



ABN 96 649 477 734

**Financial report for the half-year ended
31 December 2024**

Osmond Resources Limited
Directors' report
31 December 2024

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'consolidated entity') consisting of Osmond Resources Limited (referred to hereafter as the 'company' or 'parent entity') and the entities it controlled at the end of, or during, the six month period ended 31 December 2024.

Directors

The following persons were directors of Osmond Resources Limited during the whole of the financial period and up to the date of this report, unless otherwise stated:

Rhoderick Grivas – Non-Executive Chair

Anthony Hall - Managing Director and CEO (appointed 9 September 2024)

Daniel Eddington – Non-Executive Director

Andrew Shearer – former Executive Director and CEO (resigned 9 September 2024)

Principal activities

During the financial period the principal continuing activities of the consolidated entity consisted of exploration and development focused on gold and base metals discoveries.

Review of operations

The loss for the consolidated entity for the period ended 31 December 2024 after providing for income tax amounted to \$7,857,918 (2023: \$920,967). Refer also to the activities report set out on the page following this report.

Significant changes in the state of affairs

Effective 6 September 2024, the Company raised \$700,000 from a placement via the issue of 10,000,000 shares at a price of 7 cents each.

Effective 12 November 2024, the Company acquired a 100% owned subsidiary, Iberian Alumina Pty Ltd, which is the 100% owner of Iberian Alunite SL, a company registered in Spain and the owner of the Iberian One project. Purchase consideration was the issue of 15,000,000 shares and 5,000,000 Options (refer to notes 4 and 5 to the financial statements).

There were no other significant changes in the state of affairs of the consolidated entity during the financial period.

Rounding of amounts

The company is of a kind referred to in Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest dollar.

Matters subsequent to the end of the financial period

On 24 January 2025, the Company issued 100,000 shares from the exercise of Options at a price of 30 cents each raising \$30,000.

On 7 February 2025, the Company issued 100,000 shares from the exercise of Options at a price of 30 cents each raising \$30,000.

On 14 February 2025, the Company issued 850,000 shares from the exercise of Options at a price of 25 cents each raising \$212,500.

No other matter or circumstance has arisen since 31 December 2024 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after the activities report.

Osmond Resources Limited
Directors' report
31 December 2024

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001.

On behalf of the directors:



Anthony Hall
Managing Director

14 March 2025
Melbourne

REVIEW OF ACTIVITIES

December 2024

During the half year, Osmond progressed its corporate strategy focused on developing critical minerals projects primarily in Spain. The Company acquired two key projects in Spain - Orion EU Critical Minerals Project (subject to final permit award) and Iberian One Project. Both projects support Osmond's aspiration to become a meaningful producer of critical and future facing minerals in the EU to help the EU reduce import reliance, especially for minerals it currently does not extract.

In South Australia, the Company moved to 51% ownership of the Yumbarra Project which is targeting highly prospective uranium and platinum group elements (**PGE**).

Highlights

Spain - Orion EU Critical Minerals Project

- Osmond announced the staged acquisition of Orion EU Critical Minerals Project, a major EU Rutile, Zircon, Hafnium and Rare Earth project, located in southern Spain.
- The acquisition obtained shareholder approval at an AGM held in October 2024.
- The project has exceptional exploration results including geochemical results from 150kg in bulk samples, with Total Heavy Metals in two of three samples over 30% (third sample 28%)¹

| Modals and Oxide Results from Bulk Samples | | | | | |
|--|------|----------|----------|----------|--------------|
| Mineral | Unit | Sample 1 | Sample 2 | Sample 3 | Sample AV-04 |
| Rutile | % | 13.26 | 13.16 | 15.22 | 10.00 |
| Ilmenite | % | 6.02 | 4.69 | 5.05 | 3.80 |
| Zircon | % | 9.28 | 8.44 | 9.37 | 5.93 |
| Monazite | % | 1.54 | 1.50 | 1.72 | 0.70 |
| Oxides | | | | | |
| HfO₂ | ppm | 1,219 | 1,16 | 1,297 | 700 |
| Nd₂O₃ | ppm | 2,098 | 1,841 | 2,026 | 1,160 |
| Pr₂O₃ | ppm | 591 | 499 | 548 | 320 |
| Tb₄O₇ | ppm | 33 | 29 | 32 | 17.6 |
| Dy₂O₃ | ppm | 159 | 140 | 153 | 87.4 |

- Focus is on a primary high-grade seam with drilling expected to show continuity between Zones
- Supportive EU backdrop with new May 2024 EU Critical Minerals Legislation
- Titanium (Rutile), Light and Heavy Rare Earths are all classified as "strategic" critical minerals

Spain - Iberian One Project

- Osmond executed an Agreement to acquire up to 100% of the Iberian One Project, which is prospective for Potassium Sulphate (**SOP**), Alumina products and Graphite

¹ refer Exploration Results and JORC Table in ASX Announcement 6 September 2024, and 17 January 2025.

- Confirmatory five drill hole program completed with the results reported, including²:
 - S24-03 – 6.9m at 22.4% Al₂O₃ from 16.2m below surface;
 - S24-03 – 3.6m at 25.4% Al₂O₃ from 62.1m below surface; and
 - S24-05 – 6.6m at 25.8% Al₂O₃ from 72.2m below surface.
- Post receipt of the encouraging assay results from the five-drill hole confirmatory drilling program, the Company confirmed its intention to acquire the Iberian One Project. The acquisition was renegotiated to a single share payment (completed on 12 November 2024) for a 100% interest and a 1% gross revenue royalty.

Australian Projects

- The Yumbarra Project located in South Australia and is a target for uranium and platinum group elements (**PGE**)
- The Company completed sufficient exploration activities to have a 51% interest in the project confirmed in December 2024
- The Company is reviewing the best way to progress the project.

Corporate

- Experienced EU mining executive, Mr Anthony Hall was appointed Managing Director and CEO, replacing Mr Andrew Shearer effective 9 September 2024
- Global industrial minerals expert, mining executive and corporate finance specialist, Mr Tolga Kumova was also appointed Strategic Advisor at this time
- Modest non brokered 10m share placement at \$0.07 per share completed, to support activities related to the newly-acquired Orion EU Critical Minerals Project, Spain

Orion EU Critical Minerals Project (Spain)

Osmond executed an agreement to acquire up to an 80% interest in the capital of Iberian Critical Minerals Pty Ltd (**ICM**) via a three-tranche staged acquisition. ICM currently holds a 100% interest in the capital of Omnis Minería SL (**Omnis**) which in turn holds a 51% interest in the capital of Green Mineral Resources SL (**GMR**). Omnis has the right to increase its interest in GMR to at least 90% upon completion of a JORC Code compliant Scoping Study. GMR holds a 100% interest in the rights and title to the Orion EU Critical Minerals Project (the **Project**).

