



ABN 91 124 752 745

Financial Report

**For the Half-Year Ended
31 December 2024**

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GBM Resources Limited
ABN 91 124 752 745

Corporate Directory

Directors

Guan Huat Sunny Loh
Non-Executive Chairman

Peter Rohner
Managing Director

Andrew Krelle
Non-Executive Director

Company Secretary

Kevin Hart
Dan Travers

Registered Office

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303 Coronation Drive
Milton QLD 4064
AUSTRALIA
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Principal Place of Business

Level 1, Suite 102
303 Coronation Drive
Milton QLD 4064
AUSTRALIA

Auditors

HLB Mann Judd
Level 4, 130 Stirling Street
Perth WA 6000
AUSTRALIA

Share Registry

Computershare Investor Services
Level 17, 221 St Georges Terrace
Perth WA 6000
AUSTRALIA
Telephone: +61 8 9323 2000

Securities Exchange Listing

GBM Resources Limited - shares are listed on the
Australian Securities Exchange (ASX Code: GBZ)

Solicitors

Steinepreis Paganin
Lawyers and Consultants
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Perth WA 6000
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Directors' Report

The Directors present the consolidated financial statements of GBM Resources Limited for the half-year ended 31 December 2024.

Directors

The following persons were directors of GBM Resources Limited during the whole of the half-year and up to the date of this report, unless stated otherwise:

Guan Huat Sunny Loh	Non-Executive Chairman
Peter Rohner	Managing Director
Andrew Krelle	Executive Director (appointed 27 November 2024)
Peter Thompson	Non-Executive Director (resigned 27 November 2024)

Company Secretary

Kevin Hart	Joint Company Secretary
Dan Travers	Joint Company Secretary

Review of Operations

The consolidated net loss after income tax for the half-year was \$552,829 (31 December 2023: \$2,922,523), which includes exploration costs expensed and written off of \$24,520 (31 December 2023: \$38,465); net interest and finance costs of \$110,532 (31 December 2023: \$335,945), and fair value losses of \$62,614 (31 December 2023: \$533,909).

At the end of the half-year the Group had \$1,263,986 (30 June 2024: \$1,600,808) in cash and at call deposits from continuing operations and \$9,291,260 (30 June 2024: \$7,907,680) of assets held for sale.

Capitalised mineral exploration and evaluation expenditure at 31 December 2024 was \$41,665,507 (30 June 2024: \$41,765,261).

Exploration

Exploration expenditure incurred for the six months ended 31 December 2024 on the Company's wholly owned projects was \$886,587 (31 December 2023: \$1,478,061) with \$194,122 (31 December 2023: \$199,119) being spent on farm-in projects.

During the half year GBM entered into a \$12 million farm-in agreement at Twin Hills with Wise Walkers Limited (Wise Walkers) whereby Wise Walkers can earn up to a 70% interest for a cash payment of \$6 million and funding a further \$6 million of exploration. GBM will retain its 30% interest free carried to a decision to mine, completion of this transaction is still pending. The Company was notified by Nippon Mining of Australia of its withdrawal from the farm-in agreement with GBM. Consequently, GBM now retains 100% of the tenements relating to the Cloncurry Copper Gold Project which it will now sell.

During the reporting period, a maiden drilling program, comprising 2 diamond hole and air core drilling, was completed by Newmont at the Mt Coolon Project. Results from the air core drilling program and rock chip sampling are still outstanding. On the Yandan project, revision and remodelling of existing geophysical datasets occurred with the aim of generating new greenfield exploration targets.

White Dam

During the half year, GBM entered into a conditional term sheet with Olary Gold Mines Limited in relation to the sale of the White Dam gold-copper heap leach project for a total consideration of \$2.95 million in cash and a 1.5% net smelter royalty (capped at \$2.5 million). Olary has confirmed that the condition precedent of minimum funding of \$2 million has been secured but not yet completed. Separately, GBM is in discussions with a number of other parties on the sale of White Dam.

A total 526 ounces of gold was sold for revenue of ~\$2.1 million in the reporting period.

Directors' Report

Review of Operations (continued)

Corporate

The Company entered into an option agreement with Graphite Plains Pty Ltd in relation to the sale of the Sevastopol Graphite Prospect in North-West Queensland for a maximum consideration of \$1.2 million and a 1% net smelter royalty applied to graphite product produced. During the reporting period, the Company continued with discussions on the divestment of non-core assets.

In November 2024, Andrew Krelle was appointed Executive Director and Edward Jelich-Kane was appointed General Manager-Exploration to lead exploration across the Yandan Gold Project and the Twin Hills Farm-in Gold Project.

