ERRAWARRA
RESOURCES

ANNUAL REPORT

2024

errawarra.com

Focused on gold, lithium, nickel-copper, graphite, and rare earth elements

ANNUAL REPORT
for the financial year ended 30 June 2024

CORPORATE DIRECTORY

BOARD OF DIRECTORS

Executive Chairman
Mr Thomas Reddicliffe

Executive Director
Mr George Ventouras

Non-Executive Director
Mr Bruce Garlick

Company Secretary
Mrs Mindy Ku

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AUDITORS

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DIRECTORS' REPORT

Dear Shareholders,

Your Company continues to be very active on its 1,500km^2 Western Australian focussed tenements with a strong focus on the potential for lithium, nickel, copper and gold. The project tenements are located in four highly prospective regions being the West Pilbara, Gascoyne, Eastern Goldfields and Fraser Range which provides good flexibility in terms of commodity and region for our exploration activities. Over the past year our strongest commitment has been to the West Pilbara where the focus has been the ongoing assessment of the lithium pegmatites discovered on the Company's Andover West project tenement situated 30km south-east of Karratha. Exploration for lithium pegmatites in this region was prompted when Azure Minerals announced a major Lithium pegmatite discovery some 10km to the north-east of the Company's tenement with a current reported exploration target of 100 – 250 Mt @ 1 – 1.5% lithium oxide (**Li_2O**). The Company's own lithium pegmatite exploration has led to the discovery of a significant stacked package of pegmatites which are prospective for lithium with samples reporting up to 0.9% Li_2O, which represented a great start to our exploration. Once we complete our investigations, we would hope to be drill testing this pegmatite package.

Initially at Andover West our exploration had been targeting mafic intrusions potentially hosting nickel-copper mineralisation as it adjoins Azure's tenement which is not only host to a world class lithium discovery but also significant nickel deposits. The nearby nickel deposits discovered by Azure Minerals at their Andover and Ridgeline prospects including comprise a maiden combined resource of 6Mt @ 1.11% nickel (**Ni**), 0.47% copper (**Cu**) and 0.05% cobalt (**Co**). Although Errawarra's initial efforts in testing nickel targets identified from electromagnetic (**EM**) surveys was not successful, more recently an exciting and compelling nickel and copper soil anomaly was identified during the ongoing search for lithium-cesium-tantalum (**LCT**) pegmatites. This new target situated along strike and just 1km west of Azure's Ridgeline nickel deposit is associated with a conductor anomaly with a strike of some 700m. Despite the current nickel commodity price, the Company considers this to be a very exciting and potentially valuable target and aims to continue to evaluate this target.

Significantly, the Company has also expanded its search for LCT pegmatites in the West Pilbara by entering into a Joint Venture with Alien Metals Ltd by where Errawarra is entitled to earn up to 50% interest in the lithium mineral rights to Alien's Pinderi Hills project tenements. The terms of this Joint Venture also give the Company the first right to all other commodities on the 175km^2 tenement package which is prospective for Ni, Cu, silver (**Ag**), gold (**Au**) and platinum-group elements (**PGE**). This project provides an exciting opportunity for the Company with potential exposure to other commodities. Recently, the Company completed first pass reconnaissance exploration programs have already provided strong evidence of the prospectivity of the Joint Venture tenements with the highlighting of a 6km^2 footprint of anomalous lithium and soil samples. The follow-up of these compelling results will be a priority for our exploration team.

The Company has also turned its attention to its Errabiddy project which comprises eight exploration licenses located approximately 200km north-west of Meekatharra and which are prospective for graphite, nickel, rare earth elements (**REE**) and gold. There is good potential for graphite within our tenements as they surround a significant graphite deposit at Graphite Bull which is owned by Buxton Resources. In this area, the Company is following-up a large gold in soil anomaly which has a strike of 3km. Overall our exploration of this 1,000km^2 tenement package is at an early stage but we are very encouraged by our early exploration results.

The Company has reviewed its commitment to its foundation project at Fraser Range and believes there is diminished value for the Company and consequently is actively seeking to sell or Joint Venture this project which is located 30km south-west of the operating Nova nickel mine owned by IGO Ltd.

The Company will continue to seek and review exploration and acquisition opportunities particularly in favourable jurisdictions which could complement its focus on the battery technology metals nickel, copper, and PGM's with a preference for advanced projects with high value potential.

I would like to take this opportunity to thank all of our shareholders for their ongoing support of the Company's exploration efforts during the year and look forward to reporting future exploration successes.

Kind regards,

Thomas Reddicliffe
Executive Chairman

REVIEW OF OPERATIONS

The Company's primary focus over the past year has been to test pegmatites discovered on its Andover West project tenement E47/4352. The Company has gained exposure to this prospective Ni-Cu and lithium bearing terrain in the West Pilbara following the purchase of 80% interest in Western Exploration Pty Ltd the holder of tenement E47/4352 in 2022.

The Company also expanded its search for LCT pegmatites in the West Pilbara by entering into a Joint Venture with Alien Metals Ltd with the Company entitled to earn up to 50% interest in the lithium mineral rights to Alien's Pinderi Hills project tenements.

The Company undertook reconnaissance and follow-up exploration activity on its Errabiddy project which comprises eight exploration licenses located approximately 200kms north-west of Meekatharra and which are considered prospective for graphite, nickel, REE and gold. The Company is currently evaluating the graphite, gold and base metal prospectivity within its largest tenement E09/2457.

The Company's projects are:

Andover West Project
(Ni-Cu-Li)

Errawarra acquired an 80% interest in the Andover West project on 2 May 2022 following shareholder approval at a meeting held 22 April 2022. Errawarra's interest was acquired by way of an 80% interest in Western Exploration Pty Ltd, the owner of the project tenement.

Pinderi Hills JV Project
(Li)

Errawarra entered into a joint venture (**JV**) with Alien Metals Ltd on 29 April 2024 which allows the company to earn up to 50% interest in the Pinderi Hills Project tenements by sole funding $4m in exploration within 4 years.

Errabiddy Project

Errawarra holds interests in eight tenements which comprise the Errabiddy project in the Gascoyne Region of Western Australia. Errawarra has acquired an 80% interest in tenement E09/2346 with Sammy Resources free carried to the completion of a feasibility study at 20%. The other seven tenements are held 100% by Errawarra.

Binti Binti – Gindalbie Project

Errawarra currently holds 80% interest in granted tenement E27/577 located in the Edjudina Region of Western Australia.

Fraser Range Project

Errawarra holds interests in two adjoining tenements in the Fraser Range region of Western Australia. These interests are by way of an agreement with Sorrento Resources Pty Ltd (**Sorrento**) and represents a 70% interest in both E63/1771 and E63/1941. Sorrento is free carried to completion of a feasibility study at 30%. If Sorrento elects not to fund on a pro-rata basis, their interest converts to 1.5% net smelter return (**NSR**).

Figure 1. Location of Errawarra Projects.

DIRECTORS' REPORT

SUMMARY OF ACTIVITIES AND HIGHLIGHTS

FORWARD EXPLORATION CONCEPTS AND PLANS

ANDOVER WEST (Ni & Li) PROJECT

Summary of activities and highlights

- Detailed mapping, soil sampling and rock chip sampling on its Andover West project tenement E47/4352 has confirmed the lithium fertility of the stacked pegmatite packages within the tenement.
- Two strong lithium soil trends were identified within the Western stacked Pegmatite package
- Rock chip samples from the Eastern stacked pegmatite package reported assays up to 0.9% Li_2O.
- Soil sampling undertaken in the in poorly exposed terrain has highlighted linear lithium anomalous soil anomalies up to 4.5km in strike indicating lithium prospectivity in the soil covered terrain to the south of the Andover Intrusion.
- Soil sampling has identified a strong surface, spatially associated and partially coincident Ni-Cu anomaly with a strike of 700m and which is also associated with a strong near surface FLEM anomaly.
- Archaeological and ethnographic Heritage clearances have been completed over the eastern and western stacked pegmatite packages with clearance reports awaited.

Forward exploration concepts and plans

- Drill testing of the Western Stacked Pegmatite package will be undertaken subject to receipt of final clearance reports.
- Follow-up mapping, sampling and potential drill testing of the large Ni-Cu anomaly in the northwest portion of the tenement is being planned.
- Exploration for and assessment of pegmatites within the broader tenement area to continue.

PINDERI HILLS JOINT VENTURE PROJECT

Summary of activities and highlights

- Reconnaissance samples comprising soil (926 samples), stream sediment (190 samples) and rock chip (37 samples) undertaken on the Pinderi Hills JV tenements.
- The soil samples were taken on a 400m x 100m north-south orientated grid and have highlighted several closely related linear anomalous Li_2O trends within a 6km^2 footprint (Munni Munni Lithium Anomaly). These trends are highly suggestive of lithium bearing pegmatites due to the linear and swarm characteristics of the anomalies.
- Three spatially related stream sediment samples located on the margin of the Maitland Mafic Intrusion and 10km northeast of the Munni Munni lithium anomaly have also reported Li_2O greater than 50ppm.
- A sample from possible pegmatite located 6km due east of the Munni Munni lithium anomaly has reported 288ppm Li_2O.

Forward exploration concepts and plans

- Follow-up soil and rock chip sampling will be planned to assess the anomalous lithium trends identified to date.
- Second order anomalous results will also be investigated and follow-up sampling undertaken if warranted
- Drill testing of some targets will be undertaken if warranted.