The Orion EU Critical Minerals Project is located in Jaén Province, Andalucía, Southern Spain (refer Figure 1 below). The Project includes 288 Spanish mining units (cuadrículas mineras) covering an area of 86.4km².

² refer Table 1 in ASX Announcement 3 September 2024, noting that results do not distinguish between size fractions.

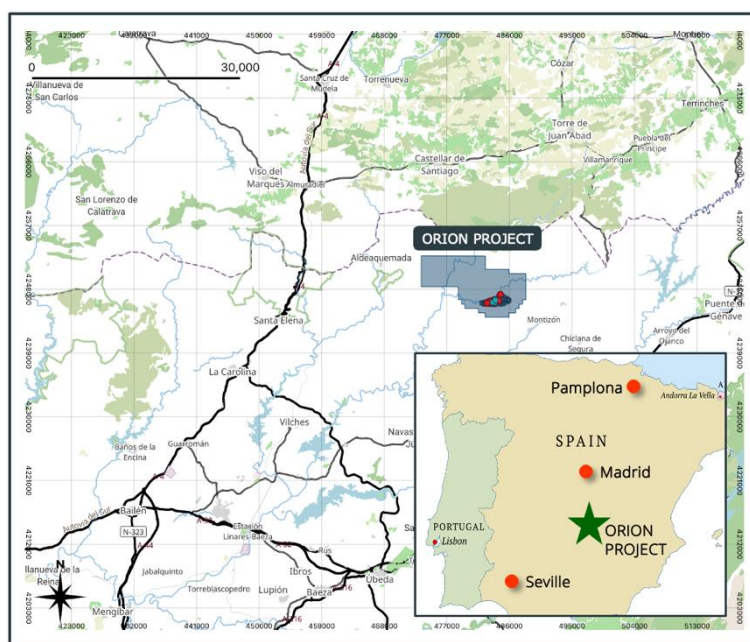


Figure 1 – Map showing Orion EU Critical Minerals Project location

It is a siliciclastic geological system with various layers rich in critical minerals including rutile (titanium), zircon, hafnium, and light and heavy rare earths. The Project area was explored for thorium and uranium in the 1950s and 1960s and includes a historic galena mine (refer Figure 2 below). Three initial target areas have been identified with a focus on the Avellanar target (refer Figure 2 below) that includes the exploration results referred to below. The “Admisión Definitiva” (main pre-cursor to permit award) was published in the “Boletín Oficial de la Provincia de Jaén” (Province Bulletin) in March 2024 with formal permit award expected in Q2, CY25.

Exploration activities to date have focused on mapping and sampling the TI-ZR-REE rich layers across a wide area of Zone 1 (Avellanar Target) and Zone 3 (refer Figure 3 below). Figure 4 below shows the geological interpretation of a potential mineralised sequence where outcrops have been tested.



Figure 2 – Photos on location at Avellanar Zone showing remnants of historic galena mine in the permit area

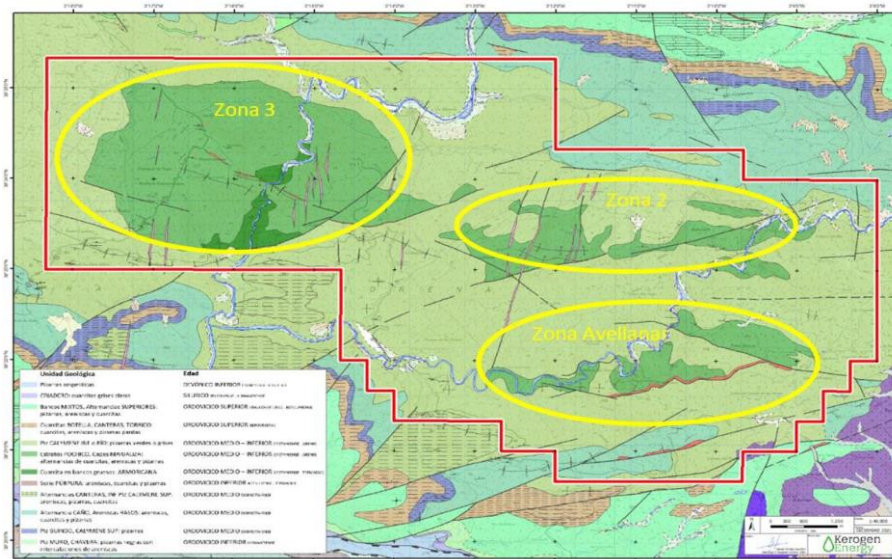


Figure 3 – Map showing three Target Areas within the Permit Boundary

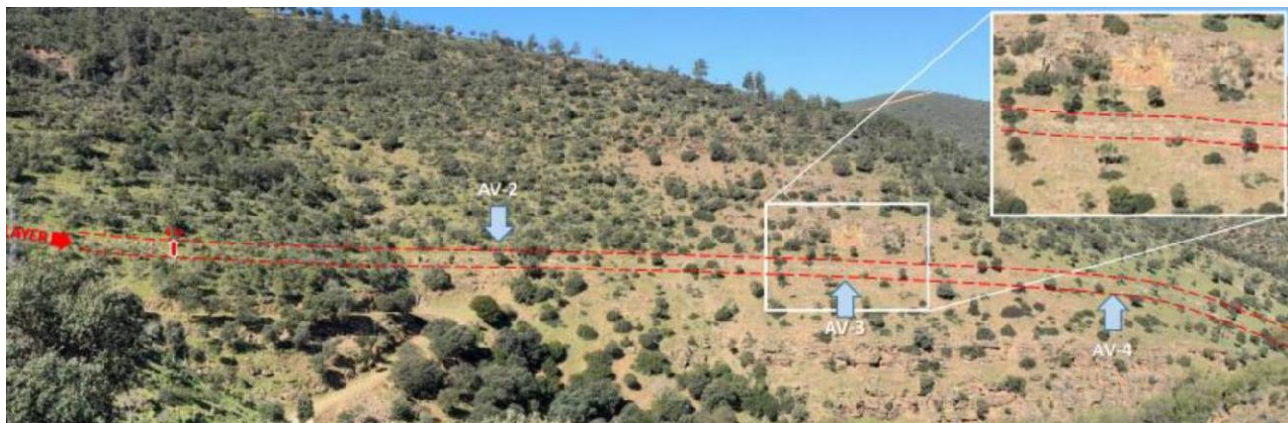


Figure 4 – Photo showing selected outcrops and geological interpretation of potential mineralised sequence

Exploration Results – Zone 1

Green Mineral Resources SL has completed two rounds of modern exploration activities in Zone 1 (Avellanar Zone) (refer to Figure 4 above):

1. Sixteen rock chip samples (chip sampling) from outcrops across more than 2kms; and
2. Three channel samples across the complete layer thickness weighing 150 kg to get a bulk sample.