Significant Changes in the State of Affairs of the Group

Other than as stated above and elsewhere in this report, there have been no significant changes in the state of affairs of the Group during the period ended 31 December 2024.

Events Subsequent to the Reporting Date

Other than the matters stated below, there has not arisen in the interval between the end of the reporting period and the date of this report, any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors of the Company to affect substantially the operations of the Group, the results of those operations or the state of affairs of the Group in subsequent financial years.

- Nippon Mining Australia withdrew from the Cloncurry Project Farm-in Agreement. The Company now retains 100% ownership of the tenements previously covered by the Agreement.
- The Company issued 60,000,000 performance rights pursuant to the terms of the Company's Incentive Performance Rights Plan. A total of 14,381,089 fully paid ordinary shares were issued in consideration for contracting services provided to the Company.
- The Company entered into an agreement for the sale of the Mt Morgan Gold Copper Project tenements. Refer to note 6b) for details of the key terms of the agreement.

Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under Section 307C of the Corporations Act is set out on the following page.

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

DATED at Perth this 14th day of March 2025.



Peter Rohner
Managing Director

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the consolidated financial report of GBM Resources Limited for the half-year ended 31 December 2024, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Perth, Western Australia
14 March 2025



M R Ohm
Partner

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HLB Mann Judd is a member of HLB International, the global advisory and accounting network.

GBM Resources Limited
ABN 91 124 752 745

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the half-year ended 31 December 2024

		Consolidated	
	Note	31 December 2024 \$	31 December 2023 \$
(Loss)/gain on sale of assets	3	-	(38)
Other revenue	3	104,388	47,338
Interest and finance income		166,563	165,972
Interest and finance expenses		(277,095)	(501,917)
Net interest and finance expenses	3	(110,532)	(335,945)
Employee expenses		(251,527)	(313,197)
Consulting and professional expenses		(417,262)	(135,729)
Exploration costs expensed and written off	7	(24,520)	(38,465)
Depreciation and amortisation expenses		(53,628)	(77,872)
Fair value (loss)/gain on investments		(62,614)	(533,909)
Administration and other expenses		(437,042)	(357,984)
Loss before income tax		(1,252,737)	(1,745,801)
Income tax benefit		-	-
Net loss for the half-year from continuing operations		(1,252,737)	(1,745,801)
Profit/(loss) for the half year from discontinued operations	6a)	699,908	(1,176,722)
Loss for the half year		(552,829)	(2,922,523)
Other comprehensive income		-	-
Total comprehensive loss for the half year		(552,829)	(2,922,523)
Loss per share		Cents	Cents
Basic loss per share from continuing operations		(0.11)	(0.28)
Basic earnings/(loss) per share from discontinuing operations		0.06	(0.19)
Diluted loss per share from continuing operations		(0.11)	(0.28)
Diluted earnings/(loss) per share from discontinuing operations		0.06	(0.19)

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

GBM Resources Limited
ABN 91 124 752 745

Condensed Consolidated Statement of Financial Position
As at 31 December 2024

		Consolidated	
		31 December	30 June
		2024	2024
	Note	\$	\$
Current assets			
Cash and cash equivalents	4	1,263,986	1,600,808
Trade and other receivables	5	11,071	92,749
Prepayments		625,585	628,809
Asset held for sale	6a), 6b)	9,291,260	7,907,680
Financial assets		-	15,041
Total current assets		11,191,902	10,245,087
Non-current assets			
Prepayments		-	223,379
Exploration and evaluation expenditure	7	41,665,507	41,765,261
Right-of-use assets	8	153,167	7,050
Property, plant and equipment		442,061	468,619
Bonds and security deposits		8,414,217	8,425,883
Total non-current assets		50,674,952	50,890,192
Total assets		61,866,854	61,135,279
Current liabilities			
Trade and other payables	9	458,649	571,536
Employee leave liabilities		132,931	169,942
Lease liabilities	10	49,158	7,717
Borrowings	11	6,135,436	3,354
Deferred consideration	12	1,750,000	1,000,000
Liabilities associated with assets held for sale	6a)	5,431,393	4,957,680
Total current liabilities		13,957,567	6,710,229
Non-current liabilities			
Employee leave liabilities		109,428	96,283
Lease liabilities	10	106,333	-
Borrowings	11	-	6,011,972
Provisions	13	8,845,660	8,924,182
Total non-current liabilities		9,061,421	15,032,437
Total liabilities		23,018,988	21,742,666
NET ASSETS		38,847,866	39,392,613
Equity			
Issued capital	14	70,858,065	70,858,065
Option capital		193,694	193,694
Accumulated losses		(33,033,957)	(32,516,483)
Reserves		830,064	857,337
TOTAL EQUITY		38,847,866	39,392,613