SUMMARY OF ACTIVITIES AND HIGHLIGHTS	FORWARD EXPLORATION CONCEPTS AND PLANS
ERRABIDDY PROJECT	
〉 Previously completed ground reconnaissance and ground EM Loupe surveys on tenement E09/2457 identified conductive zones and with surface samples reporting up to 14.4% total graphitic carbon (**TGC**). No additional work has been undertaken. 〉 Reconnaissance soil and rock chip samples previously identified a large 3.5km x 800m gold in soil anomaly. Results from follow-up samples are pending. 〉 Follow-up soil sampling was completed at the Parrot Gold Prospect. Results are pending. 〉 MLEM surveys were completed on targets in two separate areas, with one target on tenement E09/2346 confirmed and one dismissed on tenement E09/2410.	〉 Ongoing exploration aimed at determining the prospectivity for graphite in proximity to the Graphite Bull deposit currently being evaluated is being considered. 〉 More detailed follow-up of the large gold anomaly is being planned. 〉 The follow-up of nickel targets identified from the MLEM surveys will continue along with the assessment of additional potential nickel targets.
BINTI BINTI / GINDALBIE PROJECT	
〉 Previously 10,027m AC drilling for 261 holes completed at Binti Binti/Gindalbie gold project. 〉 A steeply inclined high grade (4m@5.09g/t) vein was identified beneath a prospecting pit (grab sample reports 227g/t). 〉 Tenement wide soil sampling has been completed aimed at investigating the lithium prospectivity of the tenement. 〉 A previously unknown surface gold anomaly with a strike of 2km has been identified in the soils, which warrants follow-up.	〉 Ongoing exploration will be aimed at investigating the lithium potential of the tenement as well as following-up the newly identified gold target.
FRASER RANGE PROJECT	
〉 An area of 76km^2 has been subject to MLEM surveying on the Fraser Range Project tenements (total tenement area is 105km^2). 〉 No significant conductor targets representative of massive nickel sulphide mineralisation has been identified. 〉 The remaining unsurveyed portion of the tenements is not amenable to the MLEM survey technique 〉 No on-ground activities were undertaken during the year.	〉 The Company has reviewed its commitment to the Fraser Range and is actively seeking to sell or Joint Venture this project.
PROJECT GENERATION	
〉 The company has reviewed numerous third-party exploration opportunities during the year	〉 The Company will continue to seek and review exploration and acquisition opportunities particularly in favourable jurisdictions which could complement its focus on the green technology metals nickel, copper and PGM's with a preference for advanced projects with high value potential.

ANDOVER WEST PROJECT

INTRODUCTION

The Andover West Project is located 30km south-east of Karratha with exploration initially targeting only mafic intrusions hosting nickel-copper mineralisation. On their adjoining tenement Azure Minerals has announced a combined resource of 6Mt @ 1.11%Ni, 0.47% Cu and 0.05% Co for 66,400t of contained nickel and 27,800t of contained copper for their Andover and Ridgeline deposits. With respect to Azure's lithium pegmatite discovery, which is currently undergoing resource drill out, Azure has announced a resource target of 100-240mt @ 1-1.5% Li_2O. As a consequence of this significant discovery and due to its proximity to Azure's discovery Errawarra is now equally focussed on the discovery and evaluation of lithium pegmatites which have been identified within Errawarra's project tenement.

BACKGROUND

Errawarra received approval from shareholders to complete the Andover West transaction with Western Exploration Pty Ltd at a General Meeting held 22 April 2022. This was achieved by acquiring 80% interest in private company Western Exploration Pty Ltd the holder of tenement application E47/4352 which comprises the project.

The tenement was initially acquired to explore for mafic hosted nickel deposits within the mineralised and highly prospective Andover Mafic Intrusion. More recently the exploration has been broadened to include lithium bearing pegmatites following the discovery of lithium bearing (**LCT**) pegmatites by Azure on their adjoining tenement.

GEOLOGICAL SETTING

The northwestern portion of the tenement is dominated by the Andover Mafic Intrusion comprised of gabbro, pyroxenite and monzodiorite and is prospective for Ni-Cu mineralisation. These rocks are also host to significantly mineralised LCT pegmatites. The southern and larger portion of the tenement is dominated by monzogranites. The Sholl Shear Zone, a mylonite zone represents a major geological boundary in the southern portion of the tenement.

EXPLORATION

Andover West Nickel

At Andover West three priority VTEM/FLEM conductor anomalies all within the Andover Mafic Intrusion were drill tested following the undertaking of a detailed MLEM survey. The highest priority of these targets was only 1.5km SW of Azure's Ridgeline discovery where a high-grade nickel intercept of 18.2m @ 1.93% Ni and a maiden resource of 1.3Mt @ 1.11% Ni, 0.46% Cu and 0.05% Co was reported. The drilling resulted in the identification of a fertile Cu-Ni-Fe sulphide system in two of the holes based on drill sample analysis.

A high powered (deep penetrating) EM survey was undertaken to the north of the previously drilled targets which was aimed at identifying deeper and subtle targets. A series of new very strong shallow (<100m) conductor targets with a combined strike of some 700m were identified and which reported conductive responses up to 100,000 siemens.

Recent detailed soil sampling comprising a total 1,000 samples collected on a 50m x 100m grid has highlighted partially coincident but spatially related nickel and copper anomalies. Peak assays for the nickel and copper anomalies are 1,365ppm and 575ppm respectively. A part of these soil anomalies aligns with the strong EM conductors implying a likely association. These anomalies which are located along strike and some 1,000m west of the Ridgeline Ni-Cu deposit discovered by Azure makes are a compelling target and will be a priority for follow-up investigation and potential drill testing.

ANDOVER WEST PROJECT (cont'd)

EXPLORATION (cont'd)

Andover West Lithium

The detailed soil sampling in the western part of the tenement not only highlighted the previously mentioned Ni-Cu soil anomaly but also two significant Li_2O soil trends. These two soil trends are located within a large stacked pegmatite package and highlights two more prospective zones within the package. The pegmatites within the package all dip moderately to steeply to the north. Previously reported rock chip and soil sampling has shown that the pegmatites are vertile to varing degrees and are sheding Li_2O into the local soils. The drill testing of this stacked pegmatite package is being planned aimed at testing the pegmatites down dip with a view to identifying more prospective zones within the pegmatite package.

Andover Heritage Surveys

Both archaeological and ethnographic heritage surveys have been completed over the western and eastern parts of the project tenement where pegmatite packages have been mapped. The final report for the archaeological report has been received which the final report for the ethnographic survey remains pending. Once both reports have been received and assessed, drill targets will be finalised and plans to undertake drill testing will be completed.

PINDERI HILLS PROJECT

INTRODUCTION

Errawarra entered into an agreement with Alien Metals Ltd (AIM:UFO) (**Alien**) in respect of the Pinderi Hills Project located in the West Pilbara (Project). The Project comprises 175km^2 of prospective ground which comprises both granted mining leases and exploration licences. The Project is located approximately 40km south of Karratha and lies 25km to the southwest of Errawarra's Andover West exploration licence.

BACKGROUND

The details of the Pinderi Hills JV with Alien were previously reported in ASX announcement dated 29 April 2024. The Munni Munni Mafic Complex is highly prospective for PGE's, nickel and copper. As part of the JV terms the Company has a first right to acquire additional mineral rights for the JV tenements. Under the Terms of Agreement, Errawarra is to spend up to a total of A$4,000,000 to earn up to 50% of the Project over a period of 60 months as follows (Joint Venture):

- **Stage 1:** The Company will earn 25% by spending A$1m within 24 months of the date of the Terms of Agreement; and
- **Stage 2:** The Company will earn a further 25% by spending a further A$2.5m within 60 months of the date of the Terms of Agreement.

At the conclusion of Stage 2, Errawarra's interest in the Project will be 50% and from that point, the parties will contribute on a pro-rata basis.

The Munni Munni Mafic Complex is highly prospective for PGE's, nickel and copper. As part of the JV terms Errawarra has a first right to acquire additional mineral rights for the JV tenements.

GEOLOGICAL SETTING

The Pinderi Hills project is focused on the large Munni Munni Mafic Intrusion and to a lessor extent the associated Maitland Mafic Intrusion. There are granites in the area and pegmatite occurrences have been noted in the area.

DIRECTORS' REPORT

PINDERI HILLS PROJECT (cont'd)

EXPLORATION

The results of reconnaissance samples comprising soil (926 samples), stream sediment (190 samples) and rock chip (37 samples) undertaken on the Pinderi Hills JV tenements have been received and assessed. The stream samples covered the entire tenement package while the soil samples were restricted to the area covered by tenements M47/123, 124, 125 and 126 and a portion of E47/3322. Rock chip samples were taken when a pegmatite was identified while undertaking the soil and stream sediment sampling programs.

Munni Munni Lithium Anomaly

The soil samples which were taken on a 400m x 100m north-south orientated grid have highlighted several closely related linear anomalous Li_2O trends within a 6km^2 footprint. These trends are highly suggestive of lithium bearing pegmatites due to the linear and swarm characteristics of the anomalies. Although preliminary limited on ground investigations have not identified a cause for the anomalous sample results, a pegmatite rock chip sample located within the anomalous zone has reported 73 ppm Li_2O. The stream sediment samples associated with the lithium soil anomalism in this area have also reported anomalous Li_2O values which complements the soil results and further highlights the prospectivity of this area within the project tenements. Follow-up work programs will initially focus on resolving these larger Munni Munni lithium soil trends.

