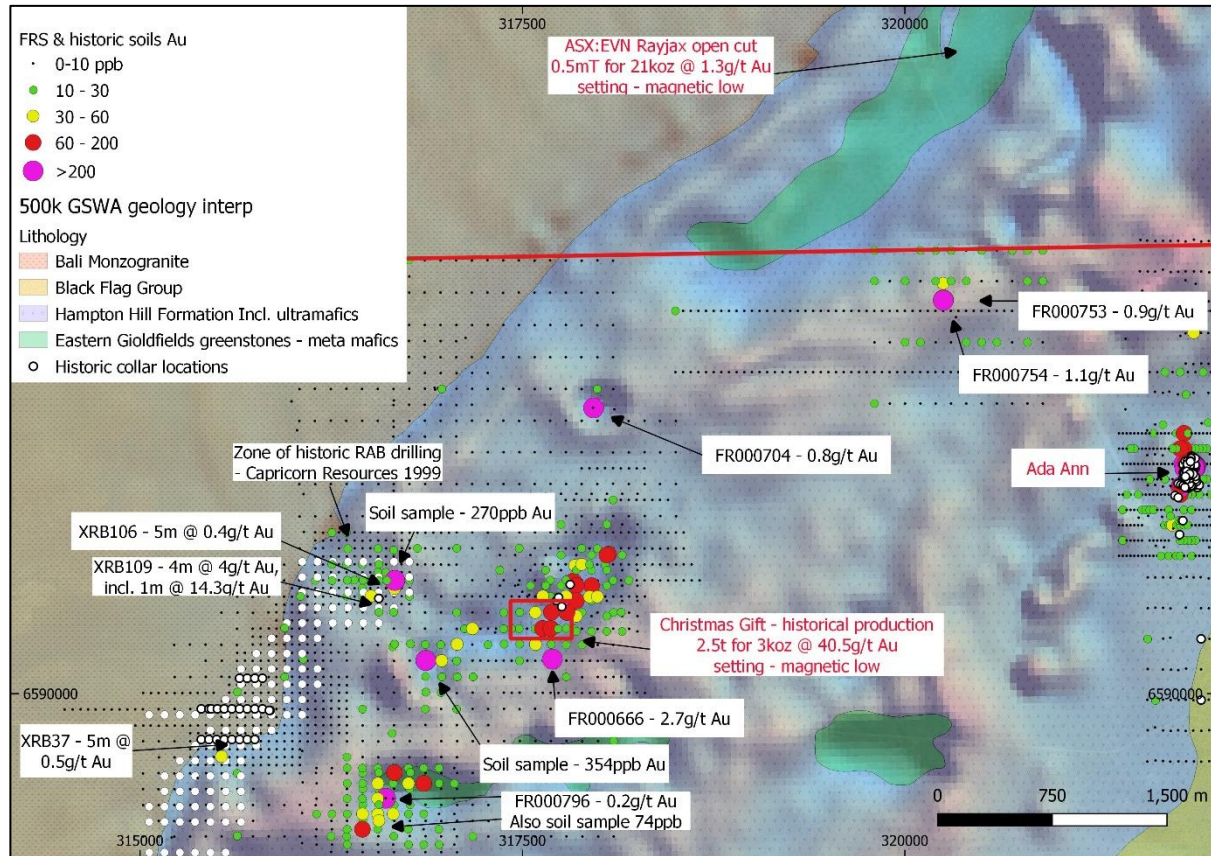


Figure 14: Regional geochem results in the western portion of Bonnie Vale (E15/1632). Data overlays government magnetics & geology, courtesy of Geoview/GSWA. Capricorn Resources drilling data courtesy of WAMEX A54628 and A58162. (FR prefix denotes rock sample). Note: Christmas Gift sits within E15/1632 but is not part of the Forrestania Resources' tenements. Historic production figures for Christmas Gift from WAMEX A67050

Breakaway Dam copper (E29/1037)

Highlights:

- Significant historic and recent Cu rock chips returned from Breakaway Dam include:
 - **FR000766 – 26.7% Cu, 15.4ppm Ag and 0.5ppm Au**
 - **K229729 – 23.0% Cu, 0.7ppm Au**
 - **K229730 – 1.1% Cu**
- Historic drill results from Breakaway Dam include several high-grade Cu intercepts:
 - **BDRC10 – 6m @ 1.2% Cu & 11.1g/t Ag (incl. 1m @ 3.86% Cu) (from 185m)**
 - **BDRC01 – 2m @ 1.1% Cu (from 20m)**
 - **BDRC07 – 1m @ 1% Cu (from 51m)**
 - **BDRC02 – 4m @ 0.5% Cu (from 44m)**
 - **BDRC06 – 12m @ 0.1% Cu (from 16m)**
 - **BD003 – 8m @ 0.2% Cu (including 2m @ 7.4g/t Ag) (from 145m)**
- Previous diamond and RC drilling also includes logged intervals of up to 80% sulphides (with chalcopyrite, pyrite and pyrrhotite mineralisation).
- Historic downhole electro-magnetic (DHEM) survey results indicate several potentially sulphide-bearing conductive plates, which remain completely untested by drilling.
- Anomalous, historic and recent geochemical results for Au, Ag, As, Bi, Cu, Mo, Pb, Se and Te.

During the reporting period, field work reviewing historic copper discoveries at Breakaway Dam has confirmed significant copper prospectivity at the Breakaway Dam prospect.

The Breakaway Dam project area is located approximately 17km east of Menzies, within the Gindalbie Terrane of Eastern Goldfields Super Terrane, part of Western Australia's Yilgarn Craton. The under-explored Alexandra Bore greenstone belt, interpreted by GSWA to be made up of predominantly mafic volcanics, strikes (roughly north to south) through the tenement and into the Company's E29/1158 project area. This greenstone belt is bounded on either side by Archean granitoids.

Research by Witt et al hypothesized that the Gindalbie Terrane emerged as a prospective regional target for VMS style mineralisation (The Gindalbie terrane as a target for VMS-style mineralization in the Eastern Goldfields Province of the Yilgarn Craton, Witt et al, 1996).

However, despite the Teutonic Bore VMS system (Teutonic Bore, Jaguar & Bentley mines – Figure 15) being located within the Gindalbie Terrane, and Breakaway Dam displaying strong geochemical anomalism with sulphide-rich, Cu drilling results (**BDRC10 – 6m @ 1.2% Cu (including 1m @ 3.86% Cu) & 11.07g/t Ag (from 185m) – with logged pyrite and pyrrhotite**), the Breakaway Dam copper target has not been drill tested since 2009, and only 5 holes have ever been drilled deeper than 70m.

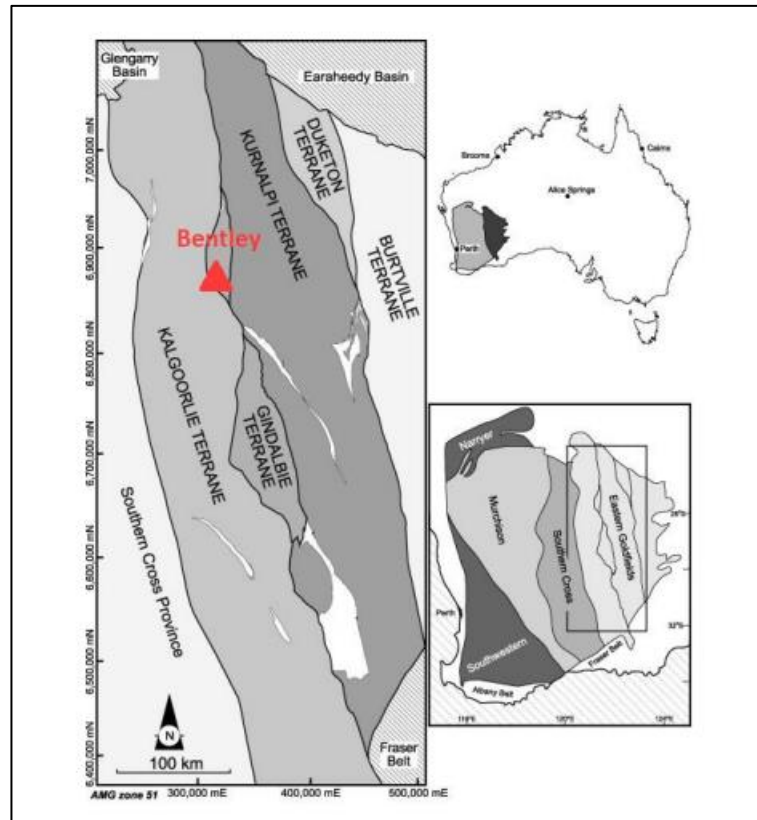


Figure 15: Geological terranes of the Eastern Goldfields Super Terrane, showing the location of the Bentley Zn-Cu-Ag-Au VMS deposit (part of the Teutonic Bore Cu-Zn-Ag-Au VMS system) within the Gindalbie Terrane (Australian Map Grid Zone 51) (Image from Connolly, R, 2020, modified from Krapež and Barley, 2008).

During the reporting period, malachite rock chip samples have been mapped by the Company from known historic workings, and large areas of sediments have also been mapped. As anticipated, highly anomalous Cu values were returned from the malachite sample – **FR000766 returned 26.7% Cu, 0.5ppm Au, 15.4ppm Ag and 245ppm Co**, backing up the historical geochemical data.

Strong geochemical results have also been returned across the tenement, with highly anomalous Cu (Figure 16) and pathfinder values from historic soil and rock chips, with a trend of approximately 2.5km of anomalous Cu soil and rock chip samples. Anomalous geochemical results for Au, Ag, As, Bi, Mo, Pb, Se and Te are coincident with this Cu trend and correspond with the (un-named) major faulted structure that strikes through the Alexandra Bore greenstone belt.

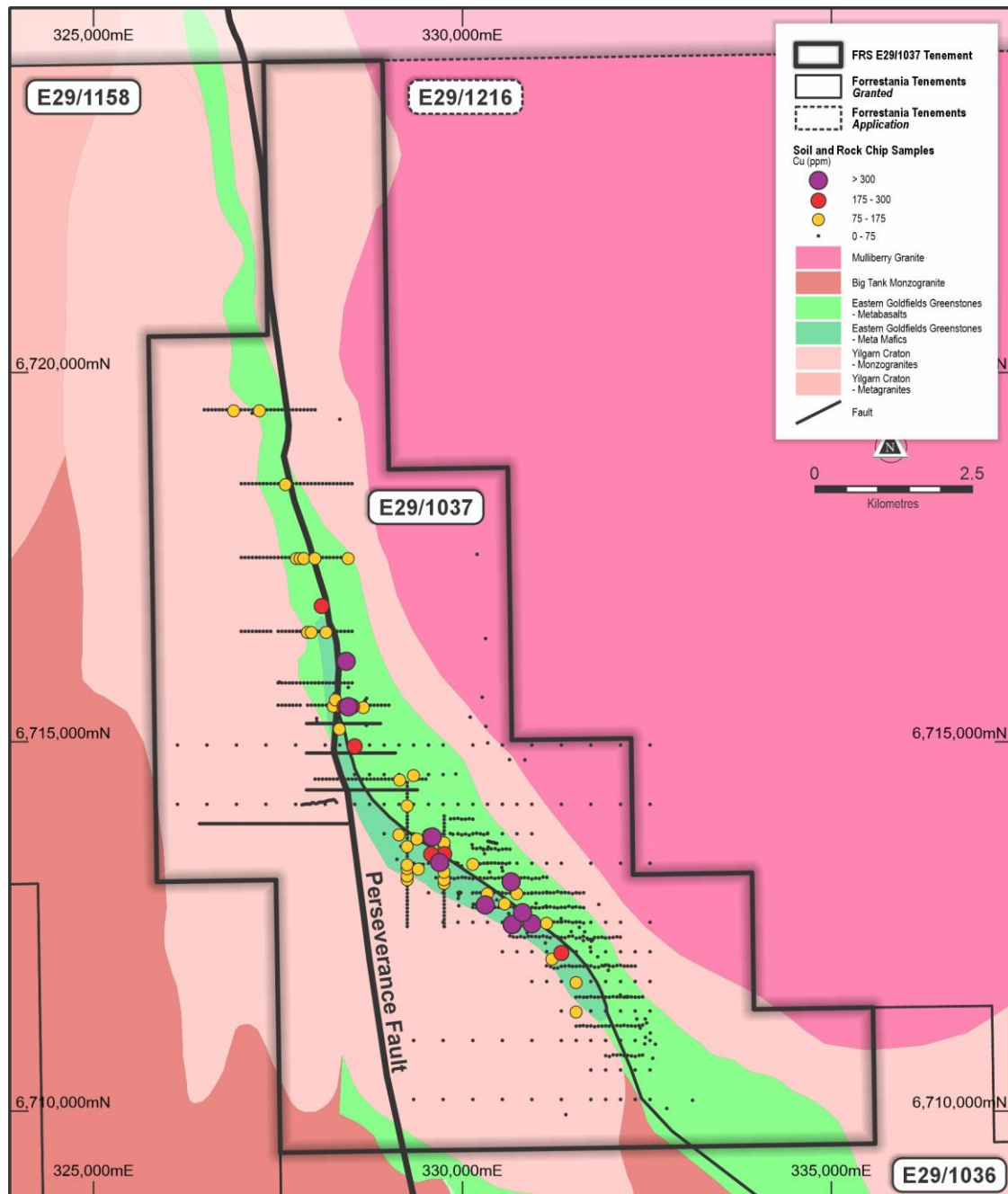


Figure 16: The Breakaway Dam project area showing anomalous Cu geochemical results over a significant strike extent. Geological map courtesy of GSWA.

After the discovery at Breakaway Dam of malachite stained, gossanous iron stone (**K229729 - 23% Cu and 0.7ppm Au**), Delta Gold NL (between 1997 and 1998) completed wide spaced auger and soil geochemical programmes, which reported anomalous Au and Cu results at several locations across the Breakaway Dam prospect (WAMEX report A55119), This was followed by a programme of very shallow RAB drilling (AXR001-AXR018).

In 2007, Amex Resources completed 7 shallow RC holes (BDR01-BDR07, the deepest hole was 58m) to further test a number of old prospecting pits, the anomalous geochemistry and moving loop electromagnetic (MLEM) anomalies. The first hole in the programme, BDR01 returned 2m @ 1.05% Cu from 20m (WAMEX report A78230). It is noteworthy that all of the holes (with the exception of BDR05) returned zones of Cu mineralisation in excess of 0.1% Cu.

An additional 3 holes (BDRC08-BDRC10) were completed, in order to test other MLEM targets and to further test the geochemical anomalies (WAMEX report A91577). Results included:

- **BDRC10 – 6m @ 1.19% Cu (including 1m @ 3.86% Cu), 11.07g/t Ag (including 1m @ 35.7g/t Ag) from 185m, with up to 40% pyrite and pyrrhotite**
- **BDRC08 – 4m @ 0.29% Cu and 1m @ 0.67% Cu, including 1m @ 3.2g/t Ag, from 36m (end of hole – 70m)**
- **BDRC09 - 8m @ 0.18% Cu, from 28m (end of hole – 76m)**

Subsequently, 3 diamond holes (BD001-BD003) were drilled in 2009, these were designed to test other MLEM targets, up to 650m north-west of BDRC10, results included:

- **BD001 – 7m @ 0.15% Cu (including 1m @ 0.51% Cu), 1.63g/t Ag (from 124m), with up to 20% pyrite, pyrrhotite and chalcopyrite**
- **BD001 – 2m @ 0.23% Cu (including 1m @ 0.42% Cu) (from 193m), with up to 10% pyrite, pyrrhotite and chalcopyrite**
- **BD002 – 2m @ 0.45% Cu (including 1m @ 0.71% Cu) (from 106m), with up to 10% pyrite, pyrrhotite and chalcopyrite**
- **BD003 – 8m @ 0.15% Cu (including 1m @ 0.45% Cu, 2m @ 7.35g/t Ag and 1m @ 0.38% Pb) (from 145m), with up to 70% pyrite, pyrrhotite and chalcopyrite**

(To be noted: none of the historic diamond drill core nor the historic RC chip trays are available, photos are also unavailable.)

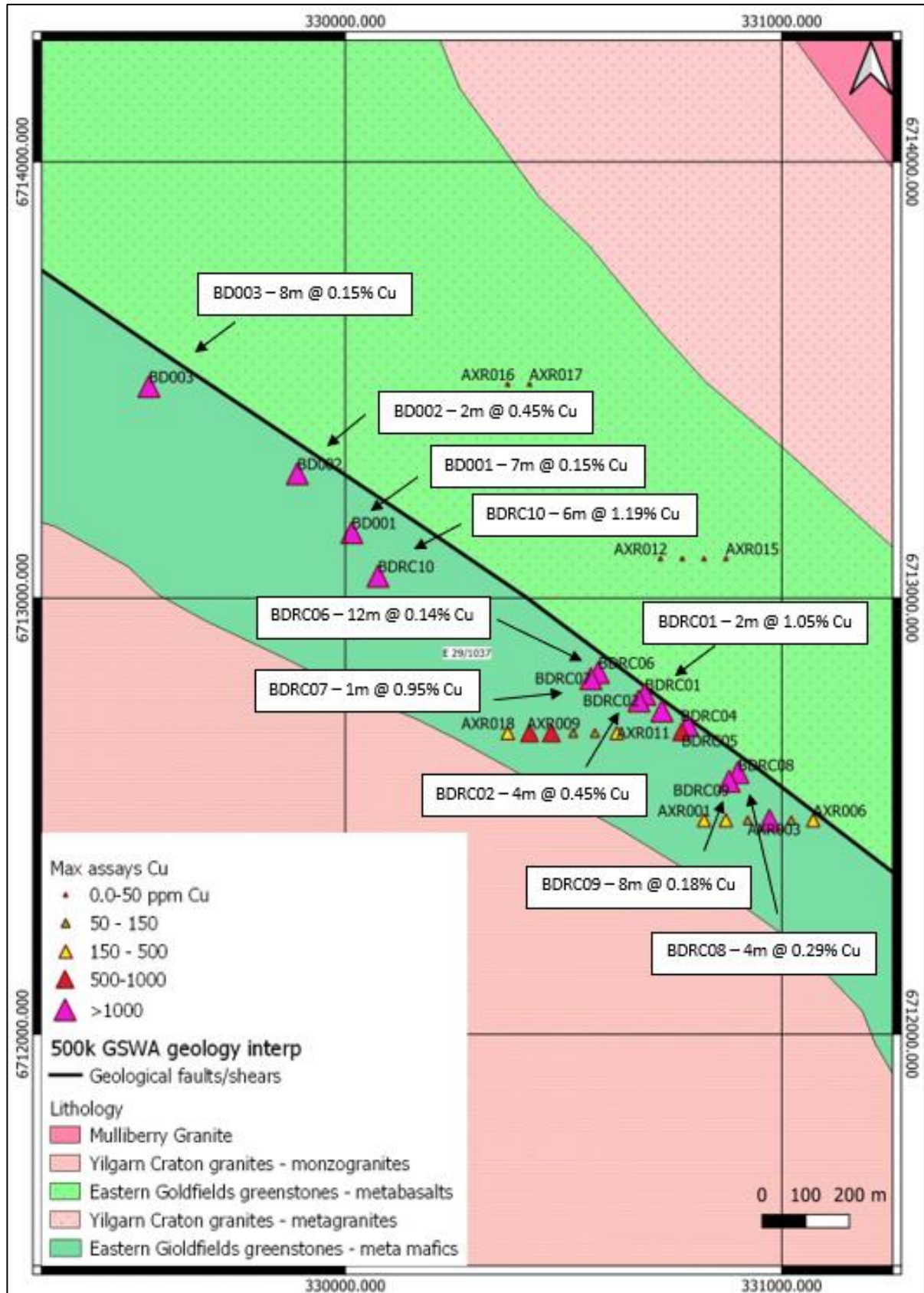


Figure 17: Location of historic drilling at Breakaway Dam with some of the significant drilling intersections for Cu. Geology map courtesy of GSWA.