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

GBM Resources Limited
ABN 91 124 752 745

Condensed Consolidated Statement of Changes in Equity
For the half-year ended 31 December 2024

	Issued Capital	Option Capital	Accumulated losses	Share based payment reserve	Convertible Note Reserve	Total
	\$	\$	\$	\$	\$	\$
At 1 July 2023	65,878,950	193,694	(26,589,533)	761,517	110,806	40,355,434
Total comprehensive loss for the half-year:						
Loss for the half-year	-	-	(2,922,523)	-	-	(2,922,523)
	-	-	(2,922,523)	-	-	(2,922,523)
Shares issued net of costs	1,038,604	-	-	-	-	1,038,604
Shares issued in lieu of services	19,026	-	-	-	-	19,026
Exercise of options/rights	28	-	-	-	-	28
Fair value of options/rights vesting	-	-	-	23,309	-	23,309
At 31 December 2023	66,936,608	193,694	(29,512,056)	784,826	110,806	38,513,878
At 1 July 2024	70,858,065	193,694	(32,516,483)	746,531	110,806	39,392,613
Total comprehensive loss for the half-year:						
Loss for the half-year	-	-	(552,829)	-	-	(552,829)
	-	-	(552,829)	-	-	(552,829)
Cancellation of options	-	-	35,355	(35,355)	-	-
Fair value of options/rights vesting	-	-	-	8,082	-	8,082
At 31 December 2024	70,858,065	193,694	(33,033,957)	719,258	110,806	38,847,866

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

GBM Resources Limited
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Condensed Consolidated Statement of Cash Flows
For the half-year ended 31 December 2024

	Note	Consolidated	
		31 December 2024	31 December 2023
		\$	\$
Cash flows from operating activities			
Cash receipts from metal sales		2,109,209	938,417
Payments to suppliers and employees		(2,224,772)	(1,986,155)
Interest received		176,649	166,018
JV management fee income		4,363	47,338
Interest and other costs of finance paid		(7,968)	(271,498)
Net cash from/(used in) operating activities		57,481	(1,105,880)
Cash flows from investing activities			
Refunds of bonds and security deposits		11,666	12,318
Payments to acquire property, plant and equipment		(20,049)	-
Funds provided by JV partner under farm-in agreement		40,723	441,822
Proceeds from sale of investments		-	10,459
Proceeds from sale of tenements		850,000	-
Payments for exploration and evaluation, including joint venture spend		(1,323,356)	(2,054,919)
Net cash used in investing activities		(441,016)	(1,590,320)
Cash flows from financing activities			
Proceeds from the issue of shares		-	1,100,000
Share issue costs		-	(66,000)
Proceeds from loans and borrowings		189,977	199,604
Repayment of loans and borrowings		(121,843)	(142,196)
Repayment of lease liabilities		(19,294)	(41,822)
Net cash from financing activities		48,840	1,049,586
Net decrease in cash held		(334,695)	(1,646,614)
Cash at the beginning of the period		1,625,541	1,901,042
Cash at the end of the period	4(a)	1,290,846	254,428

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

Notes to the Condensed Consolidated Financial Statements
For the half-year ended 31 December 2024

NOTE 1 BASIS OF PREPARATION OF HALF-YEAR REPORT

These general purpose financial statements for the half-year reporting period ended 31 December 2024 have been prepared in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Act 2001. Compliance with AASB 134 ensures that the financial statements comply with International Financial Reporting Standard IAS 134: Interim Financial Reporting.

The Group is a for profit entity for financial reporting purposes under Australian Accounting Standards.

The financial report has been prepared on the historical cost basis except for the revaluation of certain financial assets to fair value.

These half-year financial statements do not include all the notes of the type normally included in annual financial statements and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Group as the full financial statements. Accordingly, these half-year financial statements are to be read in conjunction with the annual financial statements for the year ended 30 June 2024 and any public announcements made by GBM Resources Limited during the half-year reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The same accounting policies and methods of computation have been followed in these half-year financial statements as compared with the most recent annual financial statements. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

Significant accounting judgements and key estimates

The preparation of half-year reports requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

In preparing this half-year report, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial report for the year ended 30 June 2024.

For the purpose of preparing the half-year report, the half-year has been treated as a discrete reporting period.

Going Concern

The financial statements have been prepared on the going concern basis which contemplates the continuity of normal business activities and the realisation of assets and discharge of liabilities in the normal course of business.