Maitland Lithium Anomaly

Three spatially related stream sediment samples located on the margin of the Maitland Mafic Intrusion and 10km northeast of the Munni Munni lithium anomaly have also reported greater than 50ppm Li_2O. This result is anomalous for the streams in this region and follow-up of this anomalous area by further stream sediment or soil samples is to be undertaken.

ERRABIDDY PROJECT

INTRODUCTION

The Errabiddy Project is in the Gascoyne Region of Western Australia approximately 190km northwest of Meekatharra and 360km east of Carnarvon and within the Shires of Upper Gascoyne and Murchison. The project comprises eight tenements namely, E52/3838, E09/2410, E09/2346, E09/2440 and the four contiguous tenements namely E09/2457, E09/2459, E09/2652 and E09/2602.

ERRABIDDY PROJECT (cont'd)

BACKGROUND

The north-western margin of the Yilgarn Craton (Narryer Terrane) hosts several known mafic-ultramafic intrusive bodies that were emplaced into the deforming northwest Yilgarn Craton margin and appear to consist of an earlier set of layered mafic complexes and later discrete ultramafic plugs. Both intrusion types have Ni- Cu-Co-PGE potential with similarities to the Jinchuan deposit in China, the Voisey's Bay deposit in Canada and the Nova-Bollinger, Julimar, Milly Milly and Byro prospects in Western Australia. Because of this geological setting the area has not only been targeted by Errawarra but also by numerous other resource companies.

Tenement E09/2457 the largest of the Errabiddy tenements is also prospective for graphite within graphitic schist lithologies. Buxton Resources have reported a mineral resource of 4Mt @ 16.2% TGC at their Graphite Bull Project on their tenement which is surrounded by E47/2457.

GEOLOGICAL SETTING

The Errabiddy Project is located within the Gascoyne Province, which forms part of the Proterozoic Capricorn Orogen, a collisional belt between the Archaean Pilbara and Yilgarn Cratons in Western Australia. The moderately north dipping, imbricate Errabiddy Shear Zone is more than 200km long and up to 20km wide and marks the suture between the Pilbara Craton-Glenburgh Terrane with the Yilgarn Craton during the 2000-1960Ma Glenburgh Orogeny. Whilst the Errabiddy Shear Zone is the principal suture zone between the Glenburgh Terrane and the Yilgarn Craton, the Cardilya Fault is the main crustal structure separating the two.

Tenements E52/3838, E09/2410, and E09/2457 are located within the regionally significant Errabiddy Shear Zone where rock units are dominated by the syn-arc siliciclastic metasediments (pelites, calc-silicate rocks, quartzites, banded iron formations (**BIFs**) and amphibolites) of the Camel Hills Metamorphic Suite. Tenements E09/2346 and E09/2440 are located immediately south of the Errabiddy Shear Zone within the Archaean Narryer Terrane where bedrock is comprised of Archaean quartz-biotite granitic gneiss, locally pegmatitic feldspar-rich granite and strike-extensive BIF intruded by gabbro, gabbro-norite, dolerite and unresolvable ultramafic rocks of differing Proterozoic age. Tenements E09/2459, E09/2652 and E09/2602 are located on the northern margins of the Errabiddy Shear Zone and is comprised predominately of Nardoo Granites belonging to the Dalgaringa Supersuite, Palaeoproterozoic Quartpot Pelite and extensive Cainozoic and Quaternary colluvial and sheetwash cover sequences.

EXPLORATION

The Errabiddy project tenements are considered highly prospective due to their location and the encouraging results achieved by both previous and current explorers. A detailed airborne magnetic (gradiometer) and radiometric survey (14,384-line kilometres) was previously completed by the Company in the period between 18 May 2021 and 17 June 2021 and has provided excellent baseline geophysical information. This survey covered the entire tenement package except for tenement E52/3838. Flight lines were 100m apart and sensor height was 30m.

Errabiddy Graphite

The Errabiddy project tenement E09/2457 surrounds the Buxton Resources Tenement E09/1985 where Buxton previously announced a significant graphite resource4. Field reconnaissance which included Loupe EM surveying confirmed the presence of graphitic schists less than 6km from Graphite Bull within the Company's 520km^2 tenement E09/2457 and with surface samples reporting up to 14.4% TGC. The Identification of outcrops of graphitic schist associated with conductive zones that extend beyond the known graphite areas of graphite occurrence highlights the prospectivity of the areas in proximity to the Graphite Bull deposit. The Errabiddy project tenement E09/2457 surrounds the Buxton Resources Tenement E09/1985 where Buxton previously announced a significant graphite resource of 4Mt @ 16.2% TGC.

Errabiddy Nickel

In addition to the encouraging graphite results, the Company has also identified potential nickel targets from the aeromagnetic survey data flown by the Company in 2021. These targets present as strong magnetic anomalies that may represent the presence of mafic intrusions. The Company has conducted MLEM surveys on two of these magnetic targets one being within tenement E09/2346 and another in E09/2410. A conductor was confirmed on the former tenement while there was no EM response associated with the magnetic anomaly identified on the latter tenement. Drill testing of the target was recommended by consultants.

ERRABIDDY PROJECT (cont'd)

EXPLORATION (cont'd)

Errabiddy Gold

The results from previous reconnaissance prospecting, soil sampling and rock chip sampling undertaken on the Errabiddy project tenements highlighted a significant gold in soil anomaly with a surface extent of 3,500m x 800m within tenement E09/2457. The anomaly has a peak soil value of 234ppb Au and is coincident with a narrow northeast trending magnetic anomaly. The soil sampling grid was 300m x 100m with 462 samples collected and with the anomaly coincident with quartz and iron (**Fe**) rich rocks hosted within a granitic terrain. Follow-up ground reconnaissance and rock chip sampling has been completed with results pending.

Reconnaissance

Follow-up of previous reconnaissance soil samples that highlighted broad gold and copper soil anomalies within tenements E09/2652, E09/2602 and the northern margin of E09/2457 was completed. The area is known as Parrot Bore and 256 soil samples were collected. The samples have been submitted for analysis with results pending.

BINTI BINTI / GINDALBIE PROJECT

Tenement wide soil sampling has been completed on project tenement E27/577 aimed at investigating the lithium prospectivity of the tenement. In addition, past drill samples were reanalysed for lithium and associated elements. While no significant lithium assays were reported the soil sampling which was conducted on a 200m x 400m grid did identify a new gold in soil anomaly with a strike of some 2km on the tenement. Further investigation of this target is warranted as the anomaly parallels other known gold occurrences on the tenement.

Details of past exploration result is as follows:

- Previously 10,027m AC drilling for 261 holes completed
- A steeply inclined high grade (4m@5.09g/t) vein was identified beneath a prospecting pit (surface grab sample reports 227g/t)

FRASER RANGE PROJECT

The Company has reviewed its commitment to its foundation project at the Fraser Range and is actively seeking to sell or Joint Venture this project. Details of exploration results to date is as follows:

- An area of 76km2 has been previously subject to MLEM surveying on the Fraser Range Project tenements (total tenement area is 105km2). This represents 70% of the tenement area
- The remaining un-surveyed portion of the tenements is not amenable to the MLEM survey technique

PROEJCT GENERATION

The Company will continue to seek and review exploration and acquisition opportunities particularly in favourable jurisdictions which could complement its focus on the green technology metals nickel, copper and PGM's with a preference for advanced projects with high value potential.

COMPETENT PERSONS

Thomas Reddicliffe, BSc (Hons), MSc, a Director and Shareholder of the Company, is a Fellow of the AUSIMM, and has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration to qualify as a Competent Person as defined in the 2012 edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Thomas Reddicliffe consents to the inclusion in the report of the information in the form and context in which it appears.

DIRECTORS' REPORT

BOARD OF DIRECTORS

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

Mr Thomas Reddicliffe | Executive Chairman
Appointed Executive Chairman on 8 December 2022, previously appointed Executive Director on 1 April 2021 and Non-Executive Director on 2 November 2020

Mr Reddicliffe was previously employed by Ashton Mining Ltd as Australian Exploration Manager, Striker Resources Ltd as Technical Director, North Australian Diamonds Ltd as CEO and TopEnd Uranium Ltd as CEO. Mr Reddicliffe has more than 40 years of experience in Australian focused exploration, evaluation, trial mining, feasibility studies and company management.

Mr Reddicliffe holds a Bachelor of Science (Honours) Geology from the University of Queensland and a Master of Science in Ore Deposit Geology from the University of Western Australia. He is also a Fellow of the Australian Institute of Mining and Metallurgy.

During the past 3 years Mr Reddicliffe has also served as a director of the following listed companies:

- Non-Executive Director, Gibbs River Diamond Ltd (appointed 24 March 2020); and
- Executive Director, GreenTech Metals Ltd (appointed 24 March 2021).

Mr George Ventouras | Executive Director
Appointed Executive Director on 23 October 2023, previously appointed Non-Executive Director on 8 December 2022

Mr Ventouras has over 30 years of business, marketing, and corporate experience including restructuring and recapitalising publicly listed entities and co-ordinating IPOs. Mr Ventouras developed and promoted ASX listed companies and has served on the board of various public and private companies in executive and non-executive roles. His experience includes resources, agriculture, aquaculture, luxury goods, and manufacturing.

Mr Ventouras holds a Bachelor of Business Degree (Marketing and Accounting) from Edith Cowan University.

During the past 3 years Mr Ventouras has also served as a director of the following listed company:

- Executive Director, Artemis Resources Ltd (appointed 31 October 2023).