Down hole geophysical surveying of the diamond holes (BD001-003) was completed by Amex Resources. As a result of these surveys, seven west-dipping, downhole electro-magnetic (DHEM) bedrock conductors were identified and interpreted by Southern Geoscience Consultants (SGC), in close proximity to the drill holes, at depths from 45-110m below surface. **The three strongest and largest of these conductive bodies have been interpreted (by SGC) as having sulphides as the conductive source and have yet to be drilled.** These downhole conductors are coincident with the magnetic anomalies seen in the ground EM (Figure 18).

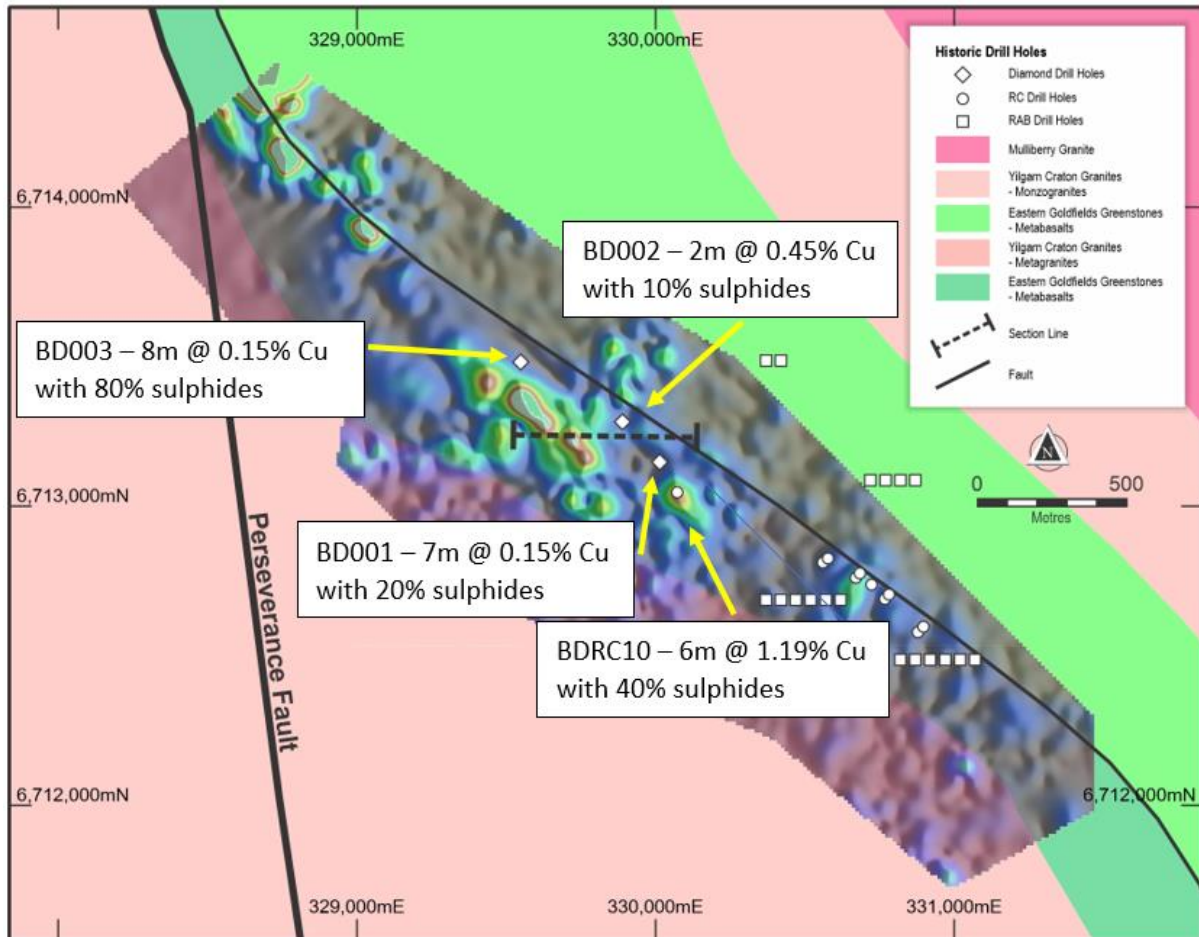


Figure 18: Ground EM over Breakaway Dam with sulphide percentages noted on intercepts. Geology map courtesy of GSWA.

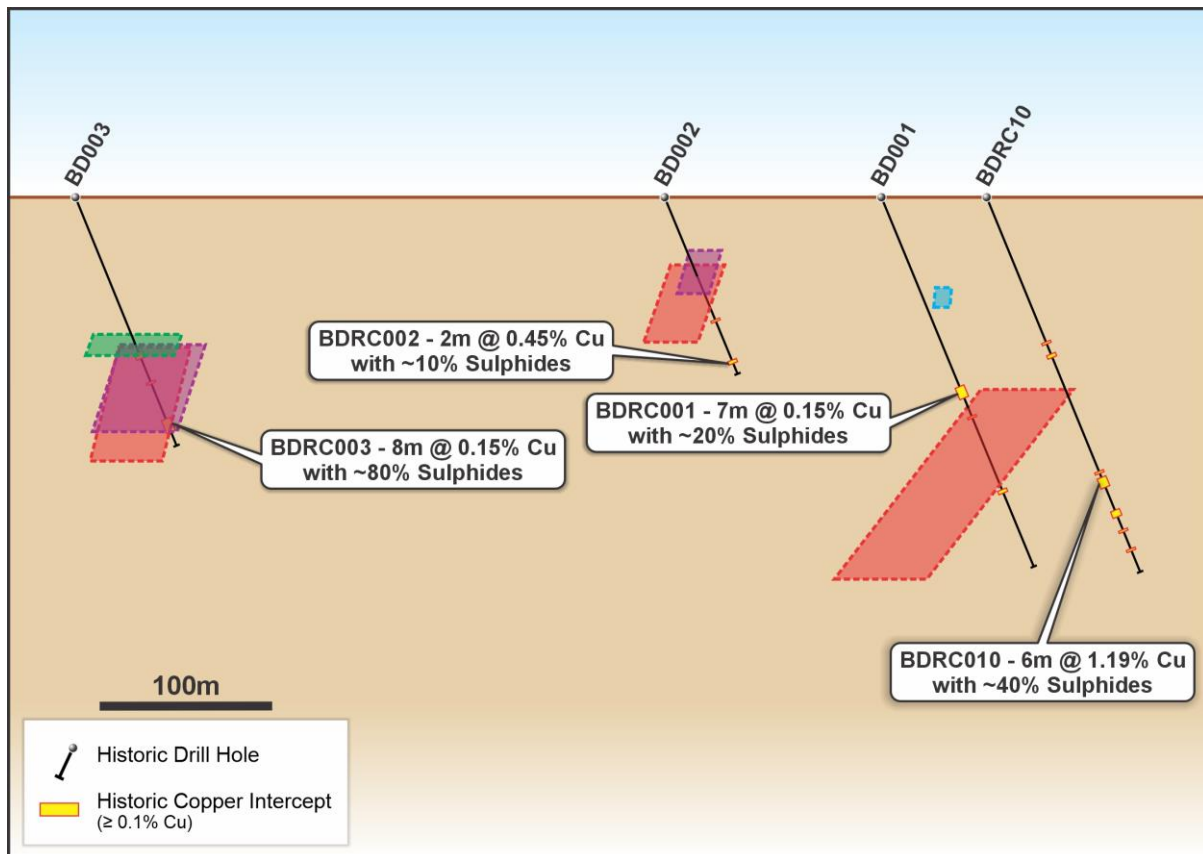


Figure 19: Section looking north showing interpreted conductive plates. The plate seen adjacent to BD001 and those adjacent to BD003 have been interpreted by Southern Geoscience Consultants as potentially sulphide-bearing. These electro-magnetic plates have never been drill tested.

Volcanogenic massive sulphide (VMS) ore deposits, also sometimes called volcanic hosted massive sulphide (VHMS) deposits form on or below the seafloor, as a result of volcanic and hydrothermal activity. Sulphide-rich fluids are released from the mantle. When these fluids react with seawater, base metal rich sulphide minerals are precipitated. Different metal sulphides tend to drop out of a metal solution at different temperatures – typically copper and gold first, followed by zinc and lead, giving a roughly zoned depositional model (Figure xx).

VMS deposits usually occur in clusters, often in close proximity to each other and within a particularly small area (~10 km²) as they are all related to the same event, with the metal-rich fluids escaping to the surface through a number of (black smoker) vents. Examples include the Bathurst Mining Camp in New Brunswick, Canada and importantly **the Teutonic Bore VMS complex (located approximately 140km north of Breakaway Dam)** which occurs in a sequence of Archean mafic and felsic volcanic rocks⁵ consisting of the Teutonic Bore, Jaguar and Bentley VMS deposits.

The Yilgarn Craton is characterized by a paucity of outcrop, deep weathering and oxidation which makes exploration more challenging, however the successful discovery of the Teutonic Bore VMS complex in the region (within the Gindalbie Terrane) suggest that there is strong exploration potential for similar style deposits in the area.

Significantly, the Breakaway Dam project shows a similar geochemical trend to other VMS deposits⁶ with elevated Cu, Zn, Pb, Au and Ag as well as highly anomalous values for As, Bi, Mo, Se and Te.

Breakaway Dam v VMS model

✓ Geochemistry

- Malachite is present at surface with anomalous shallow zones of Cu mineralisation from drilling (Malachite is a common carbonate and by far the most abundant alteration product of primary Cu minerals such as chalcocite and chalcopyrite).
- Significant Cu rock chips, containing up to **26.7% Cu**.
- Anomalous values for pathfinder geochemistry including **As, Bi, Mo, Se and Te as well as elevated values for Cu, Au and Ag**.

✓ Geophysics

- Drill testing of the historic ground EM has confirmed the presence of Cu mineralisation.
- Strong DHEM results - with interpreted sulphide bodies, in close proximity to drilled sulphides.
These DHEM conductive bodies have never been tested.

✓ Geology and geological setting

- Located within mafic rocks in the Gindalbie terrane, which also hosts the Teutonic Bore VMS complex.
- Much of the Breakaway Dam downhole geology has been historically logged as foliated amphibolite and schist, but the project area also has areas of untested outcropping sedimentary units.

✓ Copper and sulphide mineralisation

- The 2nd hole into the Jaguar deposit (part of the Teutonic Bore VMS complex) which was targeting a deep EM anomaly intersected (depth not reported):
 - **7.7 m of massive sulphide at 4.3% Cu, 16.1% Zn, 0.8% Pb, 173 g/t Ag and 0.24 g/t Au**
- Breakaway Dam best intercept so far:
 - **BDRC10 – 6m @ 1.19% Cu (including 1m @ 3.86% Cu and 1m @ 0.14% Zn), 11.07g/t Ag (including 1m @ 35.7g/t Ag) from 185m.**
 - **BDRC10 - 184-192m logged by geologists at the time as having up to 40% sulphide mineralisation with magnetic pyrite and pyrrhotite.**
- Multiple intervals throughout the historic holes at Breakaway Dam have logged pyrite, pyrrhotite and chalcopyrite.

✓ Lead and zinc mineralisation

- Highly anomalous lead and zinc mineralisation from drilling:
 - **BD002 – 2m @ 0.45% Zn (from 99m)**
 - **BD003 – 1m @ 0.38% Pb (from 151m)**

✓ AND...

- VMS deposits typically have lower grade feeder zones that occur adjacent to major accumulations of higher-grade massive sulphides.
 - **The Breakaway Dam project hasn't been drilled since 2009.**

Breakaway Dam lithium (E29/1037)

Highlights:

- Anomalously high lithium & LCT pathfinder results returned from pegmatite rock chips at Breakaway Dam (E29/1037).
- Multiple elevated lithium values, alongside Mg/Li ratios <30 and Nb/Ta ratios <8, suggest potential for highly fractionated/fertile pegmatites.
- Potentially large scale, LCT pegmatite province – approximately 22km of previously untested granite/greenstone.
- Excellent geochemical results for Li from pegmatite rock chips, including:
 - **FR000832 – 1,695ppm Li (3,649ppm Li₂O or 0.4% Li₂O)**
 - **FR000853 – 1,345ppm Li (2,896ppm Li₂O or 0.3% Li₂O)**
 - **FR000805 – 483ppm Li (1,040ppm Li₂O or 0.1% Li₂O)**
- Strong LCT pathfinder results, within Li-enriched pegmatite rock chips, including:
 - **FR000811 – 183ppm Nb (and 878pp Li₂O)**
 - **FR000808 – 162ppm Cs (and 704ppm Li₂O)**
 - **FR000774 – 2,100ppm Rb (and 523ppm Li₂O)**
 - **FR000895 – 128ppm Ta (and 172ppm Li₂O)**
 - **FR000877 – 96ppm Be (and 65ppm Li₂O)**
- Review of historic drilling results from Breakaway Dam has highlighted several pegmatite intercepts never previously tested for lithium, with multiple holes ending in pegmatite, including:
 - **AXR014 – 18m of logged pegmatite to EOH from 6m**
 - **AXR013 - 2m of logged pegmatite to EOH from 1m**
 - **AXR016 - 4m of logged pegmatite to EOH from 1m**
 - **Additionally, other holes also with logged pegmatite to EOH, at depths shallower than 30m**
- Results sit within ~20km of geologically significant greenstone/monzogranite contact, completely untested by drilling (for Li), but coincident with extensive, **highly anomalous K/Rb geochemistry**.
- Recent field work at Breakaway Dam has continued to map multiple, significant, outcropping LCT bearing pegmatites – up to 20m wide.
- Significantly, of the 99 rock chips that were lithologically logged as pegmatites (and with a value of >45ppm Li₂O):
 - **87% returned Mg/Li ratios <30**
 - **79% returned Mg/Li ratios <10**
- Of the 99 rock chips that were lithologically logged as pegmatites (and with a value of >45ppm Li₂O):
 - **90% returned Nb/Ta ratios <8**

During the reporting period, the Company has completed multiple mapping and reconnaissance field trips to the newly Breakaway Dam prospect. The focus of these field trips was to further enhance the Company's geological understanding of the project areas, and to further assess the potential for lithium mineralisation. The Breakaway Dam prospect has never previously been explored for its lithium potential; with previous, historic exploration instead focused on copper, gold and nickel.

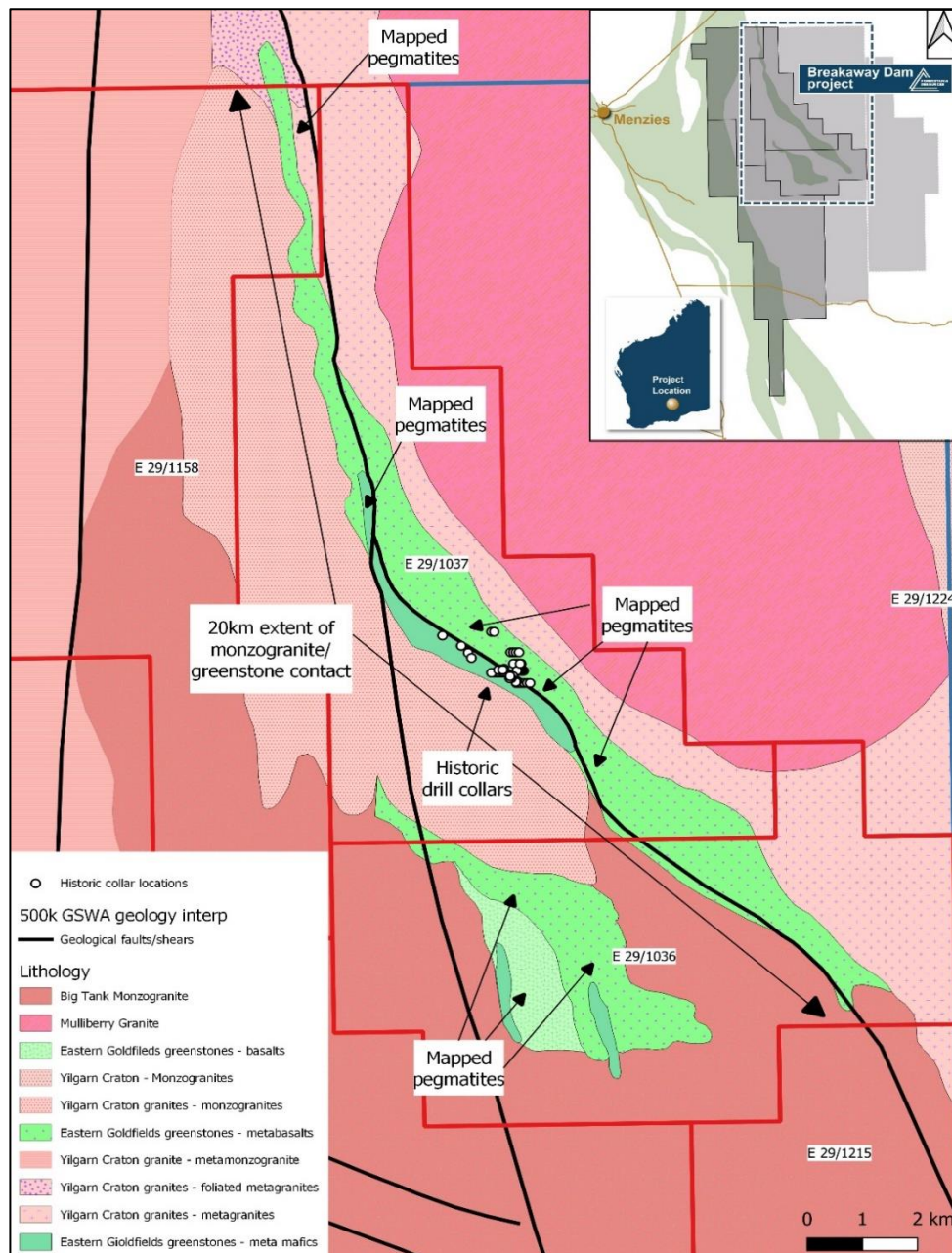


Figure 20: The Breakaway Dam project area with GSWA geology, showing areas of mapped pegmatites and historic drill collars.

Significantly, as a result of the Company's field work, multiple pegmatites have been confirmed and mapped across Breakaway Dam, with several highly anomalous lithium and LCT pathfinder results returned from sampled rock chips.