Figures 5 shows the locations of the chip samples and bulk samples within Zones 1.

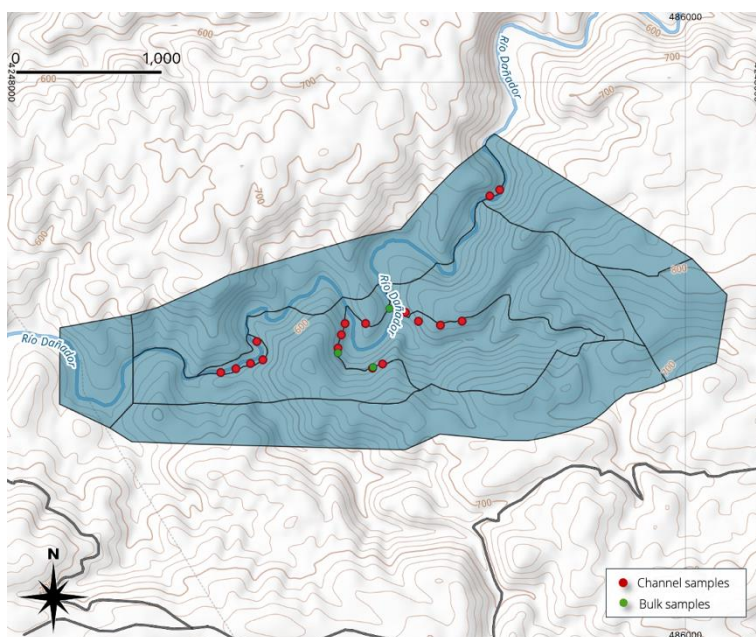


Figure 5 – Map showing chip sampling (red points) and Channel Bulk Channel Sample locations (green points) within Avellanar Zone

The rock chip sampling was designed to test relevant element and oxide grades in the outcrops detected by a scintillometer. Samples of approximately 500 grams were collected, prepared and sent to ALS Labs in Seville, Spain for crushing and splitting prior to being shipped to ALS Labs in Galway, Ireland for assay. Select results are shown in table 1 below. A full summary of results is shown in Appendix 1 in ASX Announcement 6 September 2024.

Table 1 – Select Assay Results from 16 Chip Sampling

| Select Assay Results of 16 Chip sampling | | | | | |
|--|------|-------|-------|-------|-------|
| Oxide | Unit | AV-1 | AV-8 | AV-9 | AV-10 |
| TiO₂ | % | 19.00 | 24.40 | 19.10 | >30 |
| ZrO₂ | % | 6.57 | 9.70 | 7.50 | 10.90 |
| HfO₂ | ppm | 1,539 | 2,353 | 1,598 | 2,618 |
| Nd₂O₃ | ppm | 2,193 | 3,383 | 2,531 | 2,683 |
| Pr₂O₃ | ppm | 616 | 868 | 697 | 769 |
| Tb₄O₇ | ppm | 31 | 41 | 33 | 36 |
| Dy₂O₃ | ppm | 149 | 195 | 162 | 173 |

The bulk sampling across three different outcrops at the main sandstone layer was designed to confirm grades along the complete seam, determine mineral species and to consider initial processing routes with respect to grinding size and liberation. 150kgs of material was taken from three different outcrops. Samples were collected, bagged in plastic and sent to SGS Labs in Galicia, Spain to be shipped to SGS Labs in Toronto, Canada for crushing, pulverizing and splitting before geochemical and technical assessment. Select results from the three samples are shown below in Table 2 and Figure 6 and a full summary of results is shown in Appendix 2 in ASX Announcement 6 September 2024.

Table 2 – Select Modals and Oxide Results from 150kg Bulk Sample Program

| Modals and Oxide Results from 150kg Bulk Sample | | | | |
|---|------|----------|----------|----------|
| Mineral | Unit | Sample 1 | Sample 2 | Sample 3 |
| Rutile | % | 13.26 | 13.16 | 15.22 |
| Ilmenite | % | 6.02 | 4.69 | 5.05 |
| Zircon | % | 9.28 | 8.44 | 9.37 |
| Monazite | % | 1.54 | 1.50 | 1.72 |
| Oxides | | | | |
| HfO₂ | ppm | 1,219 | 1,160 | 1,297 |
| Nd₂O₃ | ppm | 2,098 | 1,841 | 2,026 |
| Pr₂O₃ | ppm | 591 | 499 | 548 |
| Tb₄O₇ | ppm | 33 | 29 | 32 |
| Dy₂O₃ | ppm | 159 | 140 | 153 |

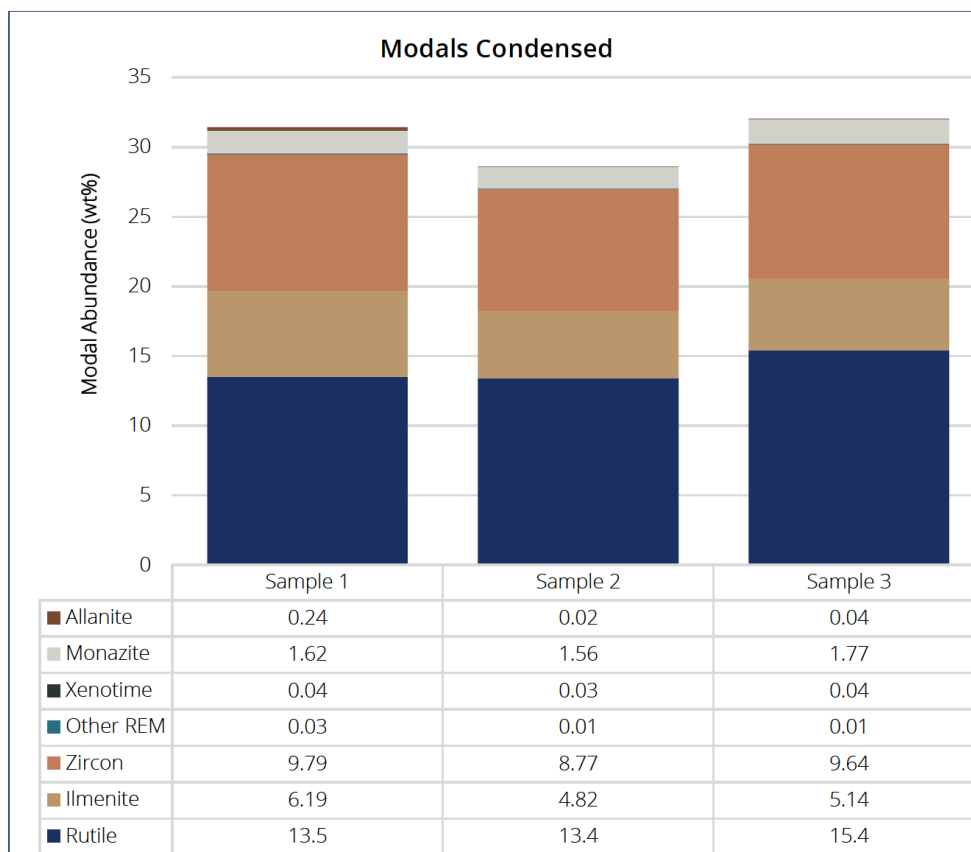


Figure 6 – Graphs showing % of Modals Condensed (% of Heavy Metals)