Mr Bruce Garlick | Non-Executive Director
Appointed Non-Executive Director on 23 October 2023

Mr Garlick is a Finance Executive with over 30 years of experience in mining, exploration, and engineering. Mr Garlick has extensive knowledge of the Pilbara and is a current Director of Fox Resources, which previously held significant exploration tenements in the Pilbara.

Mr Garlick has worked both in Australia and internationally on large open pit, and underground mining operations including base metals and gold.

Mr Garlick graduated from the University of Natal South Africa with Bachelor of Commerce and Bachelor of Laws, LLB, and is a Certified Public Accountant (CPA).

During the past 3 years Mr Garlick has also served as a director of the following listed companies:

- Non-Executive Director, Iron Bark Zinc Ltd (appointed 11 December 2023).

Mr Jonathan Battershill | Non-Executive Director
Appointed Non-Executive Directo on 1 July 2022, resigned on 23 October 2023

Mr Battershill has over 25 years in global mining, business development and finance based roles across Australia, the UK, North America and the Caribbean. Mr Battershill industry experience includes senior operational and business development roles with WMC Resources as well as significant stockbroking and banking experience at Hartleys, Citigroup, UBS and Canaccord in Perth, Sydney, and London. Between UBS and Canaccord.

Mr Battershill holds a Bachelor of Engineering (Geology) (Hons) from Camborne School of Mines, United Kingdom.

During the past 3 years Mr Battershill has also served as a director of the following other listed companies:

- Non-Executive Director, Silver Mines Limited (appointed 16 June 2017);
- Chief Executive, Anglesey Mining plc (AIM listed) (appointed 1 August 2021);
- Non-Executive Director, Alien Metals Limited (AIM listed) (appointed 22 October 2021, resigned 26 April 2023); and
- Black Dragon Gold Corporation (appointed 1 July 2017, resigned 18 March 2022).

COMPANY SECRETARY

Mrs Mindy Ku
Appointed on 10 January 2013

Mrs Ku has over 20 years' Australian and international experience in financial analysis, financial reporting, management accounting, compliance reporting, board reporting, company secretarial services and office management across multiple jurisdictions (Australia, Malaysia, UK, Finland, Sweden and Norway) including ASX listed public and private companies.

She holds a Bachelor of Science in Computing from the University of Greenwich, United Kingdom, is a Member of Certified Practising Accountant Australia and a Fellow Member of the Governance Institute of Australia.

Mrs Ku currently consults on company secretarial, financial, and governance matters to a number of listed and unlisted public companies.

DIRECTORS' RELEVANT INTEREST IN SHARES AND OPTIONS

At the date of this report, the following table sets out the current directors' relevant interests in shares and options of Errawarra Resources Ltd and the changes since 30 June 2024.

	Ordinary Shares		Options		Performance Rights	
Director	**Current Holding**	**Net Increase/ (decrease)**	**Current Holding**	**Net Increase/ (decrease)**	**Current Holding**	**Net Increase/ (decrease)**
T Reddicliffe	80,000	–	800,000	–	–	–
G Ventouras	–	–	250,000	–	–	–
B Garlick	–	–	–	–	–	–

DIRECTORS MEETINGS

The following table sets out information in relation to Board meetings held during the financial year.

Board Member	Board Meetings held while Director	Attended	Circular Resolutions Passed	Total
T Reddicliffe	6	6	10	**16**
G Ventouras(i)	6	6	10	**16**
B Garlick(i)	3	3	7	**10**
J Battershill(ii)	2	2	5	**7**

Note:

(i) Mr Garlick was appointed a Non-Executive Director and Mr Ventouras as an Executive Director on 23 October 2023.

(ii) Mr Battershill resigned as director on 23 October 2023.

REMUNERATION REPORT (AUDITED)

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

- **(A)** Principles used to determine the nature and amount of remuneration
- **(B)** Details of remuneration
- **(C)** Service agreements
- **(D)** Share-based compensation
- **(E)** Directors' equity holdings
- **(F)** Additional information

(A) PRINCIPLES USED TO DETERMINE THE NATURE AND AMOUNT OF REMUNERATION

The whole Board forms the Remuneration Committee. The remuneration policy has been designed to align director and executive objectives with shareholder and business objectives by providing a fixed remuneration component with the flexibility to offer specific long-term incentives based on key performance areas affecting the Group's financial results. The Board believes the remuneration policy to be appropriate and effective in its ability to attract and retain the best directors and executives to manage the Group.

The Board's policy for determining the nature and amount of remuneration for Board members and senior executives is as follows:

- The remuneration policy, setting the terms and conditions for the executive directors and other senior executives, was developed by the Board. All executives receive a base salary (which is based on factors such as length of service and experience) and superannuation. The Board reviews executive packages annually and determines policy recommendations by reference to executive performance and comparable information from industry sectors and other listed companies in similar industries.
- The Board may exercise discretion in relation to approving incentives, bonuses and options. The policy is designed to attract and retain the highest calibre of executives and reward them for performance that results in long term growth in shareholder wealth.
- The executives receive a superannuation guarantee contribution required by the government where applicable, which is currently 11.5% (11.0% until 30 June 2023) of base salary and do not receive any other retirement benefits.
- All remuneration paid to directors and executives is valued at the cost to the Group and expensed. Options are valued using the Black–Scholes methodology where relevant.
- The Board policy is to remunerate non–executive directors at market rates for comparable companies for time, commitment and responsibilities. The Board determines payments to the non–executive directors and reviews the remuneration annually, based on market practice, duties and accountability. Independent external advice is sought when required. No independent external advice was sought during the year. The maximum aggregate amount of fees that can be paid to Non–Executive Directors is subject to approval by shareholders at the Annual General Meeting. The Company intends to seek shareholder approval at the Annual General Meeting for the maximum aggregate amount that may be paid to Non-Executive Directors as remuneration for each financial year which may be divided among the Non-Executive Directors in the manner determined by the Board and Company from time to time. Fees for Non–Executive Directors are not linked to the performance of the Company.

The remuneration policy has been tailored to increase the direct positive relationship between shareholders' investment objectives and directors and executive performance. The Company facilitates this through the issue of options from time to time to the directors and executives to encourage the alignment of personal and shareholder interests. The Company believes this policy will be effective in increasing shareholder wealth. The Company currently has no performance-based remuneration component built into director and executive remuneration packages. There was no performance review during the year.

The Board does not consider earnings during the current and previous financial years when determining, and in relation to, the nature and amount of directors' remuneration. Refer below for a summary of the Group's earnings and the Company's market performance for the past 5 years.

Summary of 5 Years earnings and market performance as at 30 June

	2024	2023	2022	2021	2020
Profit/(Loss) ($)	(2,813,405)	(2,583,004)	(3,358,514)	(3,258,566)	(42,865)
No of shares on issue	95,920,669	60,504,002	45,493,238	39,893,234	2,187,643
Share price ($)	0.080	0.185	0.195	0.225	–
Market capitalisation (Undiluted) ($)	7,673,654	11,193,240	8,871,181	8,975,978	–

REMUNERATION REPORT (AUDITED)(cont'd)

(B) DETAILS OF REMUNERATION

Details of remuneration of the directors and key management personnel (as defined in AASB 124 *Related Party Disclosures*) of Errawarra Resources Ltd are set out in the following table. Given the size and nature of operations of Redivium, there are no other employees who are required to have their remuneration disclosed in accordance with the *Corporations Act 2001*.

The key management personnel of Errawarra Resources Ltd are the directors as listed on page 12.

The table below shows the 2024 and 2023 figures for remuneration received by the Company's directors.

	Short Term			Post-employment		Equity			
	Salary & fees	Other benefits(i)	D&O insurance(ii)	Superannuation	Prescribed benefits	Shares	Options(iii)	Total	Value equity as proportion of remuneration
	$	$	$	$	$	$	$	$	%
2024									
Directors									
T Reddicliffe(iv)	120,000	–	10,920	9,900	–	–	–	140,820	0%
G Ventouras(v)	52,955	–	10,920	–	–	–	–	63,875	0%
B Garlick(vi)	23,839	–	7,520	2,622	–	–	–	33,981	0%
J Battershill(vii)	7,455	–	3,431	–	–	–	(25,593)	(14,707)	0%
Total	**204,249**	**–**	**32,791**	**12,522**	**–**	**–**	**(25,593)**	**223,969**	**0%**
2023									
Directors									
T Reddicliffe(iv)	150,000	–	4,384	–	–	–	76,400	230,784	33%
J Battershill(vii)	24,000	–	4,384	–	–	–	139,654	168,038	83%
G Ventouras(v)	14,000	–	2,462	–	–	–	21,854	38,316	57%
J Murray(viii)	9,968	–	1,934	–	–	–	76,400	88,302	87%
G Purich(viii)	1,818	–	372	191	–	–	–	2,381	0%
Total	**199,786**	**–**	**13,536**	**191**	**–**	**–**	**314,308**	**527,821**	**60%**

Note:

(i) Short Term Other benefits include annual leaves accrued during the year, if any.

(ii) For accounting purposes Directors & Officers Indemnity Insurance is required to be recorded as remuneration. No director receives any cash benefits, simply the benefit of the insurance coverage for the financial year.

(iii) The amounts included are under the Company's Incentive Option plan approved by shareholders on 27 November 2020. These amounts are accounting valuation options issued as remuneration and are not cash payments.

(iv) Mr Reddicliffe was appointed Executive Director on 1 April 2021. He was appointed Executive Chairman on 8 December 2022.

(v) Mr Ventouras was appointed Non-Executive Director on 8 December 2022. He was appointed Executive Director on 23 October 2023.

(vi) Mr Garlick was appointed Non-Executive Director on 23 October 2023.