As at 31 December 2024, the Group has cash assets of \$1,263,986, total current assets of \$1,900,642 and total current liabilities of \$8,526,174 excluding assets held for sale and liabilities associated with such assets. The loss from continuing operations for the period was \$1,252,737 and operating and investing cash outflows were \$383,535. Notwithstanding these factors, the Directors are of the opinion that the Company is a going concern for the following reasons:

- Sale of the White Dam gold-copper Project is well progressed (refer note 6a).
- The \$12 million Sale and Farm-in agreement for the Twin Hills Project received shareholder approval in November 2024 and some conditions precedent have already been completed at the end of the reporting period.
- A Definitive Agreement for the sale of the Mount Morgan project has been executed.
- Negotiations for the divestment of certain non-core assets are continuing.
- The remaining interest payable on the convertible notes has been prepaid.

Notes to the Condensed Consolidated Financial Statements
For the half-year ended 31 December 2024

NOTE 1 BASIS OF PREPARATION OF HALF-YEAR REPORT (continued)

Going Concern (continued)

- Continued support from the Queensland regulatory bodies regarding future environmental bond obligations.
- Expenditure on future exploration activity is largely discretionary and is entirely dependent on available cash.

The Company is party to a convertible note agreement with Collins St Convertible Notes Pty Ltd (refer note 11) and a requirement under this agreement is that the Group holds a minimum cash balance of \$1 million. The Directors will continue to manage the Group's activities with due regard to current and future funding requirements and the minimum cash balance requirement under the convertible note agreement. The directors reasonably expect that the Company will be able to raise sufficient capital to fund the Group's exploration and working capital requirements if required, and that the Group will be able to settle debts as and when they become due and payable.

The Group's ability to continue as a going concern and meet future working capital requirements is dependent on the above points being realised. Should the Company not be successful in generating the required cash flows, there is a material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern and realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial statements.

Adoption of new and revised accounting standards

The Group has adopted all of the new and revised standards and interpretations issued by the Australian Accounting Standards Board that are relevant to its operations and effective for the current half-year.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted by the Group for the reporting period ended 31 December 2024.

The consolidated half-year financial statements were approved by the Board of Directors on 14th March 2025.

NOTE 2 SEGMENT INFORMATION

Operating segments are identified and segment information disclosed, where appropriate, on the basis of internal reports reviewed by the Company's Board of Directors, being the Group's Chief Operating Decision Maker, as defined by AASB 8.

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors in assessing performance and determining the allocation of resources. Reportable segments disclosed are based on aggregating operating segments, where the segments have similar characteristics. The Group has two operating segments, these being mineral exploration and resource development within Australia and production of minerals in Australia.

The following tables present revenue and profit information and certain asset and liability information regarding operating segments:

GBM Resources Limited
ABN 91 124 752 745

Notes to the Condensed Consolidated Financial Statements
For the half-year ended 31 December 2024

NOTE 2 SEGMENT INFORMATION (continued)

31 December 2024	Mineral Exploration \$	Mineral Production \$	Consolidated \$
Other income	104,388	3,657	108,045
Metal sales	-	2,077,516	2,077,516
Net interest and finance expenses (note 3)	(110,532)	19,372	(91,160)
Other segment expenses	(1,246,593)	(1,400,637)	(2,647,230)
Segment profit/(loss)	(1,252,737)	699,908	(552,829)
Current assets	2,870,463	8,321,439	11,191,902
Non-current assets	50,674,952	-	50,674,952
Current liabilities	(8,526,174)	(5,431,393)	(13,957,567)
Non-current liabilities	(9,061,421)	-	(9,061,421)
Net assets	35,957,820	2,890,046	38,847,866

31 December 2023	Mineral Exploration \$	Mineral Production \$	Consolidated \$
Segment income	47,338	640,355	687,693
Net interest and finance expenses (note 3)	(335,945)	(229)	(336,174)
Other segment expenses	(1,457,194)	(1,816,848)	(3,274,042)
Segment profit/(loss)	(1,745,801)	(1,176,722)	(2,922,523)
Current assets	2,113,609	416,327	2,529,936
Non-current assets	54,822,281	3,937,387	58,759,668
Current liabilities	(8,296,988)	(953,256)	(9,250,244)
Non-current liabilities	(9,032,284)	(4,493,198)	(13,525,482)
Net assets	39,606,618	(1,092,740)	38,513,878

NOTE 3 LOSS FROM ORDINARY ACTIVITIES

Included in loss before income tax are the following specific items of income/(expense):

	Consolidated	
	31 December 2024 \$	31 December 2023 \$
Gain on disposal of exploration assets ¹	50,000	-
Exclusivity fee – White Dam Project (note 6a)	50,000	-
Joint venture management fee income	4,363	47,338
Loss on disposal of investments	-	(38)
Share based payment expense	(8,082)	(23,309)

¹ Signing payment received from Graphite Plains Pty Ltd for an exclusive option to purchase the graphite rights at the Sevastopol project (EPM 16398).