With respect to initial process test works relating to grinding size and liberation, the chart below in Figure 7 presents encouraging early results suggesting a relatively clean mineral assemblage and a reasonable possibility of a low-cost gravity circuit processing route

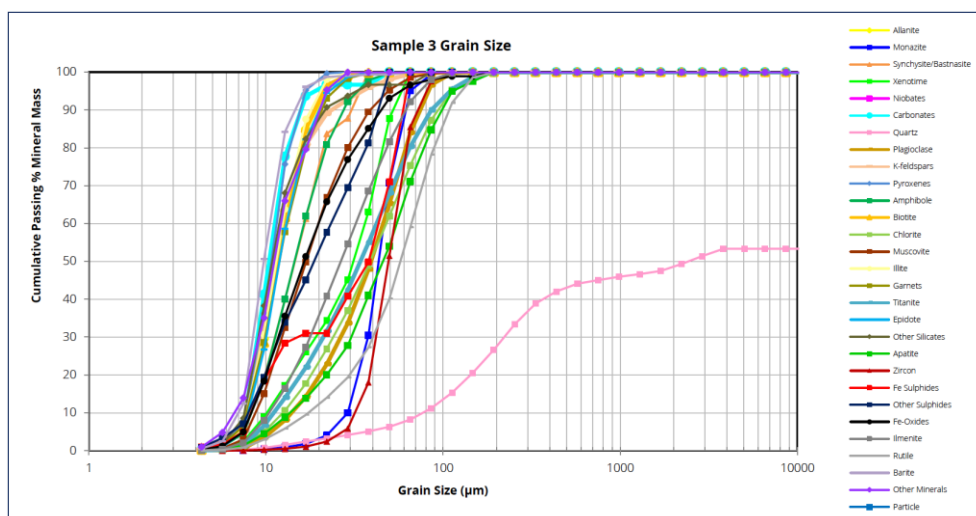


Figure 7 – Graph showing Sample 3 Cumulative Passing of Mineral Mass at Grain Size

Exploration Results – Zone 3

Further high-grade assay results from 27 samples taken across outcrops identified in Zone 3 at its Orion EU Critical Minerals Project. The Company's focus remains accelerating development activities where possible to take advantage of global and EU tailwinds associated with critical minerals - titanium, hafnium (and zircon) and rare earths which are all considered strategic critical minerals under the 2024 European Critical Raw Materials Act.

Entire assay result highlights include³:

- Z3_05 – Fragment⁴ samples containing 7.7% rutile and 4.1% zircon;
- Z3_23 – 4.8m thick outcrop channel sampled containing 6.9% rutile and 3.5% zircon;
- Z3_24 – 1.7m thick outcrop channel sampled containing 7.7% rutile and 3.9% zircon.
(refer Appendix 1 in ASX Announcement of 28 January 2025 for full table of results)

Samples collected from outcrops in Zone 3 are 10kms from Zone 1 (Avellanar) (refer Figure 8). Sample results suggest positive continuity between Zones. Focus remains on primary high-grade seam with drilling expected to show continuity between Zones.

³ Rutile and Zircon grades estimated based on ratios in Table 3 from oxides to mineral species from 150kg bulk sample analysed by QEMSCAN to determine mineral species:

⁴ Fragment samples are taken in localised blocks of sandstones and quartzites float with significant radiometric values, where outcrop or subcrop is not evident, but float indicates source is proximal

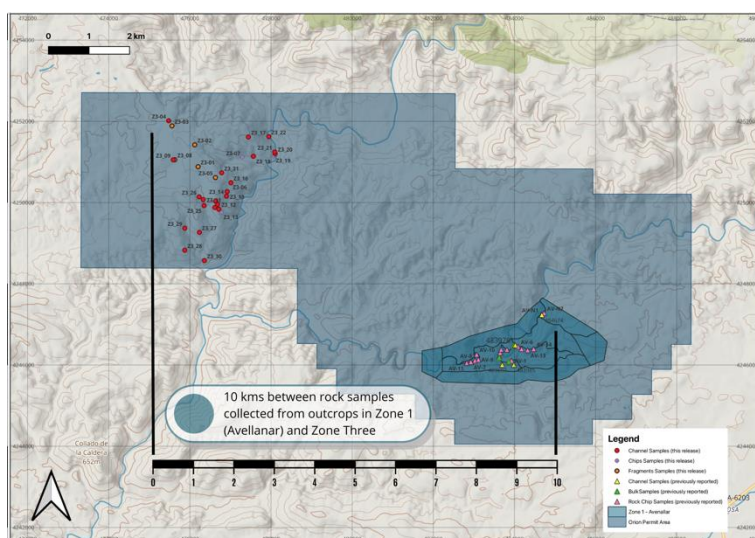


Figure 8 – Map showing sample locations in Zone 3 and distance from Zone 1 (Avellanar)

Table 3 – Ratios of Key Minerals to Elements from 150kg Bulk Sample⁵

| Select Oxides and Primary Minerals from 150kg Bulk Sample ² | | | | | |
|--|----------------|------------------|--------------|------------------|--------------|
| Sample | Unit | TiO ₂ | Rutile | ZrO ₂ | Zircon |
| 1 | % | 15.6% | 13.3% | 5.6% | 9.3% |
| 2 | % | 14.1% | 13.2% | 5.0% | 8.4% |
| 3 | % | 15.7% | 15.2% | 5.7% | 9.4% |
| | Average | 15.1% | 13.9% | 5.4% | 9.0% |
| | Ratio | | 0.919 | | 1.663 |

EU Initiatives to Support Critical Minerals' Projects

On 23 May 2024, the European Critical Raw Materials Act came into force. The legislation is designed to enhance the EU's capabilities in sourcing, processing and recycling critical raw materials. The EU has identified 34 critical minerals. It has also identified a subset of 17 critical minerals referred to as "strategic" raw materials. This list includes titanium, and light and heavy rare earths.

Under the Act, the EU is targeting at least 10% of its annual consumption for internal EU extraction and at least 40% of its annual consumption for internal EU processing. Selected strategic projects that include strategic raw materials are legislated to benefit from support for access to finance and shorter permitting timeframes (a maximum of 27 months for extraction projects).

The EU currently extracts no titanium, no light or heavy rare earths and less than 20% of its annual consumption of zircon.