Multiple rock chips with Li₂O values > 500ppm were sampled, including:

- **FR000832 – 3649ppm Li₂O (includes 309ppm Cs)**
- **FR000853 – 2896ppm Li₂O (includes 64.7ppm Ta)**
- **FR000805 – 1040ppm Li₂O (includes 66.8ppm Cs)**
- **FR000811 – 878ppm Li₂O (includes 129ppm Ta)**
- **FR000808 – 704ppm Li₂O (includes 161.5ppm Cs)**
- **FR000807 – 549ppm Li₂O (includes 45.2ppm Cs)**
- **FR000774 – 525ppm Li₂O (includes 49ppm Ta)**
- **FR000781 – 502ppm Li₂O (includes 38.8ppm Ta)**

In order to determine the regional scale potential for LCT (lithium caesium tantalum) pegmatites at the Breakaway Dam project area, the Company utilised geochemistry to analyse the potential “fertility” and whether the pegmatites have the chemical composition that makes the area prospective for LCT mineralisation.

Fertile LCT pegmatites will have elevated Li, Cs and Ta values (as well as other pathfinder elements, including Be, Nb, Rb and Sn), as well as atypical elemental ratios, in particular for Mg/Li and Nb/Ta.

An elemental ratio is achieved by dividing one element by the other. In LCT exploration, Cerny, 1989 and Breaks et al, 2005 have suggested that the ratios (listed in the table below) for Mg/Li (magnesium/lithium) and Nb/Ta (niobium/tantalum), along with elevated lithium values are the most important indicators for pegmatite/granite fertility/fractionation; Cerny, 1989 and Breaks et al, 2005 have indicated the desired and prospective Mg/Li and Nb/Ta ratio ranges as seen in the table below:

Geochemical ratio	Required range for fertility/fractionation
Mg/Li (magnesium: lithium)	<30 = highly fertile, <50 = fertile, >50 = barren
Nb/Ta (niobium: tantalum)	≤8 indicates high fractionation

Table 3: Geochemical fertility ratios within fertile granites/pegmatites – required ranges. Reference: Cerny (1989, p. 283), Breaks et al (2005, p.9)

In terms of fertility and fractionation, when lithium values are elevated, Cerny and Breaks et al suggest the lower the Mg/Li ratio, the better. Significantly, of the 99 rock chips that were lithologically logged as pegmatites (and with a value of >45ppm Li₂O):

- **87% returned Mg/Li ratios <30**
- **79% returned Mg/Li ratios <10**

For the Nb/Ta ratio, of the 99 rock chips that were lithologically logged as pegmatites (and with a value of >45ppm Li₂O):

- **90% returned Nb/Ta ratios <8**

These results suggest the strong potential for a highly fertile pegmatite system in the Company’s Eastern Goldfields tenements with zones of Li mineralisation (combined with strong indicator Mg/Li and Nb/Ta ratios) up to 1200m in strike length.

Additionally, FRS geologists have geologically mapped significant Li rich pegmatites across the Breakaway Dam project area with a number of K/Rb ratios less than 30, indicating potentially fertile and fractionated pegmatites:

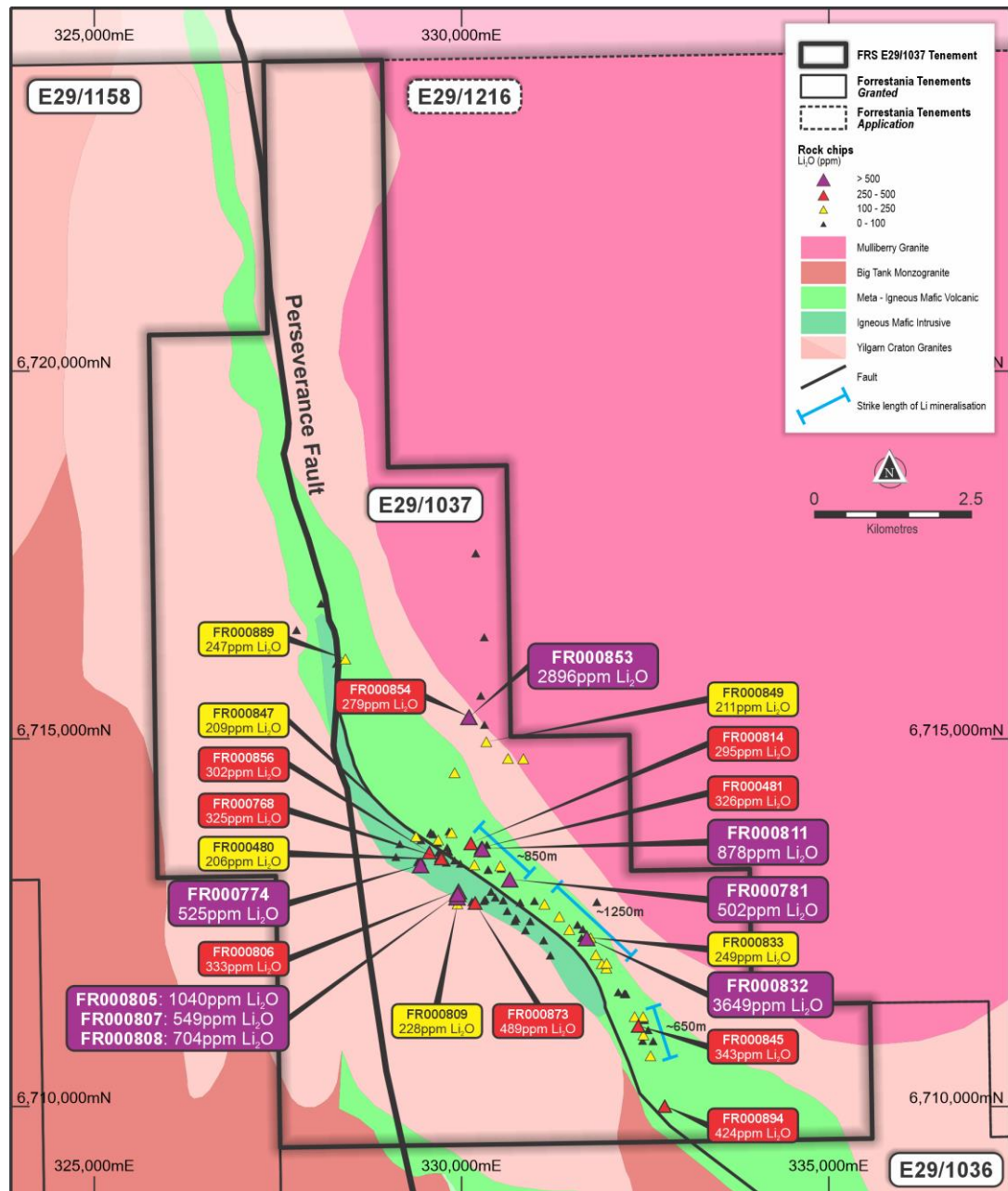


Figure 21: The Breakaway Dam project area (E29/1037) including all mapped pegmatite, granite and quartz vein locations from recent field trips. All samples >200ppm Li₂O are highlighted. The geological base map is courtesy of GSWA, the legend includes all geological units within the project area.

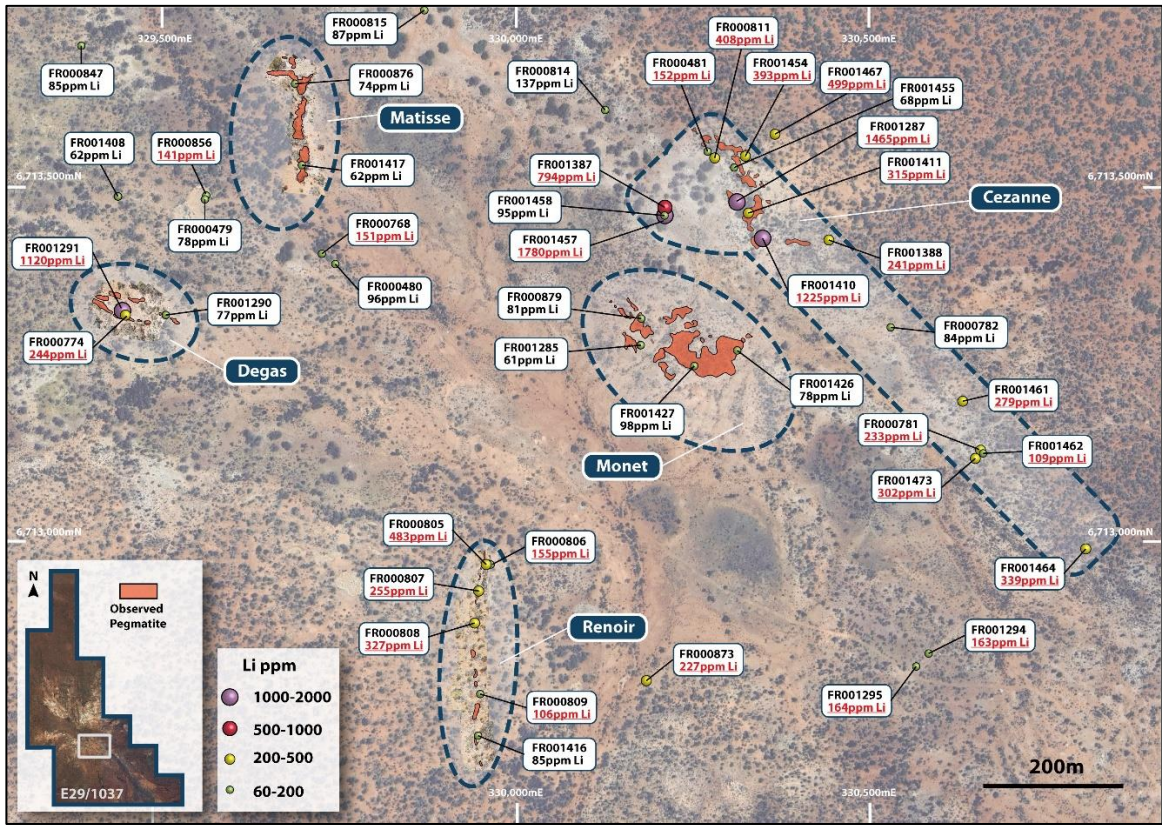


Figure 22: Breakaway Dam project area and observed surface pegmatites, with Li rock chips >60ppm

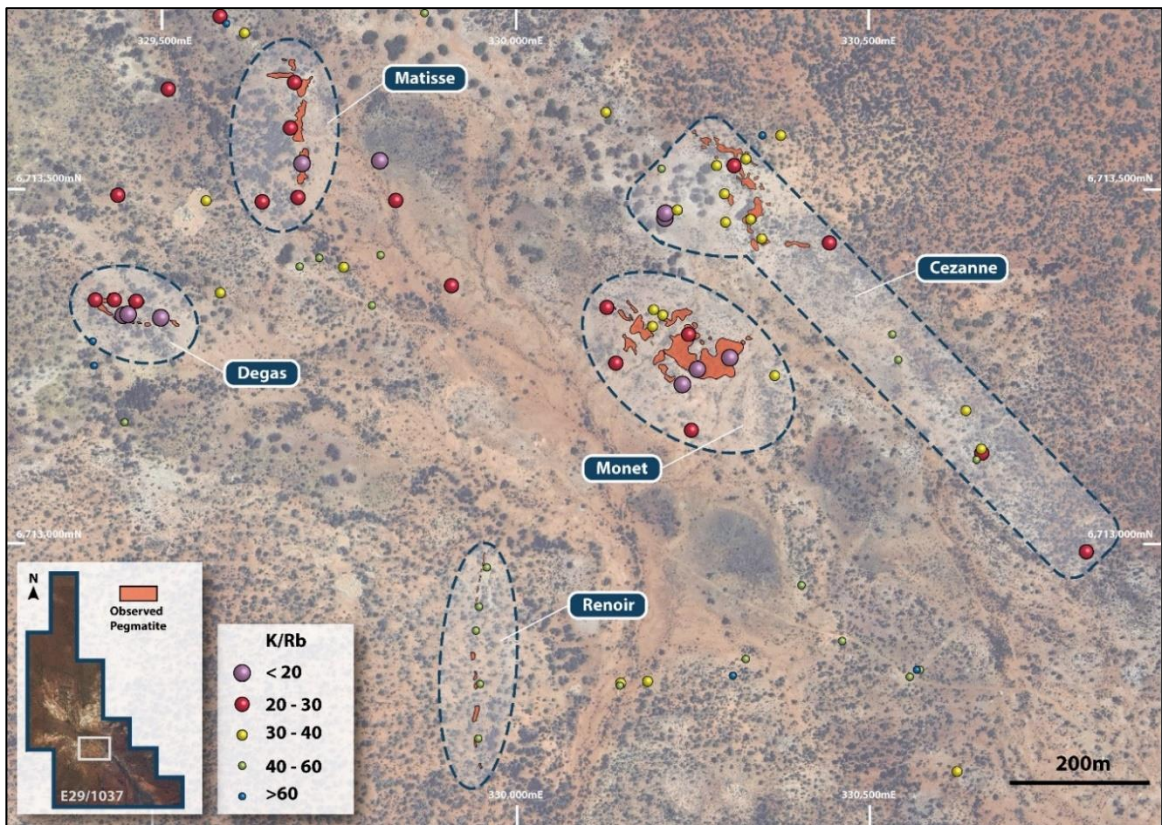


Figure 23: Breakaway Dam project area showing K/Rb ratios.

The Breakaway Dam project area has undergone 3 historic drilling programmes. All of these programmes have focused on the Cu and Au potential of the project area, with no focus on Li.

Several pegmatites were drilled during these drilling campaigns but despite the presence of pegmatites in several holes, none of these holes were ever assayed for lithium; with most only assayed for Au and Cu. The only drilling assay data available for lithium is from the holes drilled on the western side of the major fault, these holes intersected minimal pegmatites and all of the pegmatite intersections in these holes were assayed using aqua regia, rather than four acid – therefore, ineffectively testing for lithium values.

Significantly, several holes returned large pegmatite drilling intersections including:

- **AXR014 – 18m of logged pegmatites with the hole ending in pegmatite.**

These holes have never been followed up despite highly anomalous pegmatite outcrops close by.

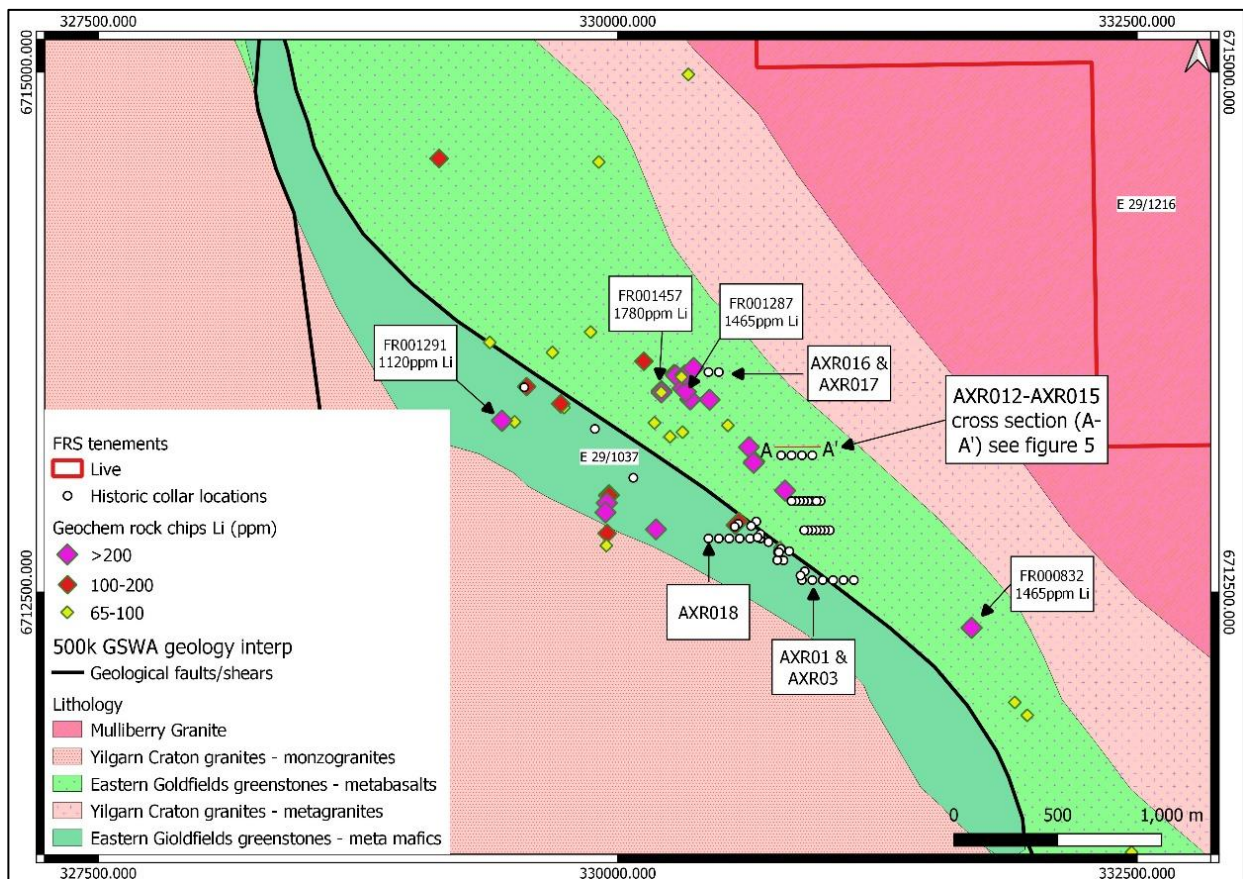


Figure 24: Breakaway Dam project area showing the previous, historic drilling (AXR holes referenced in this announcement are identified), FRS Li rock chips >65ppm Li (with selected high value Li rock chips). Geology map courtesy of GSWA.

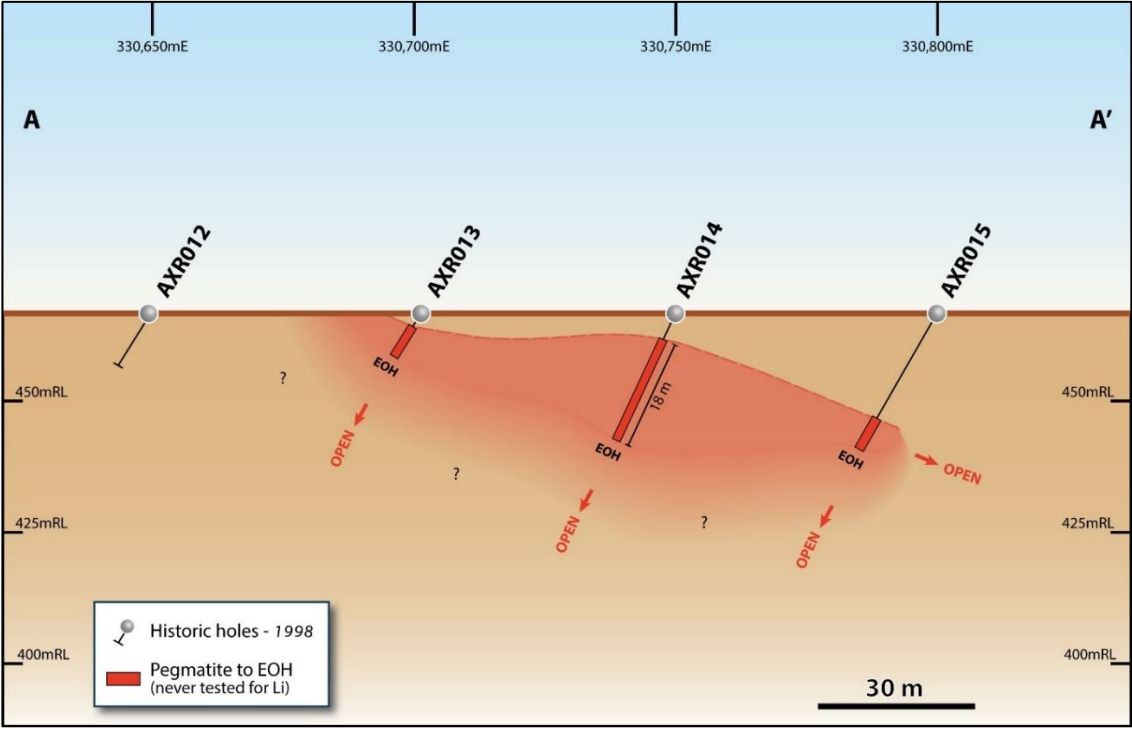


Figure 25: Cross section (A-A'), looking north at holes AXR012-AXR015, showing historically logged pegmatite intercepts.