(vii) Mr Battershill was appointed Non-Executive Director on 1 July 2022 and resigned on 23 October 2023.

(viii) Mr Murray and Ms Purich resigned as Non-Executive Directors on 8 December 2022 and 31 July 2022 respectively.

REMUNERATION REPORT (AUDITED) (cont'd)

(C) SERVICE AGREEMENTS

EXECUTIVE CHAIRMAN

Mr Thomas Reddicliffe

Mr Thomas Reddicliffe was appointed Executive Director on 1 April 2021. He entered into a Consultancy Services Agreement with the Company, rendering a fee of $60,000 per annum including superannuation. Mr Reddicliffe was appointed Executive Chairman on 8 December 2022. On 23 January 2023, the Company announced that his remuneration package was increased to $120,000 per annum plus superannuation starting 1 January 2023 to reflect the increase of work as the Executive Chairman of the Company. Mr Reddicliffe's fees will be reviewed annually by the Company in accordance with the policy of the Company for the annual review of salaries paid to directors of the Company.

Mr George Ventouras

Mr George Ventouras was appointed Non-Executive Director on 8 December 2022. On 6 November 2023, the Company announced that he entered into a Consultancy Services Agreement with the Company as an Executive Director, rendering a fee of $66,000 per annum to reflect the increase of work. Mr Ventouras' fees will be reviewed annually by the Company in accordance with the policy of the Company for the annual review of fees paid to consultants and directors of the Company.

	Termination Notice Period		
Name	**By Company**	**By Director**	**Termination payments***
T Reddicliffe	3 months	3 months	3 months
G Ventouras	3 months	3 months	3 months

Note:

* Termination payments (other than for gross misconduct) are calculated on current remuneration at date of termination and are inclusive of the notice period.

NON-EXECUTIVE DIRECTORS

Remuneration and other terms of employment for the Non-Executive Directors are formalised in service agreements. The Non-Executive Directors are employed on a rolling basis with no specified fixed terms. They are remunerated on a fixed remuneration basis, inclusive of superannuation, if applicable. On 1 October 2020 the Non-Executive Directors fees were set at $24,000 per annum for each Non-Executive Director. On 1 February 2024, the Non-Executive Directors fees were increased to $48,000 per annum, inclusive of superannuation, for each Non-Executive Director

Major provisions of the agreements relating to the Non-Executive Directors are set out below.

	Termination Notice Period		
Name	**By Company**	**By Director**	**Termination payments***
B Garlick(i)	Immediately	Immediately	Immediately
J Battershill(ii)	Immediately	Immediately	Immediately

Note:

* The Company can only terminate for gross misconduct, bankruptcy, or by other reason made under the *Corporations Act 2001* (Cth). Termination payments (other than for gross misconduct) are calculated on current remuneration at date of termination and are inclusive of the notice period.

(i) Mr Garlick was appointed Non-Executive Director on 23 October 2023.

(ii) Mr Battershill was appointed Non-Executive Director on 1 July 2022 and resigned on 23 October 2023.

REMUNERATION REPORT (AUDITED) (cont'd)

(D) SHARE-BASED COMPENSATION

OPTIONS

If approved by shareholders, options are issued to directors and executives as part of their remuneration. The options are not based on performance criteria, but are issued to align the interests of directors, executives and shareholders.

During the financial year:

- No options were issued to directors; and
- 500,000 options were cancelled on director's resignation.

As at 30 June 2024, 1,050,000 (2023: 8,175,000) options granted as share-based compensation were held by the Company's' directors. There were no options issued during the year.

	Financial year	Options issued during the year No.	No of options No.	Issue date	Fair value per options at issue date	Vesting date	Exercise price	Expiry date	Vested during the year No.	Expired during the year No.
Directors										
T Reddicliffe[(i)]	2021	–	300,000	26 Nov 20	$0.124	26 Nov 20	$0.30	26 Nov 24	–	–
	2023	–	500,000	29 Nov 22	$0.153	29 Nov 22	$0.25	25 Sep 25	–	–
G Ventouras	2023	–	250,000	24 Oct 22	$0.087	24 Oct 22	$0.25	30 Nov 25	–	–
Total[(ii)]			**1,050,000**						**–**	**–**
J Battershill[(ii)]	2022	–	275,000	22 Apr 22	$0.108	24 Oct 22	$0.40	21 Apr 26	–	–
	2022	–	500,000	26 Jun 22	$0.077	26 Jun 22	$0.25	29 Jun 25	–	–
	2022	–	500,000	26 Jun 22	$0.077	26 Jun 23	$0.25	29 Jun 25	–	–
	2022	–	500,000	26 Jun 22	$0.077	31 Dec 23	$0.25	29 Jun 25	–	500,000
	2023	–	500,000	29 Nov 22	$0.153	29 Nov 22	$0.25	25 Sep 25	–	–
Total[(ii)]			**2,275,000**						–	500,000

Note:

(i) On 7 July 2023, 3,750,000 options were disposed by Mr Reddicliffe indirectly as a result of a corporate restructure in Sorrento Resources Pty Ltd to a third party.

(ii) Mr Battershill was appointed a Non-Executive Director on 1 July 2022 and resigned on 23 October 2023. The balance reflects their holding at date of resignation and is not included in the total options held by director at the end of the year. Mr Battershill resigned during the year therefore his options have been cancelled.

PERFORMANCE RIGHTS

If approved by shareholders, performance rights are issued to directors and executives as part of their remuneration. The performance rights may be based on performance criteria, and are issued to align the interests of directors, executives to increase the performance of the Company. There was no performance rights issued, exercised, or expired during the year.

On 7 July 2023, 2,500,000 performance rights were disposed by Mr Reddicliffe indirectly as a result of a corporate restructure in Sorrento Resources Pty Ltd to a third party.

There was no performance rights held by the Directors at the end of the year.

REMUNERATION REPORT (AUDITED) (cont'd)

(E) DIRECTORS' EQUITY HOLDINGS

FULLY PAID ORDINARY SHARES OF ERRAWARRA RESOURCES LTD

The movement of fully paid ordinary shares held by the Directors for the year is summarised below.

Directors	Balance at 1 July No.	Granted as remuneration No.	Conversion / Exercise of options No.	Expiry / cancel of options No.	Net other changes No.	Balance at 30 June No.
T Reddicliffe[(i)]	11,173,234	–	–	–	(11,093,234)	80,000
G Ventouras	–	–	–	–	–	–
B Garlick[(ii)]	–	–	–	–	–	–
J Battershill[(iii)]	100,000	–	–	–	(100,000)	–
	11,273,234	**–**	**–**	**–**	**(11,193,234)**	**80,000**

Note:

(i) On 7 July 2023, 11,143,234 shares were disposed by Mr Reddicliffe indirectly as a result of a corporate restructure in Sorrento Resources Pty Ltd to a third party. Mr Reddicliffe received shareholder approval to participated in the Placement during the year of $6,000, equivalent to 50,000 shares.

(ii) Mr Garlick was appointed a Non-Executive Director on 23 October 2023.

(iii) Mr Battershill resigned as a Non-Executive Director on 23 October 2023. The net other changes reflects his holding on his resignation date.

OPTIONS

The movement of options held by the Directors for the year is summarised below.

Directors	Balance at 1 July No.	Options issued No.	Options expired No.	Net other changes No.	Balance at 30 June No.	Vested at 30 June: Exercisable No.	Vested at 30 June: Not exercisable No.
T Reddicliffe[(i)]	4,550,000	–	–	(3,750,000)	800,000	800,000	–
G Ventouras	250,000	–	–	–	250,000	250,000	–
B Garlick[(ii)]	–	–	–	–	–	–	–
J Battershill[(iii)]	2,275,000	–	–	(2,275,000)	–	–	–
	7,075,000	**–**	**–**	**(6,025,000)**	**1,050,000**	**1,050,000**	**–**

Note:

(i) On 7 July 2023, 3,750,000 options were disposed by Mr Reddicliffe indirectly as a result of a corporate restructure in Sorrento Resources Pty Ltd to a third party.

(ii) Mr Garlick was appointed a Non-Executive Director on 23 October 2023.

(iii) Mr Battershill resignas as a Non-Executive Director on 23 October 2023. The net other changes reflects his holding on his resignation date.

The options include those held directly, indirectly and beneficially by KMP.

REMUNERATION REPORT (AUDITED) (cont'd)

(E) DIRECTORS' EQUITY HOLDINGS (cont'd)

PERFORMANCE RIGHTS

The movement of options held by the Directors for the year is summarised below.

2024						Vested at 30 June	
	Balance at 1 July	Options issued	Options expired	Net other changes	Balance at 30 June	Exercisable	Not exercisable
Directors	No.	No.	No.	No.	No.	No.	No.
T Reddicliffe[(i)]	2,500,000	–	–	(2,500,000)	–	–	–
G Ventouras	–	–	–		–	–	–
B Garlick[(ii)]	–	–	–		–	–	–
J Battershill[(iii)]	–	–	–		–	–	–
	2,500,000	**–**	**–**	**(2,500,000)**	**–**	**–**	**–**

Note:

(i) On 7 July 2023, 2,500,000 performance rights were disposed by Mr Reddicliffe indirectly as a result of a corporate restructure in Sorrento Resources Pty Ltd to a third party.

(ii) Mr Garlick was appointed a Non-Executive Director on 23 October 2023.

(iii) Mr Battershill resignas as a Non-Executive Director on 23 October 2023. The net other changes reflects his holding on his resignation date.

The performance rights include those held directly, indirectly and beneficially by KMP.