In addition to the above, the Spanish Government has grant schemes for critical minerals projects, the European Investment Bank has project finance support initiatives and European Development Bank has grant schemes.

⁵ Refer ASX Announcement 6 September 2024

Next Steps

Upon final permit award, the Company intends to quickly commence a modest drilling program with respect to confirming continuity of the mineralisation between outcrops. Assuming success, the Company will seek to fast-track development activities initially focused on a Mineral Resource Estimate to support a Scoping Study. Importantly, metallurgical testworks are advanced given the 150kg bulk sample and relatively homogenous nature of the material across the three outcrops.

Acquisition Terms

Iberian Critical Minerals

Osmond has negotiated a three-tranche staged acquisition of Iberian Critical Minerals Pty Ltd (**ICM**). ICM currently holds a 100% interest in the capital of Omnis Minería SL (**Omnis**) which in turn holds a 51% interest in the capital of Green Mineral Resources SL (**GMR**). Omnis has the right to earn-in up to a 90% interest in the capital of GMR. GMR holds a 100% interest in the rights and title to the Orion EU Critical Minerals Project (**Project**). Omnis may increase its interest in the capital of GMR from 51% to 90% upon completion of a Scoping Study. Once Omnis holds a 90% interest in the capital of GMR, the holders of the remaining 10% of GMR have the choice to be diluted through the issue of further equity for funding required to progress the Project or to convert their 10% interest into a royalty. The 2.5% net smelter return royalty commences once 1.2m tonnes of concentrate has been sold from the Project. GMR has the right to buy back the royalty by paying the owners US\$1.5m.

Osmond's acquisition of ICM is split into three stages consistent with the table below:

| Stage | ICM Interest | Consideration | Conditions Precedent |
|----------|---|-----------------------|---|
| 1 | 30% | 25m ordinary shares | a. Completion of legal due diligence b. Shareholder approval c. Final permit award |
| 2 | 30% (representing 60% of ICM Interest) | 42.5m ordinary shares | 30 days from the earlier of OSM announcing a Mineral Resource Estimate to the ASX with a component of Indicated Resource or 24 months from the date of completion of Stage 1, the Company can elect to exercise a call option to complete Stage 2. Conditions precedent to completion are then shareholder and regulatory approvals if required. |
| 3 | 20% (representing 80% of ICM Interest) | 42.5m ordinary shares | 30 days from the earlier of OSM announcing a Scoping Study to the ASX or 48 months from the date of completion of Stage 1, the Company can elect to exercise a call option to complete Stage 3. Conditions precedent to completion are then shareholder and regulatory approvals if required. |

In addition to the above, Osmond has agreed to reimburse the vendors A\$200k representing the recovery of expenses incurred to date in progressing the Project. This cash payment is to be paid to the vendors upon the exercise of the Stage 1 interest.

Iberian Alumina

Post the receipt of encouraging assay results from the five-drill hole confirmatory drilling program, the Company acquired the Iberian One Project. The Iberian One Project is 100% owned by Iberian Alunite SL (IA) that is in turn 100% owned by Iberian Alumina Pty Ltd. The acquisition was renegotiated to a single share payment (completed on 12 November 2024) for a 100% interest and a 1% gross revenue royalty.

| Tranche | IIA Interest | Consideration | Conditions Precedent |
|---------|--------------|------------------------------------|--|
| 1 | 100% | 15m ordinary shares and 5m options | <ul style="list-style-type: none"> a. Shareholder approval b. Confirmation Iberian Alunite SL is the registered holder of the relevant permits |

The 5m options have a 30c strike price and an expiry date of 30 November 2027.

Proposed Corporate Structure

The proposed corporate structure is shown below.

Note – Iberian Critical Minerals Pty Ltd holds a 100% interest in the capital of Omnis Minería SL (**Omnis**). Omnis holds a 51% interest in the capital of Green Mineral Resources SL (**GMR**). Omnis, via an earn-in agreement with GMR, has the right to increase its interest in GMR from 51% to 90% by completing a Scoping Study.

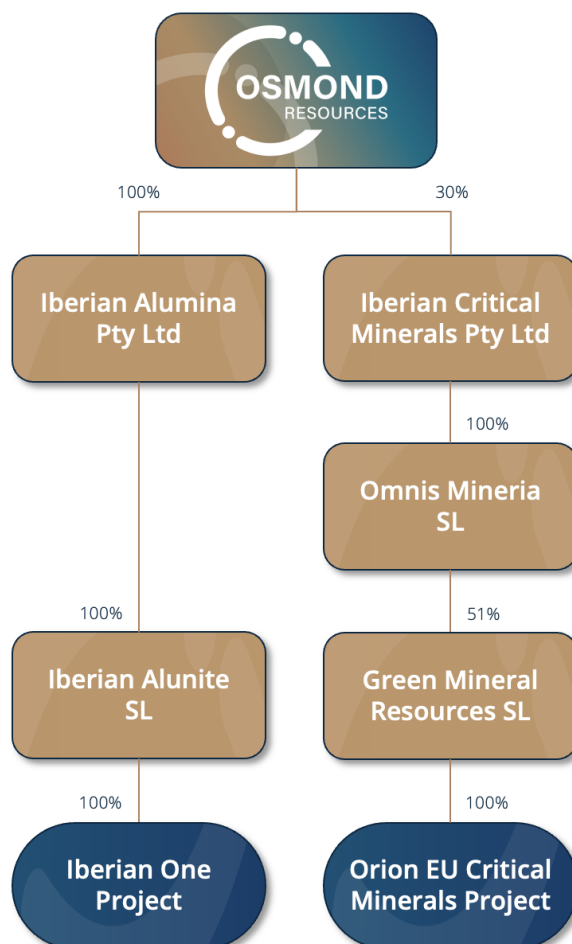


Figure 9 – Proposed Spanish Project corporate structure post completion of Iberian Alumina acquisition and Stage 1 of Iberian Critical Minerals acquisition

Yumbarra Project (South Australia)

In South Australia, the activities at the Yumbarra Project (EL6417) continue targeting uranium and platinum group elements (**PGE**). The Company has completed sufficient exploration activities to have a 51% interest in the project confirmed in December 2024. Osmond is reviewing the best way to progress the project.