Southern Cross project

The Southern Cross project area remains a strong exploration target for the Company. During the reporting period, the Company has continued to generate exploration targets at the Southern Cross tenements; multiple field and reconnaissance trips have been made to complement the office-based reviews.

The Company intends to focus more energy and time at the Southern Cross project area and is eagerly awaiting the granting of E77/2676.

Hydra Lithium project JV, Quebec, Canada

During the reporting period, the Company's JV partner ALX Resources completed field and reconnaissance trips to multiple prospects within the Hydra Lithium project area. No significant results were returned from the work.

Koolyanobbing Fe project

During the reporting period, the Company signed an option agreement with Netley Minerals Pty Ltd to acquire an iron ore exploration project in close proximity to Minerals Resources Limited (ASX:MIN)'s Koolyanobbing iron ore mine. During the Option period the Company completed 9 RC holes for 687m, but due to poor results, the Company elected not to proceed with the project and has allowed the option to lapse.

ASX announcements applicable to this annual report:

ASX: FRS – JV finalised on Hydra lithium project in Quebec, Canada, 10th July 2023
ASX: FRS – Spodumene intersected in drilling at South Iron Cap East, 12th July 2023
ASX: FRS – Anomalous lithium returned from rock chips, 9th August 2023
ASX: FRS – Assay confirming spodumene bearing mineralisation, 21st August 2023
ASX: FRS – Recommencement of exploration in James Bay, 24th August 2023
ASX: FRS – Copper prospectivity at Eastern Goldfields project, 14th September 2023
ASX: FRS – Extent of lithium mineralisation at South Iron Cap East, 28th September 2023
ASX: FRS – Volta exploration fieldwork underway, 27th October 2023
ASX: FRS – Breakaway Dam heritage survey completed, 15th December 2023
ASX: FRS – Breakaway Dam lithium update, 26th February 2024
ASX: FRS – Gold samples up to 49g/t Au at Ada Ann prospect, 10th April 2024
ASX: FRS – Bonnie Vale exploration update – rock chips up to 2.7g/t Au, 9th May 2024
ASX: FRS – Option to acquire highly prospective Koolyanobbing iron ore, 28th May 2024
ASX: FRS – Rock chips confirm hematite potential at Koolyanobbing, 4th June 2024
ASX: FRS – Netley native heritage survey commenced, 6th June 2024
ASX: FRS – New Fe targets identified at Koolyanobbing, 17th June 2024

ASX announcements pertinent to this report but outside of the reporting period:

ASX: FRS – Drilling programme underway at Koolyanobbing, 2nd July 2024
ASX: FRS – Drilling completed at Koolyanobbing, 23rd August 2024
ASX: FRS – Withdrawal from Fe option, 3rd September 2024
ASX: FRS – Option to acquire strategic, highly prospective Eastern Goldfields tenements, 19th May 2023
ASX: FRS – New pegmatites identified at Eastern Goldfields, 9th June 2023
ASX: FRS – Anomalous lithium returned from rock chips - Eastern Goldfields tenements, 9th August 2023

Other references:

The Gindalbie terrane as a target for VMS-style mineralization in the Eastern Goldfields Province of the Yilgarn Craton, Witt et al, 1996.

Short Wave Infrared Alteration Maps of a Volcanogenic Massive Sulphide Deposit: A case study of the Bentley Deposit, Western Australia, Connelly, R, 2020.

VMS mineralization in the Yilgarn Craton, Western Australia: a review of known deposits and prospectivity analysis of felsic volcanic rocks, GSWA, Hollis et al, 2017.

Geologic setting of the Teutonic Bore massive sulphide deposit, Archean Yilgarn Block, Western Australia, Economic Geology (1985) 80 (7), Halberg et al, 1985.

Cerny, P. 1989 'Exploration strategy and methods for pegmatite deposits of tantalum', in Lathanides, Tantalum and Niobium, Sprinder-Verlag, New York, pp. 247-302.

Breaks, F, Selway, J & Tindle, A 2005, 'A Review of Rare-Element (Li-Cs-Ta) Pegmatite Exploration Techniques for the Superior Province, Canada and Large Worldwide Tantalum Deposits', Canadian Institute of Mining, Metallurgy and Petroleum, vol.14, no.1-4, pp.1-30.

Volcanogenic Massive Sulphide Deposits, Hannington, 2014.

Supplementary data

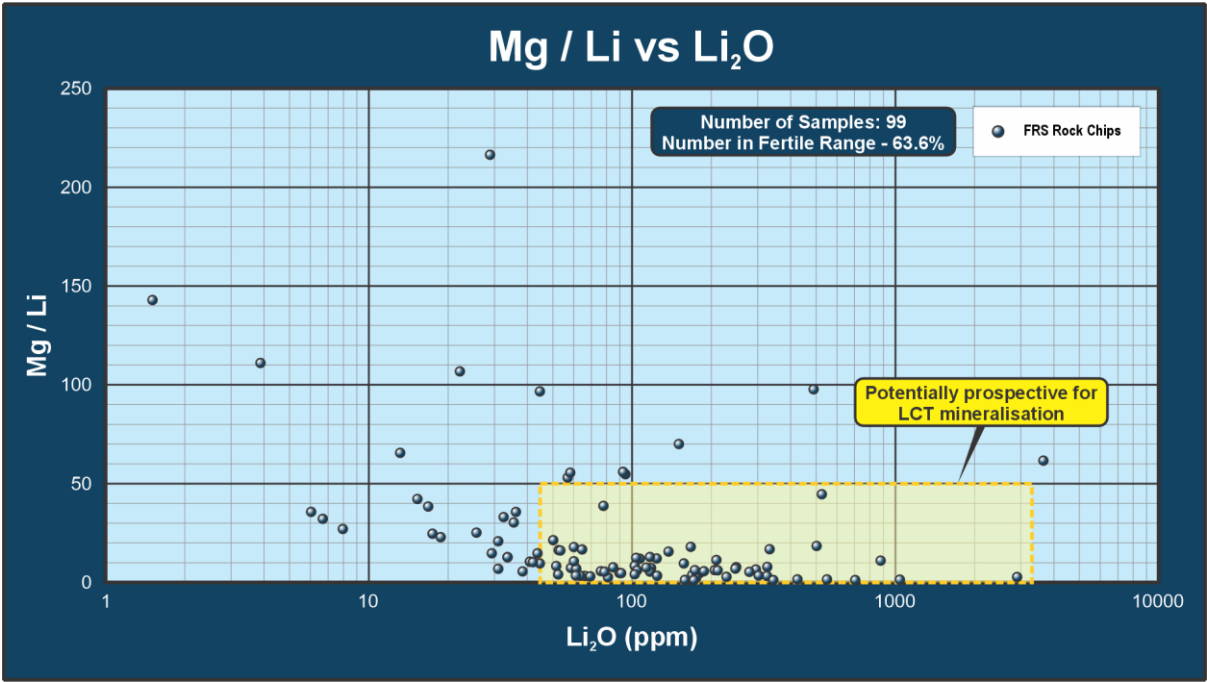


Figure 26: Scatter plot showing fertility ratio of Mg/Li vs Li₂O for pegmatitic and granitic rock chips (negative values not included). Yellow shaded shows the number of rock chips with a high exploration potential for LCT mineralisation; this is based on those samples with anomalous Li₂O values (>45ppm Li₂O) AND an Mg/Li ratio ≤ 50. Logarithmic scale used for x axis.

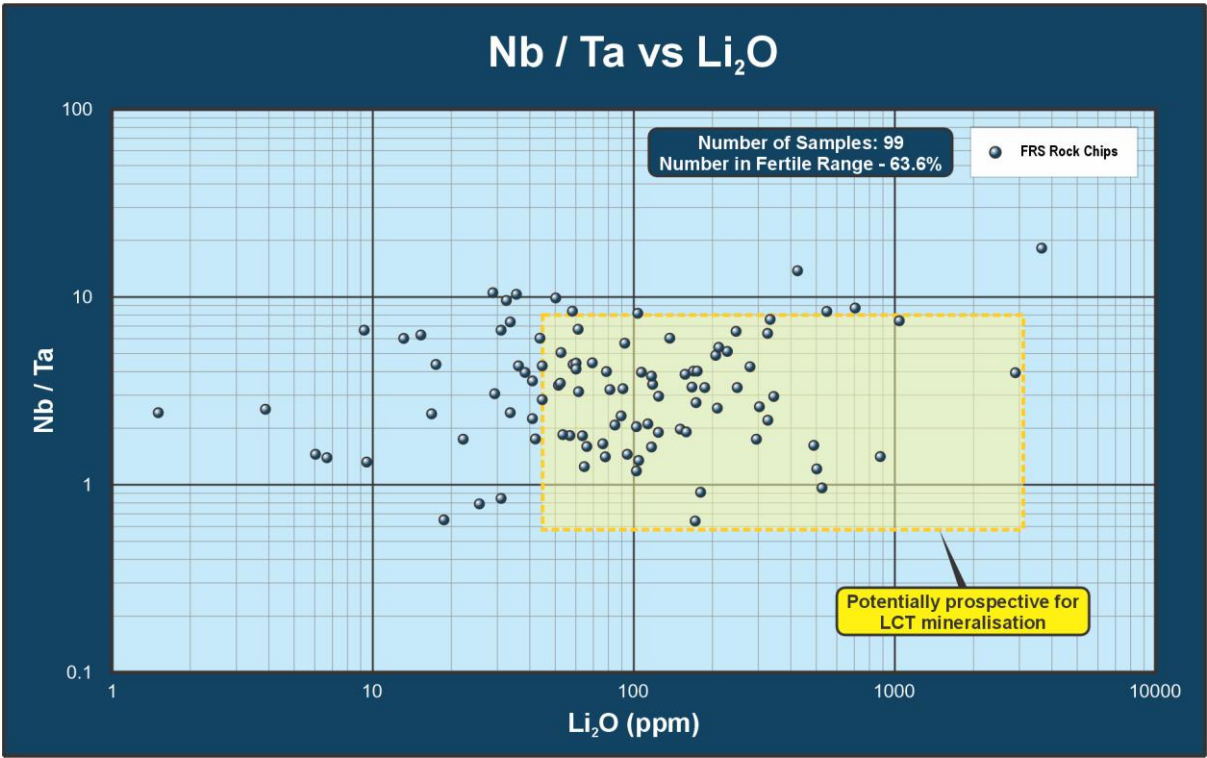


Figure 27: Scatter plot showing fertility ratio of Nb/Ta vs Li₂O for pegmatitic and granitic rock chips. Yellow shaded shows the number of rock chips with a high exploration potential for LCT mineralisation; this is based on those samples with anomalous Li₂O values (>45ppm Li₂O) AND an Nb/Ta ratio ≤ 8. Logarithmic scale used for x and y axis.

Competent Person's Statement

The information in this report that relates to exploration results is based on and fairly represents information compiled by Mr Ashley Bennett. Mr Bennett is the Exploration Manager of Forrestania Resources Limited and is a member of the Australian Institute of Geoscientists. Mr Bennett has sufficient experience of relevance to the styles of mineralisation and types of deposits under consideration and to the activities 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 Bennett consents to the inclusion in this report of the matters based on information in the form and context in which they appear.

Disclosure

The information in this report is based on the following publicly available ASX announcements and Forrestania Resources IPO, which is available from <https://www2.asx.com.au/>

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

Cautionary Statement Regarding Values & Forward-Looking Information

The figures, valuations, forecasts, estimates, opinions and projections contained herein involve elements of subjective judgment and analysis and assumption. Forrestania Resources does not accept any liability in relation to any such matters, or to inform the Recipient of any matter arising or coming to the company's notice after the date of this document which may affect any matter referred to herein. Any opinions expressed in this material are subject to change without notice, including as a result of using different assumptions and criteria. This document may contain forward-looking statements. Forward-looking statements are often, but not always, identified by the use of words such as "seek", "anticipate", "believe", "plan", "expect", and "intend" and statements than an event or result "may", "will", "should", "could", or "might" occur or be achieved and other similar expressions. Forward-looking information is subject to business, legal and economic risks and uncertainties and other factors that could cause actual results to differ materially from those contained in forward-looking statements. Such factors include, among other things, risks relating to property interests, the global economic climate, commodity prices, sovereign and legal risks, and environmental risks. Forward-looking statements are based upon estimates and opinions at the date the statements are made. Forrestania Resources undertakes no obligation to update these forward-looking statements for events or circumstances that occur subsequent to such dates or to update or keep current any of the information contained herein. The Recipient should not place undue reliance upon forward-looking statements. Any estimates or projections as to events that may occur in the future (including projections of revenue, expense, net income and performance) are based upon the best judgment of Forrestania Resources from information available as of the date of this document. There is no guarantee that any of these estimates or projections will be achieved. Actual results will vary from the projections and such variations may be material. Nothing contained herein is, or shall be relied upon as, a promise or representation as to the past or future. Forrestania Resources, its affiliates, directors, employees and/or agents expressly disclaim any and all liability relating or resulting from the use of all or any part of this document or any of the information contained herein. Visual estimates of mineral abundance should never be considered a proxy or substitute for laboratory analyses where concentrations or grades are the factor of principal economic interest. Visual estimates also potentially provide no information regarding impurities or deleterious physical properties relevant to valuations. The geochemical sampling data reported in this announcement is not intended to support a mineral resources estimation. All drilling widths given in this announcement are down hole widths and do not represent true widths.

TENEMENT SCHEDULE

30 June 2024

Project	Location	Tenement	Status	Interest owned
Forrestania	Yilgarn	M 77/549	Live	100%
Forrestania	Kondinin	E 77/2313	Live	100%
Forrestania	Kondinin /Yilgarn	E 77/2345	Live	100%
Forrestania	Lake Grace	E 74/627	Live	100%
Forrestania	Kondinin/Lake Grace	E 74/586	Live	100%
Forrestania	Kondinin	E 77/2346	Live	100%
Forrestania	Kondinin	E 77/2348	Live	100%
Forrestania	Kondinin/Lake Grace	E 74/591	Live	100%
Forrestania	Yilgarn	E 77/2364	Live	100%
Forrestania	Kondinin	E 77/2701	Live	80%
Forrestania	Kondinin	P 77/4325	Live	100%
Forrestania	Kondinin	P 77/4326	Live	100%
Forrestania	Kondinin	E 77/2764	Live	100%
Forrestania	Kondinin	E 77/2575	Live	80%
Forrestania	Kondinin	E 77/2576	Live	80%
Forrestania	Yilgarn	E 77/2872	Pending	-
Forrestania	Yilgarn	E 77/2873	Live	100%
Forrestania	Kondinin	E 77/2888	Pending	-
Forrestania	Kondinin	E 77/2637	Live	100%
Forrestania	Kondinin	P 77/4600	Live	100%
Forrestania	Yilgarn	E 77/2819	Live	100%
Forrestania	Yilgarn	E77/2887	Live	80%
Southern Cross	Yilgarn	E 77/2656	Live	100%
Southern Cross	Yilgarn	P 77/4544	Live	100%
Southern Cross	Yilgarn	E 77/2905	Pending	-
Southern Cross	Yilgarn	E 77/2676	Pending	-
Leonora	Leonora	E 37/1416	Live	100%
Leonora	Menzies	E 29/1103	Live	100%
Leonora	Menzies	E 29/1158	Live	100%
Leonora	Menzies	E 29/1118	Live	100%
Leonora	Leonora	E29/1215	Pending	-
Leonora	Leonora	E29/1216	Pending	-
Leonora	Leonora	E29/1226	Live	100%
Leonora	Leonora	E29/1225	Live	100%
Bonnie Vale North	Coolgardie	E15/1534	Live	-

Project	Location	Tenement	Status	Interest owned
Bonnie Vale North	Coolgardie	E15/1632	Live	-
Breakaway Dam	Leonora/Menzies	E29/1036	Live	-
Breakaway Dam	Leonora/Menzies	E29/1037	Live	-
Bonnie Vale	Coolgardie	E15/2044	Pending	-
Ida	Menzies	E29/1253	Pending	-
Ida	Menzies	E30/572	Pending	-
Ida	Menzies	E30/580	Pending	-
Ida	Menzies	E30/581	Pending	-
Leonora	Menzies	E31/1409	Pending/ballot	-
Leonora	Menzies	E31/1410	Pending/ballot	-
Leonora	Menzies	E31/1411	Pending/ballot	-
-	Karratha	E47/5119	Pending/ballot	-

Directors' Report

30 June 2024

The Directors of Forrestania Resources Limited (the "Company" or "Forrestania") present their report on the consolidated entity (the "Group") consisting of Forrestania Resources Limited and its subsidiaries for the period ended 30 June 2024.

Directors

Qualifications, Experience and Special Responsibilities of Directors

John Hannaford – Non-Executive Chairman

Appointed 12 February 2021

Mr Hannaford is an experienced company director and executive with extensive experience as a director of ASX listed companies, including Chairman. A qualified Chartered Accountant and Fellow of the Securities Institute of Australia, he has founded and listed several companies on the ASX. He has also advised numerous companies through the ASX listing process in his corporate advisory career. He has established an extensive corporate network and gained a highly distinguished reputation over the last twenty years of corporate life in Australia.

Other current directorships

MTM Critical Metals Ltd (Chairman)

Voltaic Strategic Resources Ltd

Special responsibilities

Chairman

Risk & Audit Committee Member

Former directorships in the last three years

Kula Gold Ltd

Interests in shares and options

6,505,953 shares

4,250,000 options (expiry date 27/06/25 exercise price \$0.30)

1,012,500 options (expiry date 21/09/25, exercise price \$0.30)

2,000,000 options (expiry date 29/11/24, exercise price \$0.25)

674,286 options (expiry date 30/06/26, exercise price \$0.15)

895,833 options (expiry date 20/11/25, exercise price \$0.075)

David Izzard – Non-Executive Director

Appointed 12 February 2021

Mr Izzard is an experienced finance executive and director with over 15 years' experience in the mining industry. He has a strong knowledge of mining operations, financing and project management. Over the last three years he has been involved in identifying economical mining projects and executive teams to execute and operate projects.

David is a qualified accountant and has an MBA and a Master of Mineral Economics from Curtin University.

Mr Izzard is a substantial shareholder of Forrestania Resources Limited.