Notes to the Condensed Consolidated Financial Statements
For the half-year ended 31 December 2024

NOTE 3 LOSS FROM ORDINARY ACTIVITIES (continued)

	Consolidated	
	31 December 2024	31 December 2023
	\$	\$
Interest income	166,563	165,972
Discount on rehabilitation provision	78,522	(106,720)
Interest expense – convertible notes	(347,673)	(392,222)
Interest expense – leases	(2,932)	(1,654)
Interest expense – other	(5,012)	(1,321)
Net interest and finance (expenses)/income	(110,532)	(335,945)

NOTE 4 CASH AND CASH EQUIVALENTS

	Consolidated	
	31 December 2024	30 June 2024
	\$	\$
a) Reconciliation of cash recorded in Statement of Financial Position to Statement of Cash Flows		
Cash at bank and on hand	1,263,986	1,600,808
Cash classified as held for sale	26,860	24,733
Balance as per Statement of Cash Flows	1,290,846	1,625,541

b) Cash available for specific use

Included in cash and cash equivalents is \$13,117 (30 June 2024: \$507,744) relating to cash calls received in advance from farm in and joint venture partners. These funds are for specific use on tenements covered under the Cloncurry Joint Venture agreement.

c) Deposit Payment

Cash balances at 31 December 2024 include a Deposit Payment of \$750,000. Refer to note 12 for details.

NOTE 5 TRADE AND OTHER RECEIVABLES

	Consolidated	
	31 December 2024	30 June 2024
	\$	\$
Current		
Trade receivables	-	2,222
GST recoverable	11,071	20,166
Other receivables ¹	-	70,361
	11,071	92,749

¹ Refund owing on prepaid convertible note interest

Notes to the Condensed Consolidated Financial Statements
For the half-year ended 31 December 2024

NOTE 6 ASSETS HELD FOR SALE

a) White Dam Project – Asset Held For Sale and Discontinued Operation

During the reporting period, the Company entered into a conditional term sheet with Olary Gold Mines Limited (Olary) in relation to the sale of the White Dam gold-copper heap leach project (White Dam). Olary advised that the minimum funding condition precedent has been met and completion is yet to occur. Separately, the Company is also in discussions with a number of other interested parties for the sale of White Dam.

Under the terms of the Olary agreement for the sale of White Dam, Olary has agreed to purchase the issued capital of direct wholly-owned subsidiary Millstream Resources Pty Limited and wholly owned subsidiaries Polymetals Operations Pty Ltd, Polymetals (White Dam) Pty Ltd Exco Operations (SA) Pty Limited and Exco Resources (SA) Pty Ltd, the group of companies that hold and operate White Dam.

Consideration for the sale comprises:

- \$0.95 million cash payable prior to 31 July 2024 or a later date as mutually agreed;
- \$1 million cash payable 12 months from the Completion Date;
- \$1 million cash payable 24 months from the Completion Date; and
- 1.5% net smelter royalty paid quarterly in arrears for all gold and copper production at White Dam to a maximum of \$2.5 million

As a result of the sale, the assets and liabilities of the White Dam subsidiaries are classified as assets held for sale and liabilities associated with assets held for sale and financial performance as a discontinued operation.

	Consolidated	
	31 December 2024 \$	30 June 2024 \$
Assets classified as held for sale		
Cash and cash equivalents	26,860	24,733
Trade and other receivables	2,098	71,858
Inventories	276,987	213,074
Exploration and evaluation	5,209,371	4,598,611
Property, plant and equipment	866,123	1,059,404
Bonds and security deposits	1,940,000	1,940,000
Total assets classified as held for sale	8,321,439	7,907,680
Liabilities associated with assets held for sale		
Trade and other payables	199,765	261,205
Employee leave liabilities	224,661	220,663
Provisions	5,006,967	4,475,812
Total liabilities associated with assets held for sale	5,431,393	4,957,680

Notes to the Condensed Consolidated Financial Statements
For the half-year ended 31 December 2024

NOTE 6 ASSETS HELD FOR SALE (continued)

a) White Dam Project – Asset Held For Sale and Discontinued Operation (continued)

	31 December 2024	31 December 2023
	\$	\$
Cashflow information		
Net cash from/(used) operating activities	943,624	(173,185)
Net cash used investing activities	(181,635)	(145,006)
Net cash (used)/from financing activities ¹	(759,862)	310,364
Increase/(decrease) in net cash from discontinued operations	2,127	(7,827)

¹ Movements in loan from parent.