Figure 10 -Yumbarra Project landscape

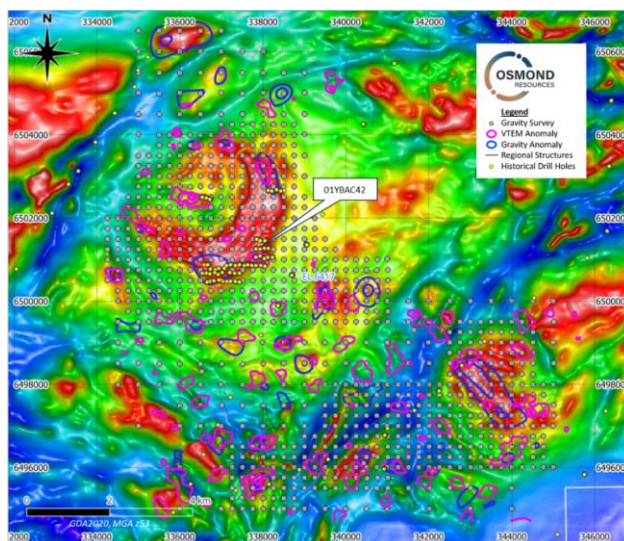


Figure 11 - Yumbarra gravity anomalies (Blue) with VTEM anomalies (Magenta) on detailed RTP Magnetic image

Corporate Activities

New Managing Director Appointment

The Company announced the appointment of Mr Anthony Hall as Managing Director effective Monday 9 September 2024. Mr Hall replaced the Company's founding Executive Director, Mr Andrew Shearer. Mr Hall is well placed to progress the Company's next phase of activities having lived in Spain while acting as Managing Director and CEO of ASX listed potash developer, Highfield Resources Limited (ASX:HFR). Mr Hall has been founding Managing Director and CEO of two ASX listed companies that successfully transitioned from IPO to inclusion in the ASX300. Mr Hall's key employment terms are described in Appendix 4 in ASX Announcement 6 September 2024.

Strategic Advisor Appointment

In addition to the new Managing Director appointment, the Company also appointed Mr Tolga Kumova as Strategic Advisor. Mr Kumova has extensive global experience in industrial minerals. He is a resource industry entrepreneur and corporate finance specialist with broad experience from financing early-stage explorers through to managing ASX listed companies and raising hundreds of millions of dollars to finance mining activities.

Placement

As a part of the Orion EU Critical Minerals Project acquisition, Osmond confirmed binding commitments to complete a non-brokered 10m share placement on the following terms:

- 10m new ordinary shares at 7c per share representing a 0% discount to the Company's last traded price on 2/09/2024;
- Shares to be issued under Company's 15% capacity under ASX Listing Rule 7.1 (3,663,729 shares) and 10% capacity under ASX Listing Rule 7.1A (6,336,271 shares); and
- Settlement of placement shares occurred on Friday 6 September 2024.

Director, management, non-related advisors and consultants options were proposed to be issued on terms as outlined in the ASX Announcement 6 September 2024.

The purpose of the raising is to fast-track metallurgical testing and to undertake initial drilling. The only costs of the offer relate to ASX listing costs for the new 10m ordinary shares.

Annual General Meeting

An Annual General Meeting of the members of the Company was held on 29 October 2024. All resolutions passed, including the acquisition of the two projects, Orion EU Critical Minerals, and Iberian One projects as described above.

TENEMENT SCHEDULE

Osmond Resources Limited provides its list of exploration licences as at 31 December 2024:

| Licence/Tenement | Location | Interest at 31 December 2024 | Joint venture Partner/ Farm-in Partner/Farm- Out Partner |
|----------------------------|-----------------|---|---|
| Yumbarra Project | | | |
| EL6417 | South Australia | 51% | Fowler Resources Pty Ltd Earning 80% |
| Iberian One Project | | | |
| 1357 | Spain | 100% | |
| 1069 | Spain | 100% | |
| 194 | Spain | 100% | |

RSM Australia Partners

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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Osmond 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:

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

A stylized, handwritten signature of the RSM network.**RSM AUSTRALIA PARTNERS**A handwritten signature in black ink, likely belonging to R J Morillo Maldonado.

R J MORILLO MALDONADO
Partner

Melbourne, Victoria
Dated: 14 March 2025

Osmond Resources Limited

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31 December 2024

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General information

The financial statements cover Osmond Resources Limited as a consolidated entity consisting of Osmond Resources Limited and the entities it controlled at the end of, or during, the period. The financial statements are presented in Australian dollars, which is Osmond Resources Limited's functional and presentation currency.

Osmond Resources Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Level 2
480 Collins Street
Melbourne VIC 3000

A description of the nature of the consolidated entity's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

Osmond Resources Limited
Statement of profit or loss and other comprehensive income
For the half-year ended 31 December 2024

| | Note | Consolidated 31 December 2024 \$ | 31 December 2023 \$ |
|--|-------------|---|------------------------------------|
| Revenue | | | |
| Interest income | | 77,039 | 74,638 |
| Other income | | 30,744 | - |
| Expenses | | | |
| Employee entitlements | | (148,640) | (65,199) |
| Investor relations | | (228,194) | (17,945) |
| Legal expenses | | (86,066) | (23,096) |
| Share based payments - options | | (6,256,063) | (180,000) |
| Exploration and evaluation | | (36,598) | (21,815) |
| Administration expenses | | (235,223) | (171,722) |
| Consulting and professional costs | | (7,935) | - |
| Exploration and evaluation impairment | 3 | (966,982) | (515,828) |
| Loss before income tax expense | | (7,857,918) | (920,967) |
| Income tax expense | | - | - |
| Loss after income tax expense for the period | | (7,857,918) | (920,967) |
| Other comprehensive income | | | |
| <i>Items that may be reclassified subsequently to profit or loss</i> | | | |
| Foreign currency translation | | (118) | - |
| Other comprehensive income for the period, net of tax | | (118) | - |
| Total comprehensive loss for the period | | (7,858,036) | (920,967) |
| | | Cents | Cents |
| Loss per share attributable to the owners of Osmond Resources Limited | | | |
| Basic (loss) per share | | (10.63) | (1.46) |
| Diluted (loss) per share | | (10.63) | (1.46) |

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

Osmond Resources Limited
Statement of financial position
As at 31 December 2024

| | Note | Consolidated 31 December 2024 \$ | 30 June 2024 \$ |
|---------------------------------|------|---|-----------------------|
| Assets | | | |
| Current assets | | | |
| Cash and cash equivalents | | 3,207,641 | 3,389,312 |
| Trade and other receivables | | 70,234 | 44,045 |
| Prepayments | | 57,702 | 43,899 |
| Other financial assets | | 53,856 | 51,250 |
| Total current assets | | <u>3,389,433</u> | <u>3,528,506</u> |
| Non-Current assets | | | |
| Plant and equipment | | - | 1,573 |
| Exploration and evaluation | 3 | 8,806,265 | 1,742,154 |
| Environmental security deposits | | 168,333 | - |
| Total non-current assets | | <u>8,974,598</u> | <u>1,743,727</u> |
| Total assets | | <u>12,364,031</u> | <u>5,272,233</u> |
| Liabilities | | | |
| Current liabilities | | | |
| Trade and other payables | | 124,307 | 64,850 |
| Provisions | | - | 33,688 |
| Total current liabilities | | <u>124,307</u> | <u>98,538</u> |
| Total liabilities | | <u>124,307</u> | <u>98,538</u> |
| Net assets | | <u>12,239,724</u> | <u>5,173,695</u> |
| Equity | | | |
| Issued capital | 4 | 14,475,873 | 7,307,873 |
| Reserves | 5 | 8,742,947 | 987,000 |
| Accumulated losses | | (10,979,096) | (3,121,178) |
| Total equity | | <u>12,239,724</u> | <u>5,173,695</u> |