Directors' Report

30 June 2024

Other current directorships

MTM Critical Metals Ltd
Voltaic Strategic Resources Ltd

Special responsibilities

Risk & Audit Committee Member

Former directorships in the last three years

None

Interests in shares and options

6,316,667 shares
4,250,000 options (expiry date 27/06/25 exercise price \$0.30)
1,012,500 options (expiry date 21/09/25, exercise price \$0.30)
2,225,000 options (expiry date 29/11/24, exercise price \$0.25)
800,000 options (expiry date 30/06/26, exercise price \$0.15)
533,335 options (expiry date 20/11/25, exercise price \$0.075)

William Higgins – Non-Executive Director

Appointed 3 June 2021

William has more than a decade of experience as a geologist across multiple commodities, with a specialised expertise in gold exploration. He has identified the potential and planned exploration leading to significant gold discoveries in Western Australia, including Northern Star Resources' Ramone mine located in the Eastern Goldfields region, and multiple economic discoveries and resource advancements in the Southern Cross Region.

Mr Higgins is a member of AIG with a Bachelor of Science Degree, majoring in Geology from University of Canterbury. He is an independent Director of the Company

Other current directorships

None

Special responsibilities (Forrestania Resources Ltd)

None

Former directorships in the last three years

None

Interests in shares and options

1,901,191 shares
2,000,000 options (expiry date 27/06/25 exercise price \$0.30)
312,500 options (expiry date 21/09/25, exercise price \$0.30)
612,500 options (expiry date 29/11/24, exercise price \$0.25)
142,857 options (expiry date 30/06/26, exercise price \$0.15)
166,668 options (expiry date 20/11/25, exercise price \$0.075)

Michael Anderson – Managing Director and CEO

Appointed 7 March 2023

Resigned 22 November 2023

Scott Patrizi – Non-Executive Director

Appointed 23 November 2023

Resigned 25 June 2024

Directors' Report

30 June 2024

Cecilia Tyndall – Company Secretary
Appointed 2 February 2022

Cecilia is an experienced chartered accountant having had a variety of CFO and Company Secretary roles with ASX listed companies with over 20 years' experience in resources and industrial sectors.

Cecilia is a member of Chartered Accountants Australia and New Zealand and the Governance Institute of Australia.

Principal Activities

The Company was established in February 2021 and the principal activities of the group during the financial year were the exploration of mineral tenements in Western Australia ("WA") and Quebec, Canada.

Dividends

No dividends have been declared, provided for or paid in respect of the period ended 30 June 2024.

Corporate and Financial Position

The Group's net loss from operations for the period was \$5,931,979.

As at 30 June 2024, the Group had net current assets of \$435,851.

The Directors believe there are sufficient funds to meet the Group's working capital requirements and as at the date of this report the Group believes it can meet all liabilities as and when they fall due.

This report is prepared on the going concern basis which assumes the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business (refer Note 1.6).

The Directors have reviewed the business outlook and the assets and liabilities of the Group and are of the opinion that the going concern basis of accounting is appropriate as they believe the Group will continue to be successful in securing additional funds through equity issues as and when the need to raise funds arises.

Business Strategies and Prospects

The group currently has the following business strategies and prospects over the medium to long term:

- (i) Seek to maximise the value of the group through successful exploration activities;
- (ii) Selectively expand the Group's portfolio of exploration assets; and
- (iii) Examine other new business development opportunities in the mining and resources sector.

Business risks

Exploration and operating

Mineral exploration and development is a high-risk undertaking. There can be no assurance that exploration of the Projects or any other exploration properties that may be acquired in the future will result in the discovery of an economic resource. Exploration in terrains with existing mineralisation endowments and known occurrences may slightly mitigate this risk.

The future exploration activities of the Company may be affected by a range of factors including geological conditions, limitations on activities due to seasonal weather patterns, unanticipated operational and technical difficulties, industrial and environmental accidents, native title process, changing government regulations and many other factors beyond the control of the Company.

The success of the Company will also depend upon the Company having access to sufficient development capital, being able to maintain title to its projects (Projects) and obtaining all required approvals for its activities. In the event that exploration programs are unsuccessful this could lead to a diminution in the value of its Projects, a reduction in the cash reserves of the Company and possible relinquishment of part or all of its Projects.

Market conditions

Share market conditions may affect the value of the Company's Shares regardless of the Company's operating performance. Share market conditions are affected by many factors such as:

- (a) general economic outlook;
- (b) availability of skilled staff and expertise
- (c) introduction of tax reform or other new legislation;
- (d) interest rates and inflation rates;

- (e) changes in investor sentiment toward particular market sectors;
- (f) the demand for, and supply of, capital; and
- (g) terrorism or other hostilities.

The market price of Shares can fall as well as rise and may be subject to varied and unpredictable influences on the market for equities in general and resource exploration stocks in particular. Neither the Company nor the Directors warrant the future performance of the Company or any return on an investment in the Company.

Significant Changes in the State of Affairs

In the opinion of the Directors, there were no significant changes in the state of affairs of the Group which have not been disclosed elsewhere in this report.

Review of Operations

The following is a summary of the activities Forrestania Resources Limited during the period 1 July 2023 to 30 June 2024.

Corporate

The Company's Managing Director, Michael Anderson, resigned on 22 November 2023. Chairman John Hannaford is currently acting as Interim CEO

Koolyanobbing Fe Project

On 28 May 2024, the Company announced, that it had entered into an option to acquire 100% of Netley Minerals Pty Ltd (Netley) the holder of one exploration licence & rights to explore for iron ore on two further exploration licences, all located in the Yilgarn Region of Western Australia.

Entitlement Offer

The Company announced a pro-rata renounceable entitlement offer, under a Prospectus dated 23 October 2023, of one (1) Share for every two (2) Shares held by those Shareholders registered at the Record Date at an issue price of \$0.03 per Share together with one (1) free New Option for every two (2) Shares applied for and issued to raise approximately \$1,534,524. Each New Option has an exercise price of A\$0.075 with an expiry date of 20 November 2025.

The Company received total applications for 14,635,384 Shares, and 7,317,692 Options. Applications for a further 36,515,416 Shares and 18,257,708 Options under the Shortfall Offer were received from Eligible Shareholders. The balance of the offer, Shares and Options, were taken up by clients of the Lead Manager, Mahe Capital Pty Ltd.

To accommodate shareholders and investors who applied for additional shares, the Company agreed to undertake a Placement to raise an additional \$250,000 on the same terms as the rights issue. Following the completion of the Placement, the total amount raised was approximately \$1,78m (before costs). Under the placement the Company issued a total of 8,333,333 new fully paid ordinary shares (Shares) and 4,166,667 New Options. The Placement was made under the Prospectus and a Supplementary Prospectus lodged by the Company.

Shares in lieu of cash

The Company signed an agreement with Top Drill Pty Ltd whereby Forrestania was able to pay part of the invoice issued for drilling services by Top Drill by way of shares. On 31 August 2023 the Company issued 627,298 shares @ \$0.1565 per share to the value of \$98,195.50.

ALX Transaction

The Company closed the acquisition of 50% interest in the Hydra Joint Venture by paying a total of CAD\$350,000 (AUD\$408,204) to ALX resources Corp. on 5 July, 6 July and 7 July respectively.

In addition to the payment of cash, on 7 July 2023 FRS issued 4,579,586 shares to ALX to the value of CAD\$600,000 (AUD\$680,492).

Non-renounceable Entitlement Offer completed

The offer (prospectus lodged on 29 May 2023) was fully underwritten and the shortfall of 3,529,286 shares was placed by the 4th of July 2023 which raised an additional amount of approximately \$247k (before costs). For each New Share applied for, shareholders were issued with a free attaching quoted option (Options).

At the General Meeting held on 6 July 2023, shareholders approved the issue of 2m quoted options to the underwriters of the entitlement offer.

Matters subsequent to the end of the financial year

Subsequent to the 2024 financial year end the following transactions took place:

The Company made the decision not to exercise the Netley Minerals Pty Ltd option.

Environmental and Social Regulation and Performance

The Group's operations are subject to various environmental laws and regulations under the relevant government's legislation. Full compliance with these laws and regulations is regarded as a minimum standard for all operations to achieve.

Instances of environmental non-compliance by an operation are identified either by external compliance audits or inspections by relevant government authorities. There have been no significant known breaches by the group during the financial period.

The Group is developing a framework of stewardship of our environment and are focussed on providing social benefits and mutually rewarding outcomes for the communities in which it operates.

Likely Developments and Expected Results

It is the Board's current intention that the Group will seek to progress exploration on existing projects. The Group will also continue to examine new opportunities in the mineral exploration and resources sector where appropriate.

These activities are inherently risky and there can be no certainty that the Group will be able to successfully achieve the objectives.

Greenhouse Gas and Energy Data Reporting Requirements

The Directors have considered compliance with the National Greenhouse and Energy Reporting Act 2007 which requires entities to report annual greenhouse gas emissions and energy use. The Directors have assessed that there are no current reporting requirements, but may be required to do so in the future.

Meetings of Directors

The following table sets out the number of meetings of the Company's directors held during the period ended 30 June 2024, and the number of meetings attended by each director.

	Board Meetings Number Eligible to attend	Board Meetings Number attended
John Hannaford	2	2
Michael Anderson	1	-
David Izzard	2	2
William Higgins	2	2
Scott Patrizi	-	-

One (1) Audit and Risk Committee meeting was convened during the period with two directors in attendance. The Audit and Risk committee did not perform a formal review of the Company's risk management framework however it is continually considered and assessed by the full Board in conducting its business.

Corporate Governance council recommendation 7.2 was not adopted during the year ended 30 June 2024.

Insurance of Officers and Auditors

During or since the end of the financial year the Company has given an indemnity or entered into an agreement to indemnify, or paid or agreed to pay insurance premiums as follows:

The Company has paid premiums to insure each of the Directors against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of Director of the Company, other than conduct involving a wilful breach of duty in relation to the Company. The amount of the premium is \$16,350 exclusive of GST.

Share Options on Issue at the Date of this Report

Unissued shares

At the date of this report, the unissued ordinary shares of Forrestania Resources Limited under option are as follows:

Unquoted (exercise price \$0.30 and 27/06/25 expiry date)	12,000,000
Unquoted (exercise price \$0.30 and 17/08/25 expiry date)	500,000
Unquoted (exercise price \$0.30 and 21/09/25 expiry date)	5,750,000
Unquoted (exercise price \$0.60 and 14/02/25 expiry date)	1,500,000
Unquoted (exercise price \$0.65 and 17/08/25 expiry date)	750,000
Unquoted (exercise price \$0.60 and 16/06/25 expiry date)	125,000
Unquoted (exercise price \$0.65 and 16/12/25 expiry date)	125,000
Quoted FRSO (exercise price \$0.25 and 29/11/24 expiry date)	34,524,318
Quoted FRSOA(exercise price \$0.15 and 30/06/26 expiry date)	29,651,521
Quoted FRSOB(exercise price \$0.075 and 20/11/25 expiry date)	31,526,604
Total existing Options	116,452,443

Performance Rights

At the date of this report, the unissued ordinary shares of Forrestania Resources Limited include 5,000,000 Performance Rights. 1,000,000 Performance Rights have vested but not exercised.

Shares issued as a result of the exercise of options

During the financial year, employees and executives did not exercise any options to acquire ordinary shares.

Non-Audit Services

There were no non-audit services provided during the period by the auditor, Hall Chadwick WA Audit Pty Ltd.

Auditor's Independence Declaration

The auditor's independence declaration is on page 51 of the Financial Report.

Remuneration Report

(Audited)

This Remuneration Report outlines the director and executive remuneration arrangements of the Company in accordance with the requirements of the *Corporations Act 2001* and its Regulations. For the purposes of this report Key Management Personnel (KMP) of the Group are defined as those persons having the authority and responsibility for planning, directing and controlling the major activities of the Group, directly or indirectly, including any Director (whether executive or otherwise) of the Group. Based on this definition the KMP of Forrestania Resources Limited are the directors of the Company. No performance reviews of Directors or executives remuneration were undertaken in the period.

Details of Key Management Personnel

Directors

John Hannaford	Non-Executive Chairman
David Izzard	Non-Executive Director
William Higgins	Non-Executive Director
Michel Anderson	Managing Director and CEO (resigned 22 November 2023)
Scott Patrizi	Non-Executive Director (appointed 23 November 2023, resigned 25 June 2024)

There were no changes in KMP after the reporting date and before the date the annual financial report was authorised for issue.

Overview of company performance

The table below sets out information about Forrestania Group earnings and movements in shareholder wealth for the two years up to the current financial year.

	2024	2023
	\$	
NPAT(\$)	(5,931,979)	(1,652,406)
Share price at year end (\$)	0.039	0.09
Basic EPS	(0.04)	(0.03)
Total dividends per share	-	-

Remuneration Philosophy

The performance of the Company depends upon the quality of its Directors and Executives. To prosper, the Company must attract, motivate and retain highly skilled Directors and Executives.

To this end, the Company embodies the following principles in its remuneration framework:

- Provide competitive rewards to attract high calibre executives; and
- Link executive rewards to shareholder value.

Due to the early stage of development which the Company is in, shareholder wealth is directly affected by the Company share price, as the Company is not in a position to pay dividends. By remunerating Directors and Executives in part by share based payments, the Company aims to align the interests of Directors and Executives with Shareholder wealth, thus providing individual incentive to perform and thereby improving overall Company performance and associated value.

As the Company has been incorporated since 12 February 2021 and remains in the development stage of an inherently risky industry, the remuneration policy does not currently take into account current or prior year earnings. Other than share based payments made to the KMP from time to time, there is no specific link to the Company's performance and KMP' remuneration.

Remuneration structure

In accordance with best practice corporate governance, the structure of non-executive director and executive remuneration is separate and distinct.

Board and Senior Executive performance review and evaluation

The Board did not conduct a formal review of its members during the year ended 30 June 2024. The Board, mindful of its duties, considers it appropriate to monitor the performance on an ongoing basis and conduct a formal review of its members and other senior executives and management when necessary.

Corporate Governance Council recommendations 1.6 and 1.7 have therefore not been adopted during the year ended 30 June 2024.

Non-executive director remuneration

Objective

The Board seeks to set aggregate remuneration at a level which provides the Company with the ability to attract and retain directors to the highest calibre, whilst incurring a cost which is acceptable to shareholders.

Structure

The Constitution and the ASX Listing Rules specify that the aggregate directors' fees payable to non-executive directors shall be determined from time to time by a general meeting. An amount not exceeding the amount determined is then divided between the directors as agreed.

The Board determines payments to the non-executive directors and reviews their remuneration annually, based on market practice, duties and accountability. Independent external advice is sought when required. Cash fees for non-executive directors are not linked to the performance of the Company or shareholder wealth.

The employment conditions of the Non-Executive Chairman, Mr John Hannaford, and the Non-Executive Directors, David Izzard and William Higgins, were formalised in a contract of employment that were effective from 30 September 2021 after the Company's listing on ASX. The total remuneration package of Mr Hannaford is \$50,000 per annum plus statutory superannuation. The remuneration packages for Mr Izzard and Mr Higgins from 30 September 2021 is \$36,000 per annum respectively plus statutory superannuation.

All remuneration paid to Non-Executive Directors is valued at cost to the Company and expensed.

Executive remuneration

Objective

The Company aims to reward executives with a level and mix of remuneration commensurate with their position and responsibilities within the Company and so as to:

- Reward executives for Company performance;
- Align the interest of executives with those of shareholders; and
- Ensure total remuneration is competitive by market standards.

Structure

The remuneration policy for executives is to provide a fixed remuneration component and a specific equity related component. The board believes that this remuneration policy is appropriate given the stage of development of the Company and the activities which it undertakes and is appropriate in aligning director objectives with shareholder and business objectives.

The remuneration policy going forward in regard to setting the terms and conditions for the executives has been developed by the board taking into account market conditions and comparable salary levels for companies of a similar size and operating in similar sectors.

Fixed Remuneration

Objective

The level of fixed remuneration is set so as to provide a base level of remuneration.

Fixed remuneration is to be reviewed annually and the process consists of a review of company and individual performance, relevant comparative remuneration in the market and internal policies and practices.

Structure

The remuneration policy, in regard to setting the terms and conditions for executives, has been developed by the board taking into account market conditions and comparable salary levels for companies of a similar size and operating in similar sectors.

The remuneration of executives for the period ended 30 June 2024 is detailed below, within this section.

Variable Remuneration

Objective

The objective of variable remuneration provided is to reward executives in a manner which aligns this element of remuneration with the creation of shareholder wealth.

Directors' Report

30 June 2024

Structure

Variable remuneration may be delivered in the form of options, rights, shares or cash bonus. No cash bonuses, or shares were granted or paid during the period ended 30 June 2024. Performance Rights were issued as detailed in the Key Management Personnel Remuneration table below.

Key Management Personnel Remuneration

Key Management Personnel remuneration - 2024	Short term employee benefits	Post-employment benefits	Share based payments	Consulting Fees	Total
	Salary	Superannuation	Performance rights		
Non-Executive Directors					
John Hannaford	50,000	5,550	-	84,450	140,000
David Izzard	36,000	3,960	-	-	39,960
William Higgins	36,000	3,960	-	-	39,960
Scott Patrizi	-	-	-	21,969	21,969
Managing Director					
Michel Anderson ¹	205,134	19,932	(75,145)	-	149,921
Total	327,134	33,402	(75,145)	106,419	391,810

Key Management Personnel remuneration - 2023	Short term employee benefits	Post-employment benefits	Share based payments	Consulting Fees	Total
	Salary	Superannuation	Performance rights		
Non-Executive Directors					
John Hannaford	50,000	5,250	-	55,009	110,259
David Izzard	36,000	3,780	-	-	39,780
William Higgins	36,000	3,780	-	-	39,780
Managing Director					
Michel Anderson ¹	96,923	10,177	75,145	-	184,245
CEO					
Angus Thomson ²	97,601	10,248	-	-	107,849
Total	316,524	33,235	75,145	55,009	479,913

¹ Michael Anderson was appointed as Managing Director 7 March 2023 and resigned 22 November 2023.