(F) ADDITIONAL INFORMATION

PERFORMANCE INCOME AS A PROPORTION OF TOTAL COMPENSATION

No performance based bonuses have been paid to directors or executives during the financial year.

LOANS TO KMP AND THEIR RELATED PARTIES

There were no loans to KMP and their related parties during the year.

OTHER TRANSACTIONS AND BALANCES WITH KMP AND THEIR RELATED PARTIES

Directors' transactions

During the year, the Company leased field equipment to Greentech Metals Ltd, of which Mr Thomas Reddicliffe is the Executive Director, amounting to $6,250 (2023: nil). At 30 June 2024, $3,190 was owed to the Company (2023: nil).

During the year, the Company leased field equipment to Artemis Resources Ltd, of which Mr George Ventouras is the Managing Director, amounting to $2,800 (2023: nil). At 30 June 2024, $3,080 was owed to the Company (2023: nil).

During the year, Royal Corporate Services Pty Ltd, of which Mr Bruce Garlick is a Director, provided consulting services and leased of office space amounting to $55,299 (2023: nil). As at June 2024, $3,246 (2023: nil) was owed to Royal Corporate Services Pty Ltd.

Sorrento Resources Pty Ltd (**Sorrento**), of which Mr Thomas Reddicliffe was a director, completed a restructure to a third party. Therefore, Sorrento ceased to be a related party of the Company on 7 July 2023 at completion of the restructure.

END OF REMUNERATION REPORT

DIRECTORS' REPORT

PRINCIPAL ACTIVITIES

The principal activities of the Group during the year included ongoing exploration at the Andover West project, and exploration, ground reconnaissance and EM surveys at the Errabiddy project which is considered prospective for graphite, nickel, rare earth elements, and gold. The prospectivity for LCT Pegmatites was investigated at the Binti Binti/Gindalbi project which resulted in a new gold target being identified. The Company has reviewed its commitment to its foundation projects at the Fraser Range and is actively seeking to sell or Joint Venture these projects.

FINANCIAL REVIEW

The Group began the financial year with cash reserves of $1,258,343.

During the year, total exploration expenditure expensed by the Group in accordance with the Group's accounting policy amounted to $1,890,173 (2023: $1,397,372). Net administration expenditure incurred by the Group amounted to $874,838 (2023: $1,354,950). This has resulted in an operating loss after income tax for the year of $2,813,405 (2023: loss $2,583,004).

As at 30 June 2024, cash and cash equivalents totalled $1,545,240.

SUMMARY OF 5 YEAR FINANCIAL INFORMATION AS AT 30 JUNE

	2024	2023	2022	2021	2020
Cash and cash equivalents ($)	1,545,240	1,258,343	3,298,900	3,380,569	16,825
Net assets / equity ($)	1,754,807	732,146	2,497,117	3,282,761	(379,293)
Exploration expenditure expensed ($)	(1,890,173)	(1,397,372)	(1,883,850)	(1,668,001)	–
No of issued shares	95,920,669	60,504,002	45,493,238	39,893,234	2,187,643
No of options	20,625,000	17,600,000	34,333,413	23,333,417	–
No of performance rights	5,000,000	5,000,000	20,000,000	–	–
Share price ($)	0.080	0.185	0.195	0.225	–
Market capitalisation (Undiluted) ($)	7,673,654	11,193,240	8,871,181	8,975,978	–

SUMMARY OF SHARE PRICE MOVEMENT TO THE DATE OF THIS REPORT

	Share Price ($)	Date
Highest	$0.280	15 November 2023
Lowest	$0.037	12,19, 21–25 March, 26 April 2024
Latest	$0.064	29 August 2024

CORPORATE GOVERNANCE STATEMENT

The Company is committed to high standards of corporate governance designed to enable the Company to meet its performance objectives and better manage its risks.

The Company has adopted a comprehensive governance framework in the form of a formal corporate governance charter together with associated policies, protocols and related instruments (together **Charter**).

The Company's Charter is based on a template which has been professionally verified to be complementary to and in alignment with the ASX Corporate Governance Council Principles and Recommendations 4th Edition 2019 (**ASX CGCPR**) in all material respects. The Charter also substantially addresses the suggestions of good corporate governance mentioned in the 'Commentary' sections of the ASX CGCPR.

The Board is responsible for the overall corporate governance of the Group. The Board has governance oversight of all matters relating to the strategic direction, corporate governance, policies, practices, management and operations of the Group with the aim of delivering value to its Shareholders and respecting the legitimate interest of its other valued stakeholders, including employees, suppliers and joint venture partners.

Under ASX Listing Rule 4.10.3, the Company is required to provide in its annual report details of where shareholders can obtain a copy of its corporate governance statement, disclosing the extent to which the Company has followed the ASX Corporate Governance Council Principles and Recommendations in the reporting period. The corporate governance statement is published on the Company's website:

https://www.errawarra.com/corporate-governance.php

COMPLIANCE

RISK AND RISK MANAGEMENT

The Group manages the risks listed below, and other day-to-day risks through a number of risk controls and mitigants. Specific risk controls and mitigants include but are not limited to:

- Board risk oversight;
- Implementation and adoption of Company policies and standards;
- Insuring business activities and operations in accordance with industry practice; and
- Engaging appropriate finance, accounting, and legal advisors.

Government regulation

The Group's current and future exploration activities are subject to various laws and statutory regulations governing prospecting, development, production, taxes, royalty payments, labour standards and occupational health, mine safety, toxic substances, land use, water use, communications, land claims of local people and other matters, and to obtaining and maintaining the necessary titles, authorisations, permits and licences.

No assurance can be given that new laws, rules and regulations will not be enacted or that existing laws, rules and regulations will not be applied in a manner which could have an adverse effect on the Group's financial position and results of operations, or on the success of development projects. Any such amendments to current laws, regulations and permits governing operations and activities of mining, exploration and development projects, or more stringent implementation thereof, could have a material adverse impact on the Group's result of operations, financial condition and prospects. Failure to comply with any applicable laws, regulations or permitting requirements may result in enforcement actions against the Group, including orders issued by regulatory or judicial authorities causing operations to cease or be curtailed, and may include corrective measures requiring capital expenditures, installation of additional equipment, or remedial actions.

Tenure, native title, Aboriginal heritage and land claims risks

Interests in exploration and mining tenements in Australia are governed by state legislation and are evidenced by the granting of leases or licences. Each lease or licence is for a specific term and carries with it annual expenditure and reporting conditions as well as other conditions requiring compliance.

These conditions include the requirement, for exploration licences, for reduction in the area held under licence from time to time unless it is considered that special circumstances apply. Consequently, the Group could lose title to, or its interest in, its tenements if licence conditions are not met or if expenditure commitments are not met.

It is possible that, in relation to tenements in which the Group has an interest or may acquire such an interest, there may be areas over which legitimate native title rights exist, or which are subject to native title claims made under the *Native Title Act 1993* (Cth). In such circumstances, the ability of the Group to progress from the exploration phase to the development and mining phases of the operation, may be adversely affected.

Further, it is possible that there will exist on the Group's mining tenements, areas containing sacred sites or sites of significance to Aboriginal people in accordance with their tradition that are protected under the *Aboriginal and Torres Strait Islander Heritage Protection Act 1984* (Cth). As a result, land within the tenements may be subject to restrictions on exploration, mining or other uses and/or significant approval hurdles may apply.

Tenement Renewals

Renewal of tenements owned by the Group is made by way of application to the relevant department. There is no guarantee that a renewal will be automatically granted other than in accordance with the applicable state or territory mining legislation. In addition, the relevant department may impose conditions on any renewal, including relinquishment of ground.

Exploration and development risks

Exploration is a high-risk activity that requires large amounts of expenditure over extended periods of time. The Group's exploration activities will also be subject to all the hazards and risks normally encountered in the exploration of minerals, including climatic conditions, hazards of operating vehicles and plant, risks associated with operating in remote areas and other similar considerations. Conclusions drawn during exploration and development are subject to the uncertainties associated with all sampling techniques and to the risk of incorrect interpretation of geological, geochemical, geophysical, drilling and other data.

Although the Group's activities are primarily directed towards exploration for mineral deposits and the possibility of third-party arrangements including joint ventures, partnerships, ore purchase arrangements or other third-party contracts, its activities also include the development of mineral deposits into mining operations. An ability to sustain or increase the current level of production in the longer term is in part dependent on the success of the Group's exploration activities and development projects.

COMPLIANCE (cont'd)

RISK AND RISK MANAGEMENT (cont'd)

The exploration for and development of mineral deposits involves significant risks that even a combination of careful evaluation, experience and knowledge may not eliminate. It is impossible to ensure that the exploration or development programs the Group plans will result in a profitable mining operation.

Commodity prices

The Group's future prospects and the Company's share price will be influenced by the prices obtained for the commodities produced and targeted in the Group's exploration and development programs. Commodity prices fluctuate and are impacted by factors including the relationship between global supply and demand for minerals, forward selling by producers, costs of production, geopolitical factors (including trade tensions), hostilities and general global economic conditions.

Commodity prices are also affected by the outlook for inflation, interest rates, currency exchange rates and supply and demand factors. These factors may have an adverse effect on the Group's production and exploration activities and any subsequent development and production activities, as well as its ability to fund its future activities. Further, rare earth products are not exchange traded commodities.

Occupational health and safety

Exploration activities may expose the Group's contractors to potentially dangerous working environments. Occupational health and safety legislation and regulations differ in each jurisdiction. If any of the Group's contractors suffers injury or death, compensation payments or fines may be payable and such circumstances could result in the loss of a licence or permit required to carry on the business. Such an incident may also have an adverse effect on the Group's business and reputation.