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

Osmond Resources Limited
Statement of changes in equity
For the half-year ended 31 December 2024

| Consolidated | Issued capital \$ | Reserves \$ | Accumulated losses \$ | Total equity \$ |
|--|----------------------------------|------------------------|--------------------------------------|----------------------------|
| Balance at 1 July 2024 | 7,307,873 | 987,000 | (3,121,178) | 5,173,695 |
| Loss after income tax expense for the period | - | - | (7,857,918) | (7,857,918) |
| Other comprehensive income for the period, net of tax | - | (118) | - | (118) |
| Total comprehensive loss for the period | - | (118) | (7,857,918) | (7,858,036) |
| <i>Transactions with owners in their capacity as owners:</i> | | | | |
| Contributions of equity, net of transaction costs | 7,168,000 | - | - | 7,168,000 |
| Share based payments - Options | - | 7,756,065 | - | 7,756,065 |
| Balance at 31 December 2024 | <u>14,475,873</u> | <u>8,742,947</u> | <u>(10,979,096)</u> | <u>12,239,724</u> |
| Company | | | | |
| Balance at 1 July 2023 | 6,368,769 | 807,000 | (1,697,165) | 5,478,604 |
| Loss after income tax expense for the period | - | - | (920,967) | (920,967) |
| Other comprehensive income for the period, net of tax | - | - | - | - |
| Total comprehensive loss for the period | - | - | (920,967) | (920,967) |
| <i>Transactions with owners in their capacity as owners:</i> | | | | |
| Contributions of equity, net of transaction costs | 939,104 | - | - | 939,104 |
| Share based payments - Options | - | 180,000 | - | 180,000 |
| Balance at 31 December 2023 | <u>7,307,873</u> | <u>987,000</u> | <u>(2,618,132)</u> | <u>5,676,741</u> |

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

Osmond Resources Limited
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 | | | |
| Interest received | | 84,107 | 60,975 |
| Payments to suppliers and employees (inclusive of GST) | | <u>(561,287)</u> | <u>(329,621)</u> |
| Net cash used in operating activities | | <u>(477,180)</u> | <u>(268,646)</u> |
| Cash flows from investing activities | | | |
| Payments for exploration and evaluation | | (237,468) | (791,399) |
| Payments for environmental security deposits | | <u>(168,333)</u> | <u>-</u> |
| Net cash used in investing activities | | <u>(405,801)</u> | <u>(791,399)</u> |
| Cash flows from financing activities | | | |
| Proceeds from issue of shares | | 700,000 | 1,009,000 |
| Share issue transaction costs | | <u>-</u> | <u>(73,053)</u> |
| Net cash from financing activities | | <u>700,000</u> | <u>935,947</u> |
| Net decrease in cash and cash equivalents | | (182,981) | (124,098) |
| Cash and cash equivalents at the beginning of the financial period | | 3,389,312 | 4,156,093 |
| Effects of exchange changes on balances held in foreign currencies | | <u>1,310</u> | <u>-</u> |
| Cash and cash equivalents at the end of the financial period | | <u><u>3,207,641</u></u> | <u><u>4,031,995</u></u> |

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

Note 1. Material accounting policy information

These general purpose financial statements for the interim 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, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2024 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The material accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

Principles of consolidation

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of Osmond Resources Limited ('company' or 'parent entity') as at 31 December 2024 and the results of all subsidiaries for the year then ended. Osmond Resources Limited and its subsidiaries together are referred to in these financial statements as 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.

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

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.

New or amended Accounting Standards and Interpretations adopted

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. The adoption of these new or amended Accounting Standards and Interpretations has neither a significant impact in the results for the period, nor in the financial position of the Consolidated entity.

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

Note 1. Material accounting policy information (continued)

Foreign currency translation

The financial statements are presented in Australian dollars, which is Osmond Resources Limited's functional and presentation currency.

Foreign currency transactions

Foreign currency transactions are translated into Australian dollars using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

Foreign operations

The assets and liabilities of foreign operations are translated into Australian dollars using the exchange rates at the reporting date. The revenues and expenses of foreign operations are translated into Australian dollars using the average exchange rates, which approximate the rates at the dates of the transactions, for the period. All resulting foreign exchange differences are recognised in other comprehensive income through the foreign currency reserve in equity.

The foreign currency reserve is recognised in profit or loss when the foreign operation or net investment is disposed of.

Going concern

The financial report has been prepared on the going concern basis, which assumes continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business.

The consolidated entity incurred a loss of \$7,857,918 and had net cash outflows from operating and investing activities of \$882,981 for the half-year ended 31 December 2024. These factors indicate a material uncertainty which may cast significant doubt as to whether the consolidated entity will continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial statements.

The Directors believe that there are reasonable grounds to believe that the consolidated entity will be able to continue as a going concern, after consideration of the following factors:

- At 31 December 2024, the consolidated entity had cash and cash equivalents of \$3,207,641;
- Since 31 December 2024, the consolidated entity has received \$272,500 from the issue of shares on exercise of options (refer to Note 7 for details);
- The Company has prepared cash flow budgets which include significant cash outflows for project expenditure, which can be deferred wholly or in part if insufficient capital is raised to fund activity; and
- The Board is of the opinion that the Company will be able to access equity capital markets for working capital, as has been demonstrated in the past via share issues (including the most recent share placement of \$0.7m completed in September 2024, refer to Note 4).

Accordingly, the Directors believe that the consolidated entity will be able to continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report.

The financial report does not include any adjustments relating to the amounts or classification of recorded assets or liabilities that might be necessary if the consolidated entity does not continue as a going concern.

Note 2. Operating segments

Identification of reportable operating segments

From 12 November 2024 the consolidated entity is organised into two operating segments based on differences in the geographical locations of the exploration activities: Spain and Australia. These operating segments are based on the internal reports that are reviewed and used by the Board of Directors (who are identified as the Chief Operating Decision Makers ('CODM')) in assessing performance and in determining the allocation of resources. There is no aggregation of operating segments.