² Angus Thomson resigned as CEO on 3 November 2022

Performance Rights awarded, vested and lapsed during the year

Key Management Personnel	Financial year	Award date	Number of Performance Rights	Vesting date	Exercise price	Expiry date	No cancelled during year	Value of rights granted during the year
Michael Anderson	2024	08/03/23	10,000,000	Performance based	-	08/03/28	(10,000,000)	(\$75,145)

Directors' Report

30 June 2024

Additional Disclosures Relating to Key Management Personnel

Shareholding

The number of shares in the company held during the financial period by KMP of the entity, including their personally related parties, is set out below:

	Balance at 01/07/2023	Purchased	Vendor	Capital raise ^{2,3}	Balance at Reporting Date
Non-Executive Directors					
John Hannaford	4,751,786	-	-	1,754,167	6,505,953
Michael Anderson ^{1,4} (MD)	1,720,844	-	-	860,422	2,581,266
David Izzard	5,250,000	-	-	1,066,667	6,316,667
William Higgins	1,567,857	-	-	333,334	1,901,191
Scott Patrizi	-	-	-	-	-
Total	13,290,487	-	-	4,014,590	17,305,077

	Balance at 01/07/2022	Purchased	Vendor	Capital raise ¹	Balance at Reporting Date
Non-Executive Directors					
John Hannaford	4,037,500	-	-	714,286	4,751,786
Michael Anderson ¹ (MD)	-	1,000,000	-	720,844	1,720,844
David Izzard	4,450,000	-	-	800,000	5,250,000
William Higgins	1,425,000	-	-	142,857	1,567,857
CEO					
Angus Thomson ²	-	-	-	-	-
Total	9,912,500	1,000,000	-	2,377,987	13,290,487

1. Non-renounceable 1:5 entitlement issue at \$0.07 per share
2. Non-renounceable 2:5 entitlement issue at \$0.07 per share
3. Non-renounceable 1:2 entitlement issue at \$0.03 per share
4. Holdings as at date of resignation 22 November 2023

Directors' Report

30 June 2024

Option holding

The number of shares in the company held during the financial period by KMP of the entity, including their personally related parties, is set out below:

	Balance at 01/07/2023	Capital ^{3, 4} raise	Board Options	Vendor	Employee Options ²	Balance at Reporting Date
Directors						
John Hannaford	7,976,786	1,130,952	-	-	-	9,107,738
Michael Anderson ⁵ (MD)	720,844	430,211	-	-	-	1,151,055
David Izzard	8,287,500	1,333,335	-	-	-	9,620,835
William Higgins	3,067,857	309,525	-	-	-	3,377,382
Scott Patrizi	-	-	-	-	-	-
Total	20,052,987	3,204,023	-	-	-	23,257,010

	Balance at 01/07/2022	Capital ¹ raise	Board Options	Vendor	Employee Options ²	Balance at Reporting Date
Directors						
John Hannaford	5,262,500	2,714,286	-	-	-	7,976,786
Michael Anderson (MD)	-	720,844	-	-	-	720,844
David Izzard	5,262,500	3,025,000	-	-	-	8,287,500
William Higgins	2,312,500	755,357	-	-	-	3,067,857
CEO						
Angus Thomson ²	1,500,000	-	-	-	(750,000)	750,000
Total	14,337,500	7,215,487	-	-	(750,000)	20,802,987

1. Non-renounceable option issue 1 new option for every 2 shares held at a price of \$0.005 per new option.
2. Unvested options were cancelled as a result of end of employment.
3. Non-renounceable share issue with 1 free option for every share subscribed for. Exercise price \$0.15 each on/before 30 June 2026.
4. Non-renounceable share issue with 1 free option for every share subscribed for. Exercise price \$0.075 each on/before 20 November 2025.
5. Holdings as at date of resignation 22 November 2023

Use of Remuneration Consultants

The company did not use the services of any remuneration consultants during the period.

Transactions with key management personnel

During the period 1 July 2023 to 30 June 2024, office accommodation and administration services were provided by Rockford Partners Pty Ltd, a company that is controlled by David Izzard and John Hannaford. An amount of \$100,109 was invoiced by Rockford Partners Pty Ltd, for provision of these services for the period up to 30 June 2024.

During the period 1 July 2023 to 30 June 2024, a commercial storage facility was provided by Fordrock Pty Ltd, a company that is controlled by David Izzard and John Hannaford. An amount of \$13,145 was invoiced by Fordrock Pty Ltd, for provision of this service for the period up to 30 June 2024.

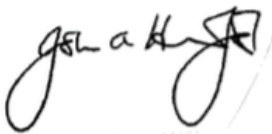
During the period to 30 June 2024 \$84,450, was paid to Riverview Corporation Pty Ltd, of which Mr John Hannaford is a director, for consulting fees.

No loans to key management personnel were provided during the period or up to the date of signing this report.

END OF AUDITED REMUNERATION REPORT

Directors' Report
30 June 2024

Signed in accordance with a resolution of the directors.

A handwritten signature in black ink, appearing to read 'John Hannaford', with a stylized flourish at the end.

John Hannaford
Chairman
30 September 2024

To the Board of Directors,

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

As lead audit director for the audit of the financial statements of Forrestania Resources Limited for the year ended 30 June 2024, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Yours Faithfully

Hall Chadwick
HALL CHADWICK WA AUDIT PTY LTD

Mark Delaurentis
MARK DELAURENTIS CA
Director

Dated this 30th day of September 2024
Perth, Western Australia

Consolidated Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2024

	<i>Note</i>	2024 \$	2023 \$
Forgiveness of debt	3.1	62,934	-
Interest	3.1	7,168	7,414
Other	3.1	-	7,790
Expenses			
Administration services	3.2	(807,741)	(939,138)
Employee expenses	3.3	(455,237)	(477,572)
Interest expense		(1,484)	-
Impairment of capitalised exploration and evaluation expenditure	2.1	(4,531,326)	(145,598)
Exploration and evaluation expense		(58,537)	-
Loss on sale of tenement		(21,005)	-
Share based payments expense	8.2.2	(126,751)	(105,302)
Loss before income tax expense		(5,931,979)	(1,652,406)
Income tax expense	3.5.1		
Loss for the year		(5,931,979)	(1,652,406)
Other comprehensive income/(loss) for the year		-	-
Total comprehensive loss attributable to Equity Holders of Forresteria Resources Limited		(5,931,979)	(1,652,406)
Loss for the year attributable to:			
Owners of the Company		(5,931,979)	(1,652,406)
		(5,931,979)	(1,652,406)
Total Comprehensive Income/(Loss) for the year attributable to:			
Owners of the Company		(5,931,979)	(1,652,406)
		(5,931,979)	(1,652,406)
Loss per Share for Loss attributable to the Ordinary Equity Holders of the Company		Cents	Cents
Basic and diluted loss per share (cents per share) for continuing operations attributable to the shareholders of the Company	3.6	0.04	2.64
Basic and diluted loss per share (cents per share) attributable to the shareholders of the Company	3.6	0.04	2.64

The above Consolidated 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	2024 \$	2023 \$
Assets			
Current assets			
Cash and cash equivalents	4.1	459,039	2,117,054
Trade and other receivables	4.3	30,626	76,394
Prepayments		124,570	132,717
Total current assets		614,235	2,326,165
Non-current assets			
Exploration and evaluation expenditure	2.1	5,670,200	7,795,606
Property, plant and equipment	2.2	4,534	34,041
Total non-current assets		5,674,734	7,829,647
Total assets		6,288,969	10,155,812
Liabilities			
Current liabilities			
Trade & other payables	4.4	148,582	754,432
Provisions	4.5	29,802	51,018
Total current liabilities		178,384	805,450
Total liabilities		178,384	805,450
Net assets		6,110,585	9,350,362
Equity			
Share capital	5.1	13,540,598	11,156,587
Accumulated loss		(9,909,447)	(3,977,468)
Reserves		2,479,434	2,171,243
Total equity attributable to shareholders of the Company		6,110,585	9,350,362

The above Consolidated 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

	Contributed equity	Accumulated losses	Reserves	Total equity
	\$	\$	\$	\$
At 1 July 2023	11,156,587	(3,977,468)	2,171,243	9,350,362
Loss for the year	-	(5,931,979)	-	(5,931,979)
Total comprehensive loss for the year	-	(5,931,979)	-	(5,931,979)
Transactions with owners in their capacity as owners:				
Share-based payments	-	-	126,751	126,751
Issue of options net of cost	-	-	181,440	181,440
Issue of new shares net of cost	2,384,011	-	-	2,384,011
At 30 June 2024	13,540,598	(9,909,447)	2,479,434	6,110,585

	Contributed equity	Accumulated losses	Reserves	Total equity
	\$	\$	\$	\$
At 1 July 2022	7,229,344	(2,325,062)	1,893,319	6,797,601
Loss for the year	-	(1,652,406)	-	(1,652,406)
Total comprehensive loss for the year	-	(1,652,406)	-	(1,652,406)
Transactions with owners in their capacity as owners:				
Share-based payments	-	-	105,302	105,302
Issue of options net of cost	-	-	172,622	172,622
Issue of new shares net of cost	3,927,243	-	-	3,927,243
At 30 June 2023	11,156,587	(3,977,468)	2,171,243	9,350,362

The above Consolidated 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	2024 \$	2023 \$
Cash flows from operating activities			
Payments to suppliers and employees		(1,223,694)	(1,304,785)
Interest received		70,102	-
Net cash (outflow) from operating activities	4.2	(1,153,592)	(1,304,785)
Cash flows from investing activities			
(Payments)/proceeds for property, plant and equipment		(1,410)	(14,833)
Payments for exploration and evaluation activities		(1,948,637)	(2,550,115)
Net cash (outflow) from investing activities		(1,950,047)	(2,564,948)
Cash flows from financing activities			
Proceeds from issue of shares	5.2	1,634,837	4,400,557
Proceeds from issue of options		-	172,621
Issue costs	5.2	(189,213)	(172,621)
Net cash inflow from financing activities		1,445,624	4,400,557
Cash and cash equivalents at the beginning of the year		2,117,054	1,586,230
Net increase/ (decrease) in cash and cash equivalents		(1,658,015)	530,824
Cash and cash equivalents at the end of the year	4.1	459,039	2,117,054

The above Consolidated 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. Basis of preparation

The annual financial report of Forrestania Resources Limited for the period ended 30 June 2024 was authorised for issue in accordance with a resolution of the directors on 30 September 2024.

1.1. Statement of Compliance

These financial statements are general purpose financial statements which have been prepared in accordance with the requirements of the Corporations Act 2001, Australian Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board.

Forrestania Resources Limited is a for-profit entity for the purpose of preparing the financial statements.

1.2. Basis of Measurement

The financial report has been prepared on a historical cost basis.

1.3. Functional and Presentation Currency

The financial report is presented in Australian dollars.

1.4. Compliance with IFRS

These financial statements comply with Australian Accounting Standards as issued by the Australian Accounting Standards Board and International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board.

1.5. Principles of consolidation

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of Forrestania Resources Limited ('company' or 'parent entity') as at 30 June 2024 and the results of all subsidiaries for the period then ended. Forrestania Resources Limited and its subsidiaries together are referred to in this financial report as the group or the consolidated entity.

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.

A list of controlled entities is contained in note 6.1.1 to the financial statements.

Intercompany transactions, balances and unrealised gains on transactions between group companies 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 group.

The acquisition of subsidiaries is accounted for using the acquisition method of accounting. A change in ownership interest, without the loss of control, is accounted for as an equity transaction, where the difference between the consideration transferred and the book value of the share of the non-controlling interest acquired is recognised directly in equity attributable to the parent.

Non-controlling interest in the results and equity of subsidiaries are shown separately in the statement of profit or loss and other comprehensive income, statement of financial position and statement of changes in equity of the consolidated entity. Losses incurred by the consolidated entity are attributed to the non-controlling interest in full, even if that results in a deficit balance.

Where the consolidated entity loses control over a subsidiary, it derecognises the assets including goodwill, liabilities and non-controlling interest in the subsidiary together with any cumulative translation differences recognised in equity. The consolidated entity recognises the fair value of the consideration received and the fair value of any investment retained together with any gain or loss in profit or loss.

1.6. Going Concern

This report is prepared on the going concern basis which assumes the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business.

Notes to the Consolidated Financial Statements For the Year Ended 30 June 2024

1.6. Going Concern (Cont)

For the year ended 30 June 2024, the Group incurred a loss from operations of \$5,931,979 (30 June 2023: \$1,652,406) and recorded cash outflows from operating activities of \$1,153,592 (30 June 2023: \$1,304,785). As at 30 June 2024, the Group had net working capital of \$435,851 with cash of \$459,039 (30 June 2023: \$2,117,054) available.

The Group's ability to continue as a going concern is dependent upon it maintaining sufficient funds for its operations and commitments. In particular, given the Company's history of raising capital to date, the directors are confident of the Company's ability to raise additional funds as and when they are required.

Should the Company be unable to raise sufficient funds, there is material uncertainty whether it would continue as a going concern and therefore whether it would realise its assets and extinguish its liabilities other than in the normal course of business and at amounts different to those stated in the financial statements. The financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts or to the amounts or classification of liabilities that might result should the Company be unable to continue as a going concern and meet its debts as and when they fall due.

1.7. Material Accounting Judgements, Estimates and Assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements and estimates on historical experience and on other various factors it believes to be reasonable under the circumstances, the results of which form the basis of the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates under different assumptions and conditions.

Management has identified the following critical accounting policies for which significant judgements, estimates and assumptions are made. Actual results may differ from these estimates under different assumptions and conditions and may materially affect financial results or the financial position reported in future periods.

Further details of the nature of these assumptions and conditions may be found in the relevant notes to the financial statements.

Material accounting judgements

The determination of mineral resources impacts the accounting for asset carrying values. Forrestania Resources Limited estimates its mineral resources in accordance with the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves 2012 (the 'JORC' Code). The information on mineral resources was prepared by or under the supervision of Competent Persons as defined in the JORC Code. The amounts presented are based on the mineral resources determined under the JORC Code.

There are numerous uncertainties inherent in estimating mineral resources, and assumptions that are valid at the time of estimation may change significantly when new information becomes available.

Material accounting estimates and assumptions

Exploration and evaluation expenditure

Exploration and evaluation expenditure is assessed for impairment if sufficient data exists to determine technical feasibility and commercial viability or facts and circumstances suggest that the carrying amount exceeds the recoverable amount.

Exploration and evaluation expenditure is assessed for indicators of impairment in accordance with AASB 6 Exploration for and Evaluation of Mineral Resources when any of the following facts and circumstances exist:

1.7. Significant Accounting Judgements, Estimates and Assumptions

Exploration and evaluation expenditure

- The term of exploration licence in the specific area of interest has expired during the reporting period or will expire in the near future, and is not expected to be renewed;
- Substantive expenditure on further exploration and/ or evaluation of mineral resources in the specific area are not budgeted nor planned;
- 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 decision was made to discontinue such activities in the specified area; or

Notes to the Consolidated Financial Statements For the Year Ended 30 June 2024

- 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.

Where a potential impairment is indicated, an assessment is performed for each cash generating unit that is no larger than the area of interest. The Group performs impairment testing in accordance with accounting policy note 2.3.

Judgement is applied when considering whether fact and circumstances as per above indicate that the exploration and evaluation asset should be tested for impairment and no impairment indicators were noted during the period.

Share based payments

The consolidated entity measures the cost of equity-settled transactions with employees (including directors) by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by using either the Binomial or Black-Scholes model taking into account the terms and conditions upon which the instruments were granted. The accounting estimates and assumptions relating to equity-settled share-based payments would have no impact on the carrying amounts of assets and liabilities within the next annual reporting period but may impact profit or loss and equity.

2. Capital Expenditure

2.1. Exploration & Evaluation Expenditure

Exploration and evaluation expenditure incurred is accumulated in respect of each identifiable area of interest. Costs related to the acquisition of properties that contain mineral resources are capitalised and allocated separately to specific areas of interest. These costs are capitalised until the viability of the area of interest is determined.

The recoverability of the carrying amount of the exploration and evaluation assets is dependent on the successful development and commercial exploitation, or alternatively the sale, of the respective areas of interest. Accumulated costs in respect of areas of interest which are abandoned are written off in full against loss in the year in which the decision to abandon the area is made.

	Note	30-Jun-24 \$	30-Jun-23 \$
Exploration and evaluation		5,670,200	7,795,606
Movement:			
Opening balance		7,795,606	5,176,994
Acquisition of tenements		963,999	107,391
Disposal		(22,575)	
Capitalised exploration expenditure		1,464,496	2,656,819
Impairment		(4,531,326)	(145,598)
Closing balance		5,670,200	7,795,606
Projects:			
Forrestania		3,457,796	5,279,087
Southern Cross		599,193	1,013,737
Leonora		1,613,211	1,445,390
Hydra Lithium Project, Canada		-	57,392
Closing balance		5,670,200	7,795,606

At 30 June 2024 the book value of the consolidated entity's exploration assets was \$7.7m. The market capitalisation of Forrestania Resources at that same date was \$5.5m. Reviewing the financial period of 12 months 1/7/23 – 30/06/24, a calculation of a market capitalisation based on the Volume Weighted Average Price of FRS shares of that period, the result was a market capitalisation of \$6.67m. The Board recommended that the company recognises a moderate additional (in addition to the 31/12/23 impairment) impairment of the value across all project areas of \$25%.

2.2. Property Plant and equipment

Plant and equipment is stated at historical cost less accumulated depreciation and any accumulated impairment losses. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the

Notes to the Consolidated Financial Statements For the Year Ended 30 June 2024

item can be measured reliably. All other repairs and maintenance are charged to the statement of profit or loss and other comprehensive income during the financial period in which they are incurred.

Depreciation is calculated on either the straight-line basis or diminishing value basis over their useful lives to the Group commencing from the time the asset is held ready for use.

Property Plant and equipment (Cont)

The depreciation rates used are as follows:

Plant and equipment	30%
Exploration equipment	25%
Vehicles	30%
Leasehold improvements	25%
Computer equipment and software	40%- 100%
Buildings	2.5%

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the Statement of profit or loss and other comprehensive income.

	30-Jun-24	30-Jun-23
	\$	\$
Computer Equipment - Cost	38,893	38,893
Accumulated depreciation – Computer Equipment	(36,422)	(27,950)
Motor Vehicle	96,335	96,335
Accumulated depreciation – Motor Vehicle	(96,335)	(76,091)
Plant & Equipment	2,724	2,482
Accumulated - Plant & Equipment	(663)	(370)
Low Value Pool	4,238	3,853
Accumulated depreciation – Low Value Pool	(4,236)	(3,111)
Net carrying amount	4,534	34,041

2.3. Impairment of assets

Forrestania Resources Limited conducts an annual internal review of asset values, which is used as a source of information to assess for any indicators of impairment. External factors, such as changes in expected future processes, technology and economic conditions, are also monitored to assess for indicators of impairment. If any indication of impairment exists, an estimate of the asset's recoverable amount is calculated.

An impairment loss is recognised for the amount by which 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 purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows that are largely independent of the cash inflows from other assets or groups of assets (cash-generating units). Non-financial assets other than goodwill that suffered an impairment are tested for possible reversal of the impairment whenever events or changes in circumstances indicate that the impairment may have reversed.

The Company has written off the expenditure pertaining to tenements that have not yet been granted. It has also made an assessment of the value of its Exploration assets, comparing their carrying value to the Company's market capitalisation. It has recognised an impairment expense of \$4,531,326.

Notes to the Consolidated Financial Statements For the Year Ended 30 June 2024

3. Financial Performance

3.1. Income

	30-Jun-24	30-Jun-23
	\$	\$
Interest	7,168	7,414
Vehicle hire	-	7,790
Forgiveness of debt	62,934	-
	70,102	15,204

3.2. Expenses

	30-Jun-24	30-Jun-23
	\$	\$
Administration services		
Compliance	152,349	141,779
Consulting	185,311	189,983
Contracted services	58,898	139,322
Depreciation	30,918	70,888
Insurance	45,832	41,518
Legal fees	82,497	54,699
Motor Vehicle	1,311	35,996
Marketing	96,120	100,262
Occupancy	65,929	69,158
Subscriptions	30,132	41,543
Travel	39,879	32,226
Other	18,565	21,764
	807,741	939,138
 Exploration and evaluation	 58,537	 -

Notes to the Consolidated Financial Statements

For the Year Ended 30 June 2024

3.3. Employee Expenses

	30-Jun-24	30-Jun-23
	\$	\$
Salaries and wages	407,296	977,052
Less allocated to projects	(12,679)	(620,286)
Superannuation	37,387	99,920
Less allocated to projects	(8,538)	(65,487)
Other	31,771	86,373
	455,237	477,572

3.4. Segment Information

Management has determined the operating segments based on the reports reviewed by the Board of Directors that are used to make strategic decisions. The Group does not have any material operating segments with discrete financial information. The Group does not have any customers and all its' assets and liabilities are primarily related to the mining industry and are located within Western Australia. The Board of Directors review internal management reports on a regular basis that is consistent with the information provided in the statement of profit or loss and other comprehensive income, statement of financial position and statement of cash flows. As a result, no reconciliation is required because the information as presented is what is used by the Board to make strategic decisions.