Environment

The Group's projects are subject to the environmental laws and regulations of Australia (including statutory rehabilitation obligations that the Group will need to comply with in the future and which may be material). While the Group proposes to comply with applicable laws and regulations and conduct its programs in a responsible manner with regard to the environment, there is the risk that the Group may incur liability for any breaches of these laws and regulations.

The Group is also unable to predict the effect of additional environmental laws and regulations which may be adopted in the future, including whether any such laws or regulations would materially increase the Group's cost of doing business or affect its operations. There can be no assurances that new environmental laws, regulations or stricter enforcement policies, once implemented, will not oblige the Group to incur significant expenses and undertake significant investments which could have a material adverse effect on the Group's business, financial condition and performance.

Insurance

The Group maintains insurance to protect against certain risks. However, the Group's insurance will not cover all the potential risks associated with an exploration company's operations. The Group may also be unable to maintain insurance to cover these risks at economically feasible premiums. Insurance coverage may not continue to be available or may not be adequate to cover any resulting liability. Moreover, insurance against risks such as loss of title to mineral property, environmental pollution, or other hazards as a result of exploration is not generally available to the Group, or to other companies in the mining industry on acceptable terms.

Reliance on key personnel

The Group is dependent on its directors, and consultants to implement its business strategy. A number of factors including the departure of key management personnel or a failure to attract or retain suitable qualified key personnel, could adversely affect the Group's business strategy.

Access to and dependence on capital raisings

The Group's exploration activities require substantial expenditure going forward. The Group's objectives when managing capital is to safeguard its ability to continue as a going concern. Although the Company believes that additional funding can be obtained via capital raising, no assurances can be made that appropriate funding will be available when required. If the Group is unable to obtain additional financing as required, it may be required to scale back its exploration and development program. As a result, the Group's ability to continue as a going concern may be diminished.

COMPLIANCE (cont'd)

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

Other than those disclosed in this annual report no significant changes in the state of affairs of the Group occurred during the financial year.

SIGNIFICANT EVENTS AFTER THE BALANCE DATE

The following matters or circumstances have arisen since 30 June 2024 that may significantly affect the operations of the Group, the results of those operations, or state of affairs of the Group in future financial years:

(a) On 30 July 2024 the Company announced that it was advised by the Australian Taxation Office (**ATO**) that its Junior Mining Exploration Incentive (**JMEI**) application for the 2024/2025 financial year has been accepted and the Company has received an allocation of up to $450,000. JMEI credits may be distributed to eligible shareholders as a tax credit against the Company's tax losses for allowable greenfield exploration expenditure during the 2024/25 financial year.

LIKELY DEVELOPMENTS AND EXPECTED RESULTS

The Group expects to maintain the present status and level of operations and hence there are no likely developments in the Group's operations.

ENVIRONMENTAL REGULATION AND PERFORMANCE

The Group is subject to significant environmental regulation in respect to its exploration activities.

The Group aims to ensure the appropriate standard of environmental care is achieved, and in doing so, that it's aware of and is in compliance with all environmental legislation. The Directors of the Group are not aware of any breach of environmental legislation for the year under review.

SHARE OPTIONS

There have been no options granted over unissued shares or interest of any controlled entity within the Group since the end of the reporting period.

As at the date of this report, there were 20,625,000 options on issue to purchase ordinary shares at a range of exercise prices (20,625,000 at 30 June 2024). Refer to the remuneration report and notes to the consolidated financial statements for details of the options.

Option holders do not have any right, by virtue of the option, to participate in any share issue of the Company or any related body corporate.

PERFORMANCE RIGHTS

There have been no performance rights granted over unissued shares or interest of any controlled entity within the Group since the end of the reporting period.

As at the date of this report, there were 5,000,000 performance rights on issue (5,000,000 at 30 June 2024). Refer to the remuneration report and notes to the consolidated financial statements for details of the performance rights.

Performance rights holders do not have any right, by virtue of the option, to participate in any share issue of the Company or any related body corporate.

INSURANCE OF DIRECTORS AND OFFICERS

During or since the end of the financial year, the Company has paid premiums insuring all the directors of Errawarra Resources Limited against costs incurred in defending conduct involving:

(a) a wilful breach of duty, and

(b) a contravention of sections 182 or 183 of the Corporations Act 2001, as permitted by section 199B of the *Corporations Act 2001* (Cth).

The total amount of insurance contract premiums paid was $32,791.

DIRECTORS' REPORT

COMPLIANCE (cont'd)

Indemnification of auditors

To the extent permitted by law, the Company has agreed to indemnify its auditors, Stantons, as part of the terms of its audit engagement agreement against claims by third parties arising from the audit (for an unspecified amount). No payment has been made to indemnify Stantons during or since the financial year.

Dividends

No dividends were paid or declared during the financial year and no recommendation for payment of dividends has been made.

Non–audit services

During the year, neither Stantons nor any of its associated entities provided any non–audit services to the Group. Refer to note 8 for further details.

Proceedings on behalf of the Company

No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a part for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings. The Company was not party to any such proceedings during the year.

Auditor's independence declaration

The auditor's independence declaration as required under section 307C of the *Corporations Act 2001* (Cth) is included on page 25.

Signed in accordance with a resolution of the Directors made pursuant to section 298(2) of the *Corporations Act 2001* (Cth).

On behalf of the Directors

Thomas Reddicliffe
Executive Chairman

Perth, Western Australia this 12th of September 2024

INDEPENDENCE DECLARATION TO THE DIRECTORS' OF ERRAWARRA RESOURCES LTD

PO Box 1908
West Perth WA 6872
Australia

Level 2, 40 Kings Park Road
West Perth WA 6005
Australia

Tel: +61 8 9481 3188
Fax: +61 8 9321 1204

ABN: 84 144 581 519
www.stantons.com.au

12 September 2024

Board of Directors
Errawarra Resources Limited
Level 2, 10 Ord Street
West Perth, Western Australia 6005

Dear Directors

RE: ERRAWARRA RESOURCES LIMITED

In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of Errawarra Resources Limited.

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

(i) the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and

(ii) any applicable code of professional conduct in relation to the audit.

Yours sincerely

STANTONS INTERNATIONAL AUDIT AND CONSULTING PTY LTD

Martin Michalik

Martin Michalik
Director

Liability limited by a scheme approved under Professional Standards Legislation

Russell Bedford
taking you further

Stantons is a member of the Russell Bedford International network of firms

DIRECTORS' DECLARATION

The Directors declare that:

(a) in the Directors' opinion, subject to the achievement of matters noted in note 2(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;

(b) in the Directors' opinion, the attached financial statements and notes thereto are in accordance with the *Corporations Act 2001* (Cth), including compliance with Australian Accounting Standards and International Financial Reporting Standards as disclosed in note 2 and giving a true and fair view of the financial position and performance of the Group for the financial year ended on that date;

(c) the Directors have been given the declarations required by section 295A of the *Corporations Act 2001* (Cth) for the financial year ended 30 June 2024; and

(d) the consolidated entity disclosure statement disclosed is true and correct.

Signed in accordance with a resolution of the Directors made pursuant to section 295(5) of the *Corporations Act 2001* (Cth).

On behalf of the Directors

Thomas Reddicliffe
Executive Chairman

Perth, Western Australia this 12th of September 2024

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

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Errawarra Resources Limited ("the Company"), and its controlled entities ("the Group"), which comprises the consolidated statement of financial position as at 30 June 2024, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, the consolidated entity disclosure statement and the directors' declaration.

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

(i) giving a true and fair view of the Group's financial position as at 30 June 2024 and of its financial performance for the year then ended; and

(ii) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Opinion

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

We 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 report.

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

Material Uncertainty Related to Going Concern

Without modifying our audit opinion, attention is drawn to the following matter:

As referred to in Note 2(b) to the financial statements, the financial statements have been prepared on a going concern basis. At 30 June 2024, the Group had cash and cash equivalents totalling $1,545,240. For the year ended 30 June 2024, the Group had net cash outflows from operating activities of $3,020,817 and incurred a loss before tax from continuing operations of $2,983,489. The Group's ability to continue operations is dependent upon the Company's ability to raise funds from the capital markets and/or implementation of joint

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ventures agreements to fund ongoing exploration and working capital requirements. These events or conditions, along with other matters as set forth in Note 2(b), indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern.

Key Audit Matters

We have determined the matter described below to be Key Audit Matter to be communicated in our report.

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

Key Audit Matter	How the matter was addressed in the audit
Farm in Arrangement with Alien Metals Limited As disclosed in Note 10 and Note 21 of the financial report, the Company entered into an agreement with Alien Metals Limited ("Alien") with respect to the Pinderi Hills Project located in the West Pilbara ("Project"). Under the Agreement binding terms sheet, the Company is to contribute up to a total of $4 million to earn up to 50% of the Project over a period of 60 months. This is a key audit matter as this arrangement required management to use significant judgements to determine accounting treatment for the Group's investment in Alien Metals Limited.	Inter alia, our audit procedures included the following: i. Reviewing documents supporting the transaction such as: • Board of Directors' minutes of meetings and Announcements made by the Group to the ASX; and • Signed agreements with Alien metals Ltd ii. Reviewing management's assessment of the Group's investment in Alien Metals Ltd and proposed accounting for the farm in arrangement in compliance with the applicable accounting standards AASB 9 *Financial Instruments*, AASB 11 *Joint Arrangements and* AASB 128 *Investment in Associates and Joint ventures*. iii. Assessing the adequacy of disclosure made by the Group in the financial report.