Operating segment information

| | Spain operations \$ | Australian operations \$ | Total \$ |
|--|---------------------------|--------------------------------|-------------|
| Consolidated - 31 Dec 2024 | | | |
| Revenue | | | |
| Other revenue | - | 30,744 | 30,744 |
| Interest revenue | - | 77,039 | 77,039 |
| Total revenue | - | 107,783 | 107,783 |
| Profit/(Loss) before income tax expense | (6,090) | (7,851,828) | (7,857,918) |
| Income tax expense | | | - |
| Loss after income tax expense | | | (7,857,918) |
| Segment assets | 8,458,847 | 3,905,184 | 12,364,031 |
| Segment liabilities | 14,292 | 110,015 | 124,307 |

Note 3. Non-Current assets – exploration and evaluation

| | Consolidated 31 December 2024 \$ | 30 June 2024 \$ |
|--------------------------------------|---|--------------------------------|
| Exploration and evaluation – at cost | 8,806,265 | 1,742,154 |

Reconciliations

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

| | Exploration and Evaluation \$ | Total \$ |
|---|--|------------------|
| Balance at 30 June 2024 | 1,742,154 | 1,742,154 |
| Additions | 231,093 | 231,093 |
| Iberian One purchase – share based payments | 7,800,000 | 7,800,000 |
| Exploration and evaluation impairment (i) | (966,982) | (966,982) |
| Balance at 31 December 2024 | 8,806,265 | 8,806,265 |

(i) Arising from a decision to relinquish certain tenements in South Australia.

Osmond Resources Limited
Notes to the financial statements
31 December 2024

Note 4. Equity - issued capital

| | 31 December 2024 Shares | 30 June 2024 Shares | Consolidated 31 December 2024 \$ | 30 June 2024 \$ |
|------------------------------|--|------------------------------------|---|--------------------------------|
| Ordinary shares - fully paid | <u>88,762,707</u> | <u>63,362,707</u> | <u>14,475,873</u> | <u>7,307,873</u> |

Movements in ordinary share capital

| Details | Date | Shares | Issue price | \$ |
|---------------------------------------|------------------|-------------------|--------------------|-------------------|
| Balance | 1 July 2024 | 63,362,707 | | 7,307,873 |
| Issue of shares – Placement | 6 September 2024 | 10,000,000 | \$0.07 | 700,000 |
| Issue of shares – Iberian One project | 12 November 2024 | 15,000,000 | \$0.42 | 6,300,000 |
| Issue of shares – consultants | 12 November 2024 | 400,000 | \$0.42 | 168,000 |
| Balance | 31 December 2024 | <u>88,762,707</u> | | <u>14,475,873</u> |

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the company does not have a limited amount of authorised capital.

Note 5. Equity - reserves

| | Consolidated 31 December 2024 \$ | 30 June 2024 \$ |
|--------------------------------------|---|----------------------------|
| Share-based payments reserve | 8,743,065 | 987,000 |
| Foreign currency translation reserve | (118) | - |
| | <u>8,742,947</u> | <u>987,000</u> |

Share-based payments reserve

The reserve is used to recognise the value of equity benefits provided to directors as part of their remuneration, and other parties as part of their compensation for services.

Foreign currency translation reserve

The reserve is used to recognise exchange differences arising from the translation of the financial statements of foreign operations to Australian dollars.

Movements in reserves

Movements in each class of reserve during the current financial half-year are set out below:

| | Foreign Currency Translation \$ | Share- based payments \$ |
|--|--|---|
| Balance at 1 July 2024 | - | 987,000 |
| Options issued – acquisition of Iberian One project (Consideration Options) | - | 1,500,000 |
| Options issued – directors, management, non-related advisors and consultants | | 6,256,065 |
| Foreign currency translation movement | (118) | - |
| Balance at 31 December 2024 | <u>(118)</u> | <u>8,743,065</u> |

Set out below are summaries of options granted during the period:

| Grant date | Expiry date | Exercise price | Balance at the start of the half-year | Granted | Exercised | Lapsed | Balance at the end of the half-year |
|------------|-------------|----------------|---------------------------------------|-------------------|-----------|----------|-------------------------------------|
| 29/10/2024 | 30/11/2027 | \$0.15 | - | 5,000,000 | - | - | 5,000,000 |
| 29/10/2024 | 31/12/2028 | \$0.15 | - | 26,000,000 | - | - | 26,000,000 |
| | | | <u>-</u> | <u>31,000,000</u> | <u>-</u> | <u>-</u> | <u>31,000,000</u> |

The valuation model inputs used to determine the fair value at the grant date, are as follows:

| Grant date | Expiry date | Share price at grant date | Exercise price | Expected volatility | Dividend yield | Risk-free interest rate* | Fair value at grant date |
|------------|-------------|---------------------------|----------------|---------------------|----------------|--------------------------|--------------------------|
| 29/10/2024 | 30/11/2027 | \$0.42 | \$0.15 | 100.00% | - | 3.976% | \$0.30 |
| 29/10/2024 | 31/12/2028 | \$0.42 | \$0.15 | 100.00% | - | 4.074% | \$0.36 |

Note 6. Related Party Transactions

Set out below are summaries of options granted during the period to key management personnel:

| Grant date | Expiry date | Exercise price | Balance at the start of the half-year | Granted | Exercised | Lapsed | Balance at the end of the half-year |
|------------|-------------|----------------|---------------------------------------|-----------|-----------|--------|-------------------------------------|
| 29/10/2024 | 31/12/2028 | \$0.15 | - | 9,000,000 | - | - | 9,000,000 |

Note 7. Events after the reporting period

On 24 January 2025, the Company issued 100,000 shares from the exercise of Options at a price of 30 cents each raising \$30,000.

On 7 February 2025, the Company issued 100,000 shares from the exercise of Options at a price of 30 cents each raising \$30,000.

On 14 February 2025, the Company issued 850,000 shares from the exercise of Options at a price of 25 cents each raising \$212,500.

No other matter or circumstance has arisen since 31 December 2024 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial periods.

Osmond Resources Limited
Directors' declaration
31 December 2024

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 31 December 2024 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 306(3)(a) of the Corporations Act 2001.

On behalf of the directors



Anthony Hall
Managing Director

14 March 2025
Melbourne

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INDEPENDENT AUDITOR'S REVIEW REPORT To the Members of Osmond Resources Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Osmond Resources Limited ('the Company'), and its subsidiaries (together referred as to 'the Consolidated entity'), which comprises the statement of financial position as at 31 December 2024, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising a summary of material accounting policies information and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of the Consolidated entity is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the Consolidated entity'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 *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* ('ASRE 2410'). Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the 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 (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's review report.

Material Uncertainty Related to Going Concern

We draw attention to Note 1 in the financial report, which indicates that the Consolidated entity incurred a loss of \$7,857,918 and had net cash outflows from operating and investing activities of \$882,981 for the half-year ended 31 December 2024. As stated in Note 1, these events or conditions, along with other matters as set forth in Note 1, indicate that a material uncertainty exists that may cast significant doubt on the Consolidated entity's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

Directors' Responsibility for the Half-Year Financial Report

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

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Consolidated entity'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.



RSM AUSTRALIA PARTNERS



R J MORILLO MALDONADO
Partner

Dated: 14 March 2025
Melbourne, Victoria