	Consolidated 31 December 2024	31 December 2023
	\$	\$
Financial Performance Information		
Revenue from metal sales	2,077,516	640,355
Other revenue	3,657	-
Interest and finance income/(expense)	19,372	(229)
Processing expenses	(950,910)	(1,350,127)
Royalty expenses	(146,280)	(54,328)
Employee expenses	(1,173)	(79,410)
Depreciation and amortisation expenses	(207,233)	(230,236)
Administration and other expenses	(95,041)	(102,747)
Profit/(loss) before income tax	699,908	(1,176,722)
Income tax benefit	-	-
Other comprehensive income	-	-
Total comprehensive profit/(loss) for the period from discontinued operations	699,908	(1,176,722)

AASB 5 Non-current Assets Held for Sale and Discontinued Operations requires a non-current asset held for sale to be measured at the lower of carrying value and fair value less costs to sell. An impairment charge of \$687,286 has been recognised during the 2024 financial year, thereby reducing the carrying value of White Dam to \$2.95 million, this being the value of consideration to be received on sale of the project.

b) Mount Morgan – Asset held for sale

During the reporting period discussions commenced on the divestment of the Mount Morgan Project. As such, capitalised exploration expenditure amounting to \$969,821 has been reclassified as available for sale at 31 December 2024.

Notes to the Condensed Consolidated Financial Statements
For the half-year ended 31 December 2024

NOTE 6 ASSETS HELD FOR SALE (continued)

b) Mount Morgan – Asset held for sale (continued)

In March 2025, the Company executed a sale agreement with Mt Morgan Pty Ltd and LE Minerals Pty Ltd (together the buyers) and with Lithium Energy Limited (ASX: LEL) (guarantor) for the sale of the Mt Morgan Gold Copper Project tenements. Consideration for the sale comprises:

- cash payments of approximately \$2.03 million to be received in 4 staged payments the final of which is due approximately 21 months after the last condition precedent has been satisfied;
- contingent payments of up to \$1.67 million in total on achievement of various exploration and economic study milestones; and
- a 1.33% NSR royalty (with a partial buyback option).

Lithium Energy will also acquire additional adjoining tenements and applications in Queensland from a private Canadian company. Lithium Energy has committed to fund a minimum of \$4 million of exploration spend over the joint tenement package over a period of approximately 21 months after the last condition precedent has been satisfied.

NOTE 7 EXPLORATION AND EVALUATION EXPENDITURE

The capitalised exploration and evaluation expenditure of \$41,665,507 (30 June 2024: \$41,765,261) represents expenditure and acquisition costs incurred by the Group on its exploration assets.

The recoverability of the carrying amount of the exploration and evaluation assets is dependent upon successful development and commercial exploitation, or alternatively, sale of the respective areas of interest.

	Consolidated	
	31 December 2024 \$	30 June 2024 \$
Capitalised exploration costs at the beginning of the period	41,765,261	45,629,203
Exploration and evaluation costs incurred (excluding joint venture costs incurred)	886,587	2,572,682
Capitalised rehabilitation costs (note 13)	-	(1,744,096)
Less: costs relating to tenements sold	-	(19,844)
Less: exploration costs not capitalised	(24,520)	(74,073)
Less: transfer to asset held for sale ¹	(961,821)	(4,598,611)
Capitalised exploration costs at the end of the period	41,665,507	41,765,261

¹ December 2024: Mount Morgan \$969,821. June 2024: White Dam Project \$4,598,611.

GBM Resources Limited
ABN 91 124 752 745

Notes to the Condensed Consolidated Financial Statements
For the half-year ended 31 December 2024

NOTE 8 RIGHT-OF-USE ASSETS

	Consolidated	
	31 December 2024	30 June 2024
	\$	\$
Opening balance	7,050	91,644
Right-of-use asset additions ¹	167,091	-
Depreciation expense	(20,974)	(84,594)
	153,167	7,050

¹The Group leases office space in Brisbane, Australia under an agreement for a term of 3 years expiring on 10 October 2027.

NOTE 9 TRADE AND OTHER PAYABLES

	Consolidated	
	31 December 2024	30 June 2024
	\$	\$
Current		
Unspent funds received from farm-in partner	-	148,103
Acquisition costs payable ¹	12,500	12,500
Trade creditors ²	265,223	172,702
Sundry creditors and accruals	152,811	172,213
Employee liabilities	28,115	66,018
	458,649	571,536

¹ Acquisition costs payable to Drummond Gold Limited pursuant to the acquisition of Mt Coolon Gold Mines Pty Ltd.

² Trade payables are non-interest bearing and are normally settled on 30 day terms.