3.5. Income Tax

The income tax expense for the period is the tax payable on the current period's taxable income based on the national income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences between the tax bases of assets and liabilities and their carrying amounts in the financial statements, and to unused tax losses.

Deferred tax assets and liabilities are recognised for temporary differences at the tax rates expected to apply when the assets are recovered or liabilities are settled, based on those tax rates which are enacted or substantively enacted for each jurisdiction. The relevant tax rates are applied to the cumulative amounts of deductible and taxable temporary differences to measure the deferred tax asset or liability. An exception is made for certain temporary differences arising from the initial recognition of an asset or a liability. No deferred tax asset or liability is recognised in relation to these temporary differences if they arose on goodwill or in a transaction, other than a business combination, that at the time of the transaction did not affect either accounting profit or taxable profit or loss.

Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

Unrecognised deferred income tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profit will allow the deferred tax asset to be recovered.

Current and deferred tax balances attributable to amounts recognised directly in equity are also recognised directly in equity.

Deferred tax assets and deferred tax liabilities are offset only if a legally enforceable right exists to set off current tax assets against tax liabilities and the deferred tax liabilities relate to the same taxable entity and the same taxation authority.

Forrestania Resources Limited and its wholly-owned Australian controlled entities implemented the tax consolidation legislation as of 28 September 2021.

Notes to the Consolidated Financial Statements For the Year Ended 30 June 2024

3.5.1. The major components of income tax are:

	2024 \$	2023 \$
Current income tax	-	-
Deferred income tax	-	-

3.5.2. A reconciliation between tax expense and the product of accounting loss

	2024 \$	2023 \$
Accounting loss before tax from continuing operations	(5,931,979)	(1,652,406)
Loss before income tax from discontinued operations	-	-
Accounting loss before income tax	(5,931,979)	(1,652,406)
Prima facie tax payable on operating profit/(loss) before income tax rate of 25% (2023: 25%)	(1,482,994)	(413,102)
Effect of non-deductible expenses	42,006	37,289
DTA not brought to account as their realisation is not probable	1,440,988	375,813
	-	-
Income tax expense reported in the consolidated income statement	-	-
Income tax attributable to discontinued operations	-	-
	-	-

3.5.3. Deferred tax liabilities @ 25% (2023: 25%) have not been recognised in respect of

	2024 \$	2023 \$
Deferred tax liabilities @ 25% (2023: 25%) have not been recognised in respect of		
Exploration & Evaluation Expenditure	579,460	1,227,012
Prepayments	30,163	31,937
	609,623	1,258,949

3.5.4. Deferred tax assets have not been recognised in respect of

	2024 \$	2023 \$
Provisions and accruals	14,680	17,254
Capital raising costs	140,344	173,997
Carry forward revenue losses	2,848,208	2,033,524
Carry forward capital losses	44,106	44,106
	3,047,338	2,268,881

3.6. Loss Per Share

Basic earnings per share is calculated by dividing the profit/loss attributable to equity holders of the Group, excluding any costs of servicing equity other than ordinary shares, by the weighted average number of ordinary shares outstanding during the period, adjusted for bonus elements in ordinary shares issued during the period.

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential ordinary shares.

Notes to the Consolidated Financial Statements For the Year Ended 30 June 2024

3.6. Loss Per Share (Cont)

The following reflects the income and share data used in the calculations of basic and diluted loss per share:

	2024 \$	2023 \$
Gain/(Loss) attributable to ordinary shareholders	(5,931,979)	(1,652,406)
Issued number of ordinary shares at 1 July 2023	93,251,039	51,048,804
Effect of shares issued during the period	68,534,738	42,202,232
Weighted average number of shares for period to 30 June 2024	136,741,533	62,595,444
	Cents	Cents
Basic loss per share (cents per share)	0.04	2.64

As at reporting date, unlisted options (which represent potential ordinary shares) were not dilutive as they would decrease the loss per share.

4. Working Capital Management

4.1. Cash and Cash Equivalents

"Cash and cash equivalents" includes cash on hand, deposits held at call with financial institutions and other short-term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. For the purposes of the statement of cash flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of any bank overdrafts.

	2024 \$	2023 \$
Cash at bank and in hand	459,039	2,117,054

4.2. Reconciliation of Net Loss After Income Tax Expense to Net Cash Used In Operating Activities

	2024 \$	2023 \$
Cash flows from operating activities		
(Loss) for the period	(5,931,979)	(1,652,406)
Adjustments for:		
Interest expense	-	-
Equity-settled share-based payment expenses	126,751	105,302
Profit/Loss on foreign exchange	-	-
Exploration expenditure impairment	4,589,863	145,598
Exploration expenditure write off	-	-
Forgiveness of loans	-	-
Depreciation and amortisation expense	30,918	70,888
Change in operating assets & liabilities	-	-
(Increase)/decrease in receivables	45,769	(10,681)
Increase/(decrease) in payables	5,922	-
Increase/(decrease) in prepayments	382	-
Increase/(decrease) in other payables	-	11,077
Increase/(decrease) in provisions	(21,216)	25,437
Net cash used in operating activities	(1,153,590)	(1,304,785)

4.3. Trade and Other Receivables

Trade receivables are initially recognised and carried at original invoice amount less allowance for expected credit loss. Trade receivables are due for settlement no more than 30 days from the date of recognition. A provision for impairment is made based on a forward-looking expected credit loss model in line the requirements of AASB 9. Bad debts are written off when identified.

Notes to the Consolidated Financial Statements For the Year Ended 30 June 2024

4.3. Trade and Other Receivables (Cont)

	2024 \$	2023 \$
GST receivable	30,626	76,394
Total trade and other receivables	30,626	76,394

The Group's management considers that all of the above financial assets that are not impaired or past due for each of the 30 June reporting dates under review are of good credit quality (refer to 5.6.1).

4.4. Trade and Other Payables

Trade and other payables are carried at amortised cost and represent liabilities for the goods and services provided to the Group prior to the end of the financial period that are unpaid and arise when the Group becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured and are usually paid within 30 days.

	2024 \$	2023 \$
Trade payables	89,676	509,538
Accrued expenses	37,400	214,859
Other	21,506	30,034
Total trade and other payables	148,582	754,431

4.5. Provisions

The liability for employee benefits includes provision for annual leave, time-in lieu, and long service leave. The leave liabilities are calculated on the basis of employees' remuneration at the estimated salary rates that will be applied at the time the leave is taken, including employer superannuation contribution rates to the extent that the leave is likely to be taken during service rather than paid out on termination.

	2024 \$	2023 \$
Provision for employee leave and time in-lieu	29,802	51,018
Total Provisions	29,802	51,018

5. Funding and risk management

The Group's objectives when managing capital are to safeguard their ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Company in the proportion to the number and amount paid on the shares held. Ordinary shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds. Incremental costs directly attributable to the issue of new shares or options for the acquisition of a business are not included in the cost of the acquisition as part of the purchase consideration.

Notes to the Consolidated Financial Statements For the Year Ended 30 June 2024

5.1. Contributed Equity

Ordinary shares are classified as equity. Issued and paid up capital is recognised at the fair value of the consideration received by the Company.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

	2024 \$	2023 \$
Contributed equity	15,020,280	12,430,658
Cost of share issue	(1,479,682)	(1,274,071)
Total contributed equity	13,540,598	11,156,587

5.2. Movement in shares on issue

Ordinary shares have the right to receive dividends as declared and, in the event of the winding up of the Company, to participate in the proceeds from the sale of all surplus assets in proportion to the number of and amounts paid up on shares held. Ordinary shares entitle their holder to one vote, either in person or by proxy, at a meeting of the Company.

5.2.1. Ordinary Shares

	Date	Number of shares	Issue price \$	Value \$
Balance at 30 June 2023		93,251,039		11,156,486
Issue of shares - Pro-rata Entitlement	3/07/2023	3,529,285	0.07	247,051
Issue of Shares - Acquisition	7/07/2023	4,579,589	0.11	503,720
Issue of Shares - Services	31/08/2023	627,298	0.064	42,052
Issue of Shares - Services	6/10/2023	314,396	0.039	12,276
Issue of shares - Pro-rata Entitlement	16/11/2023	37,181,000	0.03	1,115,430
Issue of Shares - Placement	21/11/2023	22,303,170	0.03	669,094
Cost of Capital Raising				(205,611)
Balance at 30 June 2024		161,785,777		13,540,598

5.2.2. Listed options

	2024 Number	2023 Number
Opening	58,646,603	-
Issued during prior year FRSO (exercise price \$0.25 on or before 29 Nov 2024)	-	34,524,318
Issued during the prior year FRSOA (exercise price \$0.15 on or before 30 Jun 2026)	-	24,122,285
Issued during the year FRSOB (exercise price \$0.075 on or before 20 Nov 2025)	31,526,604	-
Entitlement offer options	3,529,236	
Broker Options	2,000,000	
Outstanding at the end of the year	95,702,443	58,646,603
Exercisable at the end of the period	95,702,443	58,646,603

Notes to the Consolidated Financial Statements For the Year Ended 30 June 2024

5.2.3. Unlisted options

	2024 Number	2023 Number
Opening	20,750,000	21,500,000
Expired or lapsed during the year	-	(750,000)
Outstanding at the end of the year	20,750,000	20,750,000
Exercisable at the end of the period	20,750,000	20,750,000

The weighted average exercise price for the unlisted options is \$0.0913 each.

5.2.4. Performance Securities

Firefly Resources Limited Performance Shares

The Option Agreement with Firefly Resources Limited included the issue of Deferred Consideration Shares (Performance Shares). The condition for the issuance of those shares has not been met as the Milestone was not achieved.

Upon meeting the Milestone Forrestania will issue Firefly Resources Limited 2,500,000 fully paid ordinary shares at a deemed issue price of 20 cents each.

The management has assessed the probability of being required to issue Deferred Consideration Shares at 5%.

- Milestone:
 - the Deferred Consideration Shares will be issued upon the Announcement by Forrestania of a JORC 2012 compliant Inferred, Indicated or Measured Mineral Resource of at least 250,000oz of gold at a grade of greater than 2.0 g/t at 0.5 g/t cut off located within the tenement area as verified by an independent competent person.
 - The Milestone will expire on the date that is 3 years from the completion date.
 - No Deferred Consideration Shares were issued or cancelled during the period up until 30 June 2024 and no Milestones have been met.

Performance Securities

Director Performance Securities

Director Performance Rights of 10,000,000 were issued to Dr Anderson as part of his appointment, effective on 7 March 2023. Dr Anderson resigned on 22 November 2023 and the Performance Rights were cancelled.

Notes to the Consolidated Financial Statements For the Year Ended 30 June 2024

5.3. Capital risk management

When managing capital, management's objective is to ensure the entity continues as a going concern as well as to maintain optimal returns to shareholders and benefits for other stakeholders.

Being at an exploration stage, the Company does not generate cash inflows from its operations to fund its exploration and working capital requirements, therefore, the Company may issue shares to either generate cash for operations or to acquire assets in order to maintain adequate levels of cash reserves.

During the financial period ended 30 June 2024, the Company issued 42,202,235 ordinary shares

The Company is not subject to any externally imposed capital requirements.

	2024 \$	2023 \$
Trade and other payables	148,582	754,432
Less: cash and short-term deposits	(454,039)	(2,117,054)
Net debt	305,457	(1,362,622)
Equity	6,110,586	9,350,362
Debt-equity ratio	2.92%	8.61%

5.4. Financial risk management

The Group's principal financial instruments comprise cash and short-term on-call deposits.

The main purpose of these financial instruments is to fund capital expenditure on the Group's operations. The Group has various other financial assets and liabilities such as trade receivables and trade payables, which arise directly from its operations. It is, and has been throughout the period under review, the Group's policy that no trading in financial instruments shall be undertaken. Being at an exploration stage, the Group has limited exposure to risks arising from its financial instruments.

Currently the Group does not have any exposure to commodity price risk or foreign currency risk. As the Group moves into development and production phases, exposure to commodity price risk, foreign currency risk and credit risk are expected to increase. The Board will set appropriate policies to manage these risks dependent on market conditions and requirements at that time.

Details of the significant accounting policies and methods adopted, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised, in respect of each class of financial asset and financial liability are disclosed in Note 1.

5.4.1. Credit risk

Credit risk represents the loss that would be recognised if counterparties fail to perform as contracted. The Group's maximum exposure to credit risk at reporting date in relation to each class of financial asset is the carrying amount of those assets as indicated in the statement of financial position. The majority of cash and cash equivalents is held with one Australian Bank which has an AA- long-term credit rating from Standard and Poor's.

Wherever possible, the Group trades only with recognised, credit worthy third parties. There are no significant concentrations of credit risk within the Group. Since the Group trades only with recognised third parties, there is no requirement for collateral.

5.4.2. Liquidity risk

Liquidity risk is the risk that the Group does not have sufficient funds to pay its debts as and when they become due and payable. The Group currently does not have major funding in place. However, the Group continuously monitors forecast and actual cash flows and the maturity profiles of financial assets and financial liabilities to manage its liquidity risk.

The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of bank loans if and when required.

Cash at bank and on hand, as set out in Note 4.1, is available for use by the Group without restrictions.

Financial liabilities of the Group at 30 June 2024 are expected to be settled within 6 months of year-end.

Notes to the Consolidated Financial Statements

For the Year Ended 30 June 2024

5.4.3. Market risk

(A) Price risk

The group is not exposed to equity securities price risk. The group is not exposed to commodity price risk. The sensitivity of movements in the price has not been disclosed as it is not material to the Group.

(B) Foreign currency risk

The group do not have any foreign currency balances and therefore is not exposed to any foreign currency risk.

(C) Interest rate risk

The following tables summarise the sensitivity of the Group's financial assets and liabilities to interest rate risk. Had the relevant variables, as illustrated in the tables, moved, with all other variables held constant, post tax loss and equity would have been affected as shown. The analysis represents management's judgement of a reasonably possible movement.

	Carrying Amount	Interest Rate Risk -1%		Interest Rate Risk +1%	
		Net Loss	Equity	Net Gain	Equity
30 June 2024	\$	\$	\$	\$	\$
Cash and cash equivalents	459,039	(4,590)	(4,590)	4,590	4,590

	Carrying Amount	Interest Rate Risk -1%		Interest Rate Risk +1%	
		Net Loss	Equity	Net Gain	Equity
30 June 2023	\$	\$	\$	\$	\$
Cash and cash equivalents	2,117,054	(21,171)	(21,171)	21,171	21,171

Some of the Group's financial liabilities are interest bearing. Unless otherwise stated, the carrying amounts of financial instruments reflect their fair value.

	Carrying Amount	Interest Rate Risk -1%		Interest Rate Risk +1%	
		Net Loss	Equity	Net Gain	Equity
30 June 2024	\$	\$	\$	\$	\$
Loans (fixed interest)	-	-	-	-	-

	Carrying Amount	Interest Rate Risk -1%		Interest Rate Risk +1%	
		Net Loss	Equity	Net Gain	Equity
30 June 2023	\$	\$	\$	\$	\$
Loans (fixed interest)	-	-	-	-	-

6. Group Structure

6.1. Basis of consolidation

6.1.1. Subsidiaries

Subsidiaries are all entities (including structured entities) over which the Group has control. The Group controls an entity when the Group 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 Group. They are deconsolidated from the date that control ceases.

Investments in subsidiaries are carried at their cost of acquisition in the Company's financial statements.

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note 1:

Notes to the Consolidated Financial Statements

For the Year Ended 30 June 2024

Name of entity	Country of incorporation	Equity holding %	Date of incorporation
Firehawk Gold Pty Ltd	Australia	100	07/12/2020
Tigers Paw Prospecting No 1 Pty Ltd	Australia	100	27/01/2021
Quattro Gold Pty Ltd	Australia	100	08/02/2019
BA Exploration Pty Ltd	Australia	100	18/12/2017

6.1.2. Transactions eliminated on consolidation

Intragroup balances, and any unrealised gains and losses or income and expenses arising from intragroup transactions, are eliminated in preparing the consolidated financial statements.

Notes to the Consolidated Financial Statements For the Year Ended 30 June 2024

6.2. Parent Entity Information

The following information relates to the parent entity, Forrestania Resources Limited. The information presented has been prepared using accounting policies that are consistent with those presented in the Notes to the Financial Statements.

	2024 \$
Current Assets	550,964
Non-Current Assets	3,600,918
Total Assets	4,151,882
Current Liabilities	165,627
Total Liabilities	165,627
Contributed equity	13,521,431
Accumulated losses	(12,014,609)
Reserves	2,479,434
Total Equity	3,986,256
Gain (loss) for the period	(8,121,524)
Other comprehensive income / (loss) for the period	-
Total comprehensive income / (loss) for the period	(8,121,524)

Forrestania Resources Limited has not issued any guarantees on behalf of subsidiaries.

7. Related Parties

7.1. Related Parties

Details relating to key management personnel, including remuneration paid, are included in the audited remuneration report section of the directors' report. The aggregate compensation made to directors and other members of key management personnel of the consolidated entity is set out below:

	2024 \$	2023 \$
Short term employee benefits	327,134	316,524
Post-employment benefits	33,402	33,235
Share based payments	(75,145)	75,145
Consulting Fees	106,419	55,009
Total compensation	391,810	479,913

7.2. Transactions with Other Related Parties

During the period 1 July 2023 to 30 June 2024, office accommodation and administration services were provided by Rockford Partners Pty Ltd, a company that is controlled by David Izzard and John Hannaford. An amount of \$100,109 was invoiced by Rockford Partners Pty Ltd, for provision of these services for the period up to 30 June 2024.

During the period 1 July 2023 to 30 June 2024, a commercial storage facility was provided by Fordrock Pty Ltd, a company that is controlled by David Izzard and John Hannaford. An amount of \$13,145 was invoiced by Fordrock Pty Ltd, for provision of this service for the period up to 30 June 2024.

During the period to 30 June 2024 \$84,450 was paid to Riverview Corporation Pty Ltd, of which Mr John Hannaford is a director, for consulting fees.

During the period to 30 June 2024 \$21,969 was paid to Triz Consulting, of which Mr Scott Patrizi is a director, for non-executive director fees.

Notes to the Consolidated Financial Statements

For the Year Ended 30 June 2024

8. Share Based Payments

8.1. Share Based Payments

The Group provides benefits to Directors, employees, consultants and other advisors of the Group in the form of share-based payments, whereby the Directors, employees, consultants and other advisors render services in exchange for shares or rights over shares (equity-settled transactions).

The cost of these equity-settled transactions is measured by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined using a Black-Scholes model or fair value of services.

In valuing equity-settled transactions, no account is taken of any performance conditions, other than conditions linked to the market price of the shares of the Company if applicable.

The cost of equity-settled transactions is recognised, together with a corresponding increase in equity, over the period in which the performance and/or service conditions are fulfilled, ending on the date on which the relevant recipient becomes fully entitled to the award (the vesting period).