Key Audit Matter	How the matter was addressed in the audit
Valuation of Share-based payments As disclosed in note 24 of the financial report, the Company granted share options to a broker. Furthermore, options issued in prior years to one of the directors were cancelled on his resignation resulting in reversal of the share-based payment expense totalling $25,593. The Company accounted for these share options in accordance with its accounting policy and the accounting standard AASB 2 *Share-based Payments*. Measurement of share-based payments is a key audit matter due to estimates used in determining the fair value of the equity instruments granted, the grant date, vesting conditions and vesting periods.	Inter alia, our audit procedures included the following: i. Obtaining an understanding of the underlying transactions, reviewing agreements, minutes of the Board meeting and ASX announcements; ii. Verifying the terms and conditions of the share-based payments including the vesting period and other key assumptions used in valuing these share-based payments; iii. Assessing the accounting treatment and its application in accordance with AASB 2 Share based payments; and iv. Assessing the adequacy of disclosure made by the Group in the financial report.

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Other Information

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

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

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of

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

b) the consolidated entity disclosure statement that is true and correct in accordance with the Corporations Act 2001, and for such internal control as the directors determine is necessary to enable the preparation of

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

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

Auditor's Responsibilities for the Audit of the Financial Report

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

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report.

The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Directors, as well as evaluating the overall presentation of the financial report.

We conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

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

We obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

The Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements. We also provide the Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included in the directors' report for the year ended 30 June 2024.

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

Stantons

Responsibilities

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

STANTONS INTERNATIONAL AUDIT AND CONSULTING PTY LTD
(An Authorised Audit Company)

Stantons International Audit & Consulting Pty Ltd

Martin Michalik
Director

West Perth, Western Australia
12 September 2024

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

for the financial year ended 30 June 2024

	Note	2024 $	2023 $
Continuing operations			
Other income	5(a)	91,983	17,170
Shared-based payment	24	25,593	(423,580)
Employee expenses	5(b)	(151,694)	(109,977)
Consultant expenses		(469,174)	(615,807)
Depreciation expenses	5(c)	(12,335)	–
Interest expenses		(4,911)	(2,471)
Occupancy expenses	5(d)	(47,496)	(25,447)
Exploration and evaluation expenses		(1,890,173)	(1,397,372)
Fair value loss on other financial assets	10	(205,096)	(29,373)
Impairment expenses	5(e)	(88,119)	–
Other expenses		(232,067)	(180,139)
(Loss) from continuing operations before income tax benefit		(2,983,489)	(2,766,996)
Income tax benefit	6	–	–
(Loss) attributable to members of the parent entity		(2,983,489)	(2,766,996)
Other comprehensive income for the year		–	–
Total comprehensive (loss) for the year		**(2,983,489)**	**(2,766,996)**
Net (loss) attributable to:			
Owners of Errawarra Resources Ltd		(2,813,405)	(2,583,004)
Non-controlling interest		(170,084)	(183,992)
		(2,983,489)	**(2,766,996)**
Total comprehensive (loss) attributable to:			
Owners of Errawarra Resources Ltd		(2,813,405)	(2,583,004)
Non-controlling interest		(170,084)	(183,992)
		(2,983,489)	**(2,766,996)**
Loss per share attributable to the parent entity:			
Basic (cents per share)	19	(3.30)	(4.47)

Diluted earnings per share are not disclosed as the economic entity incurred a loss and the options are not deemed to be dilutive.

The accompanying notes form part of the financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
for the financial year ended 30 June 2024

	Note	2024 $	2023 $
Current assets			
Cash and cash equivalents	26(a)	1,545,240	1,258,343
Trade and other receivables	9	316,846	62,116
Other financial assets at fair value through profit or loss	10	294,904	88,119
Other asset		25,000	10,040
Total current assets		**2,181,990**	**1,418,618**
Non–current assets			
Property, plant and equipment	11	90,457	–
Right-of-use asset	15	66,801	35,634
Intangible assets	12	–	–
Total non–current assets		**157,258**	**35,634**
TOTAL ASSETS		**2,339,248**	**1,454,252**
Current liabilities			
Trade and other payables	13	380,024	487,142
Provision	14	6,923	–
Lease liability	15	49,225	29,485
Total current liabilities		**436,172**	**516,627**
Non-current liabilities			
Trade and other payables	13	127,479	197,979
Lease liability	15	20,790	7,500
Total non-current liabilities		**148,269**	**205,479**
TOTAL LIABILITIES		**584,441**	**722,106**
NET ASSETS		**1,754,807**	**732,146**
Equity			
Issued capital	16	11,540,319	7,579,621
Reserves	17	2,755,611	3,767,659
Accumulated losses	18	(12,186,387)	(10,430,482)
Parent interest		2,109,543	916,798
Non-controlling interest		(354,736)	(184,652)
TOTAL EQUITY		**1,754,807**	**732,146**

The accompanying notes form part of the financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the financial year ended 30 June 2024

	Attributable to equity holders						
For the year ended 30 June 2024	**Issued capital $**	**Option Reserves $**	**Performance Rights Reserves $**	**In-specie Distribution Reserve $**	**Non-controlling Interest $**	**Accumulated losses $**	**Total Equity/ (Deficiency) $**
Balance as at 1 July 2023	7,579,621	1,897,751	1,141,328	728,580	(184,652)	(10,430,482)	732,146
Total comprehensive income							
(Loss) for the year	–	–	–	–	(170,084)	(2,813,405)	(2,983,489)
Other comprehensive (loss) for the year	–	–	–	–	–	–	–
Total comprehensive (loss) for the year	–	–	–	–	(170,084)	(2,813,405)	(2,983,489)
Transactions with owners recorded direct to equity							
Issue of shares (note 16)	4,250,000	–	–	–	–	–	4,250,000
Share-based payments (note 17)	–	352	70,693	–	–	–	71,045
Expiry/exercise of options and performance rights	–	(25,593)	(1,057,500)	–	–	1,057,500	(25,593)
Shares issue costs	(289,302)	–	–	–	–	–	(289,302)
Total transactions with owners	3,960,698	(25,241)	(986,807)	–	–	1,057,500	4,006,150
Balance as at 30 June 2024	**11,540,319**	**1,872,510**	**154,521**	**728,580**	**(354,736)**	**(12,186,387)**	**1,754,807**

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the financial year ended 30 June 2023

	Attributable to equity holders						
For the year ended 30 June 2023	**Issued capital $**	**Option Reserves $**	**Performance Rights Reserves $**	**In-specie Distribution Reserve $**	**Non-controlling Interest $**	**Accumulated losses $**	**Total Equity/ (Deficiency) $**
Balance as at 1 July 2022	7,576,392	1,474,171	566,112	728,580	(660)	(7,847,478)	2,497,117
Total comprehensive income							
(Loss) for the year	–	–	–	–	(183,992)	(2,583,004)	(2,766,996)
Other comprehensive (loss) for the year	–	–	–	–	–	–	–
Total comprehensive (loss) for the year	–	–	–	–	(183,992)	(2,583,004)	(2,766,996)
Transactions with owners recorded direct to equity							
Share-based payments	–	423,580	575,216	–	–	–	998,796
Exercise of options	3,229	–	–	–	–	–	3,229
Total transactions with owners	3,229	423,580	575,216	–	–	–	1,002,025
Balance as at 30 June 2023	**7,579,621**	**1,897,751**	**1,141,328**	**728,580**	**(184,652)**	**(10,430,482)**	**732,146**

The accompanying notes form part of the financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS

for the financial year ended 30 June 2024

	Note	2024 $	2023 $
Cash flows from operating activities			
Payments for exploration and evaluation		(2,264,766)	(1,104,944)
Payments to suppliers and employees		(834,679)	(928,222)
Interest received		78,628	15,947
Net cash (used in) operating activities	**26(b)**	**(3,020,817)**	**(2,017,219)**
Cash flows from investing activities			
Payment for investment securities		(500,000)	–
Payment for property, plant and equipment		(102,792)	–
Net cash (used in) investing activities		**(602,792)**	**–**
Cash flows from financing activities			
Proceeds from issues of equity securities		4,250,353	–
Proceeds from exercise of options		–	3,229
Payment for share issue costs		(289,302)	–
Repayment from lease liabilities		(50,545)	(26,567)
Net cash provided/(used in) by financing activities		**3,910,506**	**(23,338)**
Net increase/(decrease) in cash and cash equivalents		**286,897**	**(2,040,557)**
Cash and cash equivalents at the beginning of the financial year		**1,258,343**	**3,298,900**
Cash and cash equivalents at the end of the financial year	**26(a)**	**1,545,240**	**1,258,343**

The accompanying notes form part of the financial statements.

1. GENERAL INFORMATION

Errawarra Resources Ltd (**Errawarra** or the **Company**) is a for profit company limited by shares, incorporated and domiciled in Australia, and whose shares are publicly traded on the Australian Securities Exchange (**ASX**) under ASX code ERW. The consolidated financial report of the Group as at year ended 30 June 2024 comprises the Company and its subsidiaries (together referred to as the Group).

The nature of the operations and principal activities of the Group are mineral exploration and project development which is further described in the Directors' Report. Information on other related party relationships is provided in note 23.

2. BASIS OF PREPARATION AND SUMMARY OF MATERIAL ACCOUNTING POLICIES

(a) Statement of compliance

The financial report is a general purpose financial report, which has been prepared in accordance with the