NOTE 10 LEASE LIABILITIES

	Consolidated	
	31 December 2024	30 June 2024
	\$	\$
Current liability	49,158	7,717
Non-current liability	106,333	-
	155,491	7,717

Notes to the Condensed Consolidated Financial Statements
For the half-year ended 31 December 2024

NOTE 10 LEASE LIABILITIES (continued)

	6 months to 31 December 2024 \$	Year to 30 June 2024 \$
Movement in lease liabilities		
Opening balance	7,717	97,676
Increase in liability on new lease	167,091	-
Principal repayments	(19,317)	(89,959)
Lease liabilities at the end of the period	155,491	7,717

During the current reporting period, \$2,932 interest expense on leases was recognised in the Statement of Profit or Loss and Other Comprehensive Income.

NOTE 11 BORROWINGS

	Consolidated 31 December 2024 \$	30 June 2024 \$
Current		
Secured loan	-	3,354
Insurance premium funding	75,891	-
Convertible note liability ¹	6,059,545	-
	6,135,436	3,354
Non-Current		
Convertible note liability ¹	-	6,011,972
	6,135,436	6,015,326

¹ The Company entered into a convertible note (Note) agreement with Collins Street Convertible Notes Pty Ltd (Collins Street) for funding of up to \$10,000,000 via the issue of two convertible notes each with a face value of \$5,000,000. The notes are due for repayment in October and December 2025.

Interest on the convertible notes has been prepaid with \$555,828 of interest payments being classified as Prepayments (current) on the Statement of Financial Position at 31 December 2024.

The outstanding face value of the notes is convertible at any time by the holder into fully paid ordinary shares in the capital of the Company at a conversion price of \$0.02.

The convertible notes are secured by way of a mortgage over property of Mt Coolon Gold Mines Pty Ltd (which holds the Twin Hills and Mt Coolon Gold Projects) and Straits Gold Pty Ltd (which holds the Yandan Gold Project). The Group is required to maintain a minimum cash balance of \$1,000,000.

The value of the notes has been split between the financial liability and an equity component, representing the residual attributable to the option to convert the financial liability into equity, based on a discount rate of 11.2%.

Notes to the Condensed Consolidated Financial Statements
For the half-year ended 31 December 2024

NOTE 11 BORROWINGS (continued)

	6 months to 31 December 2024 \$	Year to 30 June 2024 \$
Movement in convertible note		
Opening balance	6,011,972	7,357,544
Partial redemption of note	-	(900,000)
Partial redemption of note – Novo share transfer ¹	47,573	(445,572)
Closing balance	6,059,545	6,011,972

¹ In June 2024, shares held by the Company in Novo Resources Corp were transferred to Collins St Convertible Notes Pty Ltd, with the value of the shares at that time offset against the amount owing on the convertible note loan. Actual share sale proceeds received by Collins St in July 2024, were less than the June 2024 offset value, resulting in a balancing adjustment recognised in the current reporting period.

NOTE 12 DEFERRED CONSIDERATION

The Company has entered into a Farm-In Agreement with Wise Walkers Limited whereby Wise Walkers can earn up to a 70% interest in the Twin Hills Gold Project for a total of \$6 million cash consideration plus fund a further \$6 million on exploration spend. Of the total consideration payable, a \$1 million exclusivity fee was received during the previous financial year and is classified as deferred consideration of the Statement of Financial Position.

During the current reporting period, the Company and Wise Walkers agreed to the release of \$750,000 of the escrowed consideration as a Partial Deposit Payment whilst the Twin Hills Farm-in agreement is being finalised. The \$750,000 received has been recognised as deferred consideration in the Statement of Financial Position and is included in the cash balance of \$1,263,986 at 31 December.

NOTE 13 PROVISIONS

	Consolidated 31 December 2024 \$	30 June 2024 \$
Non-current		
Rehabilitation Provision	8,845,660	8,924,182
Movement in Provisions		
Balance at the start of the period/year	8,924,182	12,816,444
Partial release of provision	-	(1,744,096)
Unwinding of discount	(78,522)	32,462
Transfer to liabilities associated with assets held for sale ¹	-	(2,180,628)
Balance at the end of the period/year	8,845,660	8,924,182

¹ White Dam Gold-Copper Project.

Notes to the Condensed Consolidated Financial Statements
For the half-year ended 31 December 2024

NOTE 13 PROVISIONS (continued)

The present value of the provision for future rehabilitation costs was reassessed during the reporting period. The unwinding of the discount on the rehabilitation provision is recognised in the Statement of Profit or Loss and Other Comprehensive Income as a financing expense.