The cumulative expense recognised for equity-settled transactions at each reporting date until vesting date reflects

- (i) the extent to which the vesting period has expired; and
- (ii) the Company's best estimate of the number of equity instruments that will ultimately vest.

No adjustment is made for the likelihood of market performance conditions being met as the effect of these conditions is included in the determination of fair value at grant date. The statement of profit or loss and other comprehensive income charge or credit for a period represents the movement in cumulative expense recognised as at the beginning and end of that period.

No expense is recognised for awards that do not ultimately vest, except for awards where vesting is only conditional upon a market condition.

If the terms of an equity-settled award are modified, as a minimum an expense is recognised as if the terms had not been modified. In addition, an expense is recognised for any modification that increases the total fair value of the share-based payment arrangement, or is otherwise beneficial to the recipient, as measured at the date of modification.

If an equity-settled award is cancelled, it is treated as if it had vested on the date of cancellation, and any expense not yet recognised for the award is recognised immediately. However, if a new award is substituted for the cancelled award and designated as a replacement award on the date that it is granted, the cancelled and new award are treated as if they were a modification of the original award, as described in the previous paragraph.

The dilutive effect, if any, of outstanding options is reflected as additional share dilution in the computation of loss per share (see Note 3.6).

The effect of such an arrangement is equivalent to an option with a strike price per share equal to the share price on grant date.

8.2. Employee Incentive Plan

The Forrestania Resources Limited Employee Securities Incentive Plan (Plan) was adopted by the Board on 23 June 2021.

The following table illustrates the number and weighted average exercise prices (WAEP) of, and movements in, share options granted as consideration for services provided to the Company during the period:

	2024 Number	2024 WAEP
Outstanding at the beginning of the period	7,500,000	
Granted during the period	-	
Outstanding at the end of the period	7,500,000	\$0.15
Exercisable at the end of the period	7,500,000	

Weighted average remaining contractual life of options at 30 June 2024: 10.91 months

Notes to the Consolidated Financial Statements

For the Year Ended 30 June 2024

8.2. Employee Incentive Plan (Cont)

Option pricing model:

Options granted during previous periods have been valued using the Black-Scholes Option Valuation model, which takes account of factors including the option exercise price, the current level and volatility of the underlying share price, the risk-free interest rate, expected dividends on the underlying share, current market price of the underlying share and the expected life of the option.

8.2.1. Options

	Employee incentive options	Employee incentive options	Employee incentive options	Employee incentive options	Employee incentive options
Date of issue	17/02/22	17/02/22	17/02/22	17/02/22	17/02/22
Number of options	750,000	375,000	375,000	375,000	375,000
Dividend yield (%)	-	-	-	-	-
Expected volatility (%)	100%	100%	100%	100%	100%
Risk free interest rate (%)	0.79%	0.79%	0.79%	0.79%	0.79%
Expected life of the option (years)	3	3.5	3	3.5	3
Option exercise price (\$)	0.60	0.65	0.60	0.65	0.60
Share price at grant date (\$)	0.35	0.28	0.28	0.36	0.36
Expected Vesting Date	17/07/22	17/02/23	17/07/22	17/02/23	17/07/22
Fair value per option (\$)	0.1751	0.1255	0.1301	0.1933	0.1822
Total value at grant date (\$)	116,422	17,147	43,254	62,953	60,589
Expiry Date	17/02/25	17/07/25	17/02/25	17/07/25	17/02/25
	750,000	375,000	375,000	375,000	375,000

	Employee incentive options	Employee incentive options	Employee incentive options	Vendor options	Board Options	Broker options
Date of issue	11/04/22	11/04/22	17/08/21	28/09/21	21/09/21	28/09/21
Number of options	125,000	125,000	500,000	2,250,000	5,000,000	3,500,000
Dividend yield (%)	-	-	-	-	-	-
Expected volatility (%)	100%	100%	100%	100%	100%	100%
Risk free interest rate (%)	0.79%	0.79%	0.79%	0.79%	0.79%	0.79%
Expected life of the option (years)	3.5	3	4.0	4.0	4.0	4.0
Option exercise price (\$)	0.65	0.60	0.30	0.30	0.30	0.30
Share price at grant date (\$)	0.39	0.39	0.20	0.20	0.20	0.20
Expected Vesting Date	16/06/23	16/12/22	05/01/22	21/09/21	27/06/21	21/09/21
Fair value per option (\$)	0.2155	0.2040	0.1242	0.1242	0.1242	0.1242
Total value at grant date (\$)	26,943	25,500	59,894	279,420	620,903	438,156
Expiry Date	16/11/25	16/05/25	17/08/25	28/09/25	27/06/25	28/09/25

Related party issues						
John Hannaford				762,500	1,500,000	
David Izzard				762,500	1,500,000	
William Higgins				312,500	1,500,000	
Non-related party issue				412,500	500,000	3,500,000
	125,000	125,000	500,000	2,250,000	5,000,000	3,500,000

Notes to the Consolidated Financial Statements For the Year Ended 30 June 2024

The dividend yield reflects the assumption that the current dividend payout will remain unchanged. The expected life of the options is based on historical data and is not necessarily indicative of exercise patterns that may occur. The expected volatility reflects the assumption that the historical volatility is indicative of future trends, which may also not necessarily be the actual outcome.

8.2.2. Recognised share-based payments expense in profit or loss

	30-Jun-24 \$	30-Jun-23 \$
Expense arising from employee options issued	-	30,157
Expense arising from Director Performance securities	(75,145)	75,145
Expense arising from Employee Performance securities	201,896	-
Total share-based payments expensed in profit or loss	126,751	105,302

8.2.3. Shares

On 31 August 2023, 627,298 shares, valued at \$0.062 each, were issued to a supplier in exchange for services.

On 6 October 2023, 314,396 shares, valued at \$0.039 each, were issued to a supplier in exchange for services.

9. Reserves

	30-Jun 24 \$	Number of Options/Performance shares
Founder options	-	7,000,000
Employee options	560,012	3,000,000
Broker options	619,596	5,529,236
Board member options	620,903	5,000,000
Vendor options	279,406	5,750,000
Entitlement issue	172,622	34,524,319
Entitlement issue (Free attaching option	-	24,122,285
Entitlement issue (Free attaching option	-	31,526,604
Total options held in reserve	2,252,539	116,452,443
Issued to vendors – performance shares	25,000	2,500,000
Director Performance rights	75,145	10,000,000
Director Performance rights – Cancelled	(75,145)	(10,000,000)
Employee Performance rights	201,896	5,000,000
Total performance shared held in reserve	226,895	7,500,000
Total Reserves	2,479,434	123,952,444

Notes to the Consolidated Financial Statements For the Year Ended 30 June 2024

10. Other

10.1. There are no matters subsequent to the end of the financial year to report.

10.2. Commitments

The Company has certain obligations to perform minimum exploration work on the tenements in which it has an interest. These obligations vary from time to time. The aggregate of the prescribed expenditure conditions applicable to the granted tenements for the next twelve months amounts to \$1,055,940.

1 Year or less	1 – 5 years	Greater than 5 years
\$1,055,940	\$91,560	-

10.3. Contingent assets and liabilities

There were no contingent assets or liabilities as at 30 June 2024.

11. Consolidated entity disclosure statement

The following table provides a list of all entities included in the Group's consolidated financial statements, prepared in accordance with the requirements of Section 295(3A) of the Corporations Act. The ownership interest is only disclosed for those entities which are a body corporate, representing the direct and indirect percentage share capital owned by the Company.

Name of entity	Type of entity	% of share capital as at 30 June 2024	Country of incorporation	Country of tax residency
Forrestania Resources Limited (Parent Company)	Body Corporate	-	Australia	Australia
Firehawk Gold Pty Ltd	Body Corporate	100%	Australia	Australia
Tigers Paw Prospecting Pty Ltd No 1	Body Corporate	100%	Australia	Australia
BA Exploration Pty Ltd	Body Corporate	100%	Australia	Australia
Quattro Gold Pty Ltd	Body Corporate	100%	Australia	Australia
Forrestania Resources Inc.	Body Corporate	100%	Canada	Canada

Notes to the Consolidated Financial Statements

For the Year Ended 30 June 2024

11.1. Remuneration of Auditors

	2024 \$	2023 \$
Amount received or due and receivable by the auditor for:		
Auditing the financial statements, including audit review	31,311	26,120
Non-Audit services	-	-
Total remuneration of auditors	31,311	26,120

11.2. New and amended accounting standards

The Company 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.

11.3. New Accounting Standards and Interpretations not yet mandatory or early adopted

A number of new standards, amendments to standards and interpretations issued by the AASB which are not yet mandatorily applicable to the Company have not been applied in preparing these financial statements. The Company has not elected to adopt any new Accounting Standards or Interpretations prior to their applicable date of implementation.

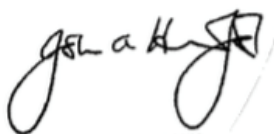
There are no standards that are not yet effective and that would be expected to have a material impact on the Company in the current or future reporting periods and on foreseeable future transactions.

Directors Declaration

In accordance with a resolution of the directors of Forrestania Resources Limited, I state that:

- (1) In the opinion of the directors:
 - (a) the financial statements, notes and the additional disclosures included in the directors' report designated as audited, of the Group are in accordance with the *Corporations Act 2001* including:
 - (i) giving a true and fair view of the Group's financial position as at 30 June 2024 and of its performance for the period ended on that date; and
 - (ii) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements, and
 - (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
 - (c) the consolidated entity disclosure statement required by 395(3A) of the Corporations Act 2021, included on page 75, is true and correct.
- (2) The Company has included in the notes to the financial statements an explicit and unreserved statement of compliance with International Financial Reporting Standards.
- (3) This declaration has been made after receiving the declarations required to be made to the directors in accordance with section 295A of the *Corporations Act 2001* for the period ended 30 June 2024.

On behalf of the Board.



John Hannaford
Chairman
30 September 2024

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FORRESTANIA RESOURCES LIMITED

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Forrestania Resources Limited ("the Company") and its subsidiaries ("the Consolidated Entity"), 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, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion:

- a. the accompanying financial report of the Consolidated Entity is in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the Consolidated Entity's financial position as at 30 June 2024 and of its financial performance for the year then ended; and
 - (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001.
- b. the financial report also complies with International Financial Reporting Standards as disclosed in Note 1.1.

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 Consolidated Entity in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants* (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 1.6 in the financial report which indicates that the Consolidated Entity incurred a net loss of \$5,931,979 during the year ended 30 June 2024. As stated in Note 1.6, these events or conditions, along with other matters as set forth in Note 1.6, indicate that a material uncertainty exists that may cast significant doubt on the Consolidated Entity's ability to continue as a going concern. Our opinion is not modified in this 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.

Key Audit Matter	How our audit addressed the Key Audit Matter
<p>Exploration and Evaluation Expenditure</p> <p>As disclosed in note 2.1 to the financial statements, during the year ended 30 June 2024 the Company capitalised exploration and evaluation expenditure was carried at \$5,670,200 with an impairment of capitalized exploration and evaluation expenditure of \$4,531,326.</p> <p>Exploration and evaluation expenditure is a key audit matter due to:</p> <ul style="list-style-type: none"> The significance of the balance to the Consolidated Entity's consolidated financial position. The level of judgement required in evaluating management's application of the requirements of AASB 6 <i>Exploration for and Evaluation of Mineral Resources</i>. AASB 6 is an industry specific accounting standard requiring the application of significant judgements, estimates and industry knowledge. This includes specific requirements for expenditure to be capitalised as an asset and subsequent requirements which must be complied with for capitalised expenditure to continue to be carried as an asset. 	<p>Our procedures included, amongst others:</p> <ul style="list-style-type: none"> Assessing management's determination of its areas of interest for consistency with the definition in AASB 6. This involved analysing the tenements in which the consolidated entity holds an interest and the exploration programmes planned for those tenements. For each area of interest, we assessed the Consolidated Entity's rights to tenure by corroborating to government registries and evaluating agreements in place with other parties as applicable; We tested the additions to capitalised expenditure for the year by evaluating a sample of recorded expenditure for consistency to underlying records, the capitalisation requirements of the Consolidated Entity's accounting policy and the requirements of AASB 6; We considered the activities in each area of interest to date and assessed the planned future activities for each area of interest by evaluating budgets for each area of interest. We assessed each area of interest for one or more of the following circumstances that

Key Audit Matter	How our audit addressed the Key Audit Matter
<ul style="list-style-type: none"> The assessment of impairment of exploration and evaluation expenditure being inherently difficult. 	<p>may indicate impairment of the capitalised expenditure:</p> <ul style="list-style-type: none"> the licenses for the right to explore expiring in the near future or are not expected to be renewed; substantive expenditure for further exploration in the specific area is neither budgeted or planned decision or intent by the Consolidated Entity to discontinue activities in the specific area of interest due to lack of commercially viable quantities of resources; and data indicating that, although a development in the specific area is likely to proceed, the carrying amount of the exploration asset is unlikely to be recovered in full from successful development or sale. <ul style="list-style-type: none"> We assessed the appropriateness of the related disclosures in note 2.1 to the financial statements.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Consolidated Entity'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 the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In Note 1.1, the directors also state in accordance with Australian Accounting Standard *AASB 101 Presentation of Financial Statements*, that the financial report complies with International Financial Reporting Standards.

In preparing the financial report, the directors are responsible for assessing the Consolidated Entity's ability 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 Consolidated Entity or to cease operations, or has 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 the 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 Consolidated Entity'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 Consolidated Entity'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 Consolidated Entity 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Consolidated Entity to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the Consolidated Entity audit. We remain solely responsible for our audit opinion.

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, related safeguards.

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

We have audited the Remuneration Report included in the directors' report for the year ended 30 June 2024. The directors of the Company are responsible for the preparation and presentation of the remuneration report in accordance with s 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.

Auditor's Opinion

In our opinion, the Remuneration Report of Forrester Resources Limited, for the year ended 30 June 2024, complies with section 300A of the Corporations Act 2001.

Hall Chadwick

HALL CHADWICK WA AUDIT PTY LTD

Mark Delaurentis

MARK DELAURENTIS CA

Director

Dated this 30th day of September 2024
Perth, Western Australia

Additional Shareholder Information – as at 27 September 2024

1. TWENTY LARGEST SHAREHOLDERS

The names of the twenty largest holders of each class of listed securities are listed below:

ORDINARY SHARES

Position	Holder Name	Holding	% IC
1	MR ADAM STEWART ROBERT TURNBULL	8,000,000	4.94%
2	FIRETAIL RESOURCES LIMITED	7,864,098	4.86%
3	BOWMAN GATE PTY LTD <THE DISCOVERY A/C>	5,691,667	3.52%
4	CITICORP NOMINEES PTY LIMITED	5,165,900	3.19%
5	MR THOMAS FRITZ ENSMANN	5,000,000	3.09%
5	MR MICHAEL HOWE	5,000,000	3.09%
6	JAEK HOLDINGS PTY LTD <HANNAFORD FAMILY A/C>	3,949,285	2.44%
7	DR ROSAMUND JULIEN BANYARD	3,446,691	2.13%
8	ROOKHARP CAPITAL PTY LIMITED	3,333,334	2.06%
9	CITYSCAPE ASSET PTY LTD <CITYSCAPE FAMILY A/C>	3,185,000	1.97%
10	BUTTONWOOD NOMINEES PTY LTD	2,339,682	1.45%
11	MR MORRIS ALAN LEVITZKE	2,200,000	1.36%
12	ROOKHARP CAPITAL PTY LIMITED	2,003,334	1.24%
13	MR JOHN GERARD HUGHAN <WADE A/C>	2,000,000	1.24%
13	MR WEIQING WANG	2,000,000	1.24%
14	MR BHUMIT KANU BHAI THUMAR	1,720,607	1.06%
15	SUNSET CAPITAL MANAGEMENT PTY LTD <SUNSET SUPERFUND A/C>	1,660,000	1.03%
16	JAEK HOLDINGS PTY LTD <THE HANNAFORD FAMILY A/C>	1,598,334	0.99%
17	THE CODE FLAG Z TRADING COMPANY PTY LTD <THE EASE VANG SUPER FUND>	1,300,000	0.80%
18	BROADWAY COMPUTERS PTY LTD <AURAN FAMILY A/C>	1,282,600	0.79%
19	LALO GG HOLDINGS PTY LTD	1,275,000	0.79%
20	MR KOBI BEN SHABATH	1,213,731	0.75%
	Total	71,229,263	44.03%
	Total issued capital - selected security class(es)	161,785,743	100.00%

Additional Shareholder Information – as at 27 September 2024

2. DISTRIBUTION OF EQUITY SECURITIES

Analysis of security by size holding:

Holding Ranges	Holders	Total Units	% Issued Share Capital
above 0 up to and including 1,000	29	3,450	0.00%
above 1,000 up to and including 5,000	189	571,886	0.35%
above 5,000 up to and including 10,000	155	1,256,862	0.78%
above 10,000 up to and including 100,000	501	20,275,268	12.53%
above 100,000	240	139,678,277	86.34%
Totals	1,114	161,785,743	100.00%

3. SUBSTANTIAL SHAREHOLDERS

There were no substantial shareholders as at 27 September 2024.

4. OTHER QUOTED SECURITIES

The following other quoted securities are on issue:

Security Name	Total Holdings	Total Holders
LISTED OPTIONS FRSO EXP 29/11/2024 @\$0.25	34,524,318	329
LISTED OPTIONS FRSOA EXP 30/06/2026 @\$0.15	29,651,521	211
LISTED OPTIONS FRSOB EXP 30/11/2025 @\$0.075	31,526,604	175

5. UNQUOTED SECURITIES

The following unquoted securities are on issue:

Security Name	Total Holdings	Total Holders
OPTION EXP 27/06/2025	12,000,000	9
OPTION EXP 17/08/2025	500,000	1
OPTION EXP 20/09/2025	5,750,000	20
OPTION EXP 14/02/2025	1,500,000	3
OPTION EXP 14/08/2025	750,000	2
PERFORMANCE RIGHTS	5,000,000	2
Total	25,500,000	

6. RESTRICTED SECURITIES

There are no restricted securities on issue.

7. NON-MARKETABLE PARCELS

As at 27 September 2024, based on the Company's closing share price of \$0.013 an unmarketable parcel comprised of 38,462 fully paid ordinary shares. There were 662 holders holding less than a marketable parcel of shares, for a total of 7,980,724 fully paid ordinary shares.

8. VOTING RIGHTS

The voting rights of the ordinary shares are as follows:

Subject to any rights or restrictions for the time being attached to any shares or class of shares of the Company, each member of the Company is entitled to receive notice of, attend and vote at a general meeting. Resolutions of members will be decided by a show of hands unless a poll is demanded. On a show of hands each eligible voter present has one vote. However, where a person present at a general meeting represents personally or by proxy, attorney or representation more than one member, on a show of hands the person is entitled to one vote only despite the number of members the person represents.

On a poll each eligible member has one vote for each fully paid share held.

There are no voting rights attached to any of the options that the Company currently has on issue. Upon exercise of these options, the shares issued will have the same voting rights as existing ordinary shares.

9. ON-MARKET BUY BACK

There is currently no on-market buy-back program for any of Forrester Resources Limited's listed securities.

10. MINERAL RESOURCES

The Company has not announced any mineral resources at any of its projects as at the date of this report.