NOTE 14 ISSUED CAPITAL

	6 months to 31 December 2024 #	Year to 30 June 2024 #	6 months to 31 December 2024 \$	Year to 30 June 2024 \$
At the beginning of the period	1,156,688,889	615,960,932	70,858,065	65,878,950
Share placements	-	3,703,704	-	100,000
Share entitlement offer less costs	-	414,191,532	-	3,616,028
In lieu of services/director fees	-	22,437,471	-	313,684
Convertible note redemption	-	100,000,000	-	900,000
Exercise of options/rights	-	395,250	-	49,403
At the end of the period	1,156,688,889	1,156,688,889	70,858,065	70,858,065

NOTE 15 SHARE BASED PAYMENTS

Options and Rights

During the reporting period, no options or performance rights were issued as an incentive or for the payment of services.

The fair value of options and rights is apportioned over the vesting period of these securities. A total vesting expense of \$8,082 is recognised in the consolidated statement of profit or loss and other comprehensive income during the reporting period for options and performance rights granted in prior periods.

Subsequent to 31 December 2024, 60 million performance rights were issued as incentives: 30 million each to Director Andrew Krelle and General Manager-Exploration Edward Jelichich-Kane.

Shares

During the reporting period, no shares were issued as an incentive or for the payment of services.

Subsequent to the end of the reporting period, 14,381,089 shares were issued in lieu of payment for services.

NOTE 16 FAIR VALUE

The carrying amount of the financial assets and financial liabilities that are recognised in the condensed consolidated financial statements approximate their fair values.

The methods and valuation techniques used for the purposes of measuring fair value are unchanged from the previous reporting period.

Notes to the Condensed Consolidated Financial Statements
For the half-year ended 31 December 2024

NOTE 17 DIVIDENDS

No dividends were paid or proposed during the period.

The Company has no franking credits available as at 31 December 2024.

NOTE 18 CONTINGENCIES AND COMMITMENTS

(i) Contingent liabilities

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

(ii) Contingent assets

There has been no change in contingent assets since the last annual reporting date.

(iii) Exploration commitments

Minimum expenditure requirements for the following 12 months on the Group's exploration licences as at 31 December 2024 are approximately \$4.1 million.

(iv) Environmental Bonds

The Queensland State Government has a Financial Provisioning Scheme (FPS) to assist with managing environmental and rehabilitation obligations. There has been no change since the last annual reporting date to the Estimated Rehabilitation Costs (ERC) as advised by the Department of Environment and Science (DES) for the Yandan, Twin Hills, and Mount Coolon Gold Projects.

NOTE 20 EVENTS OCCURRING AFTER THE BALANCE DATE

Other than the matters stated below, there has not arisen in the interval between the end of the reporting period and the date of this report, any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors of the Company to affect substantially the operations of the Group, the results of those operations or the state of affairs of the Group in subsequent financial years.

- Nippon Mining Australia withdrew from the Cloncurry Project Farm-in Agreement. The Company now retains 100% ownership of the tenements previously covered by the Agreement.
- The Company issued 60,000,000 performance rights pursuant to the terms of the Company's Incentive Performance Rights Plan. A total of 14,381,089 fully paid ordinary shares were issued in consideration for contracting services provided to the Company.
- The Company entered into an agreement for the sale of the Mt Morgan Gold Copper Project tenements. Refer to note 6b) for details of the key terms of the agreement.

Directors' Declaration

The Directors of GBM Resources Limited ("the Company") declare that:

- (a) the attached interim financial statements and notes thereto are in accordance with the Corporations Act 2001, including:
 - (i) complying with Australian Accounting Standard AASB134 – *Interim Financial Reporting*, and the Corporations Regulations 2001, and other mandatory reporting requirements; and
 - (ii) giving a true and fair view of the Group's financial position as at 31 December 2024 and of its performance for the half-year ended on that date.
- (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.

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

Signed at Perth this 14th day of March 2025.



Peter Rohner
Managing Director

INDEPENDENT AUDITOR'S REVIEW REPORT

To the Members of GBM Resources Limited

Report on the Condensed Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of GBM Resources Limited (the "Company") and its controlled entities (the "Group"), which comprises the condensed consolidated statement of financial position as at 31 December 2024, the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows for the half-year ended on that date, selected explanatory notes, and the directors' declaration, for the Group comprising the Company and the entities it controlled at the half-year end or from time to time during the half-year.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of GBM Resources Limited does not comply with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the Group's financial position as at 31 December 2024 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibility is further described in the *Auditor's Responsibility for the Review of the Financial Report* section of our report. We are independent of the company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the "Code") that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Material Uncertainty Related to Going Concern

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

Responsibility of the Directors for the Financial Report

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

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Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2024 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

HLB Mann Judd

HLB Mann Judd
Chartered Accountants

Perth, Western Australia
14 March 2025



M R Ohm
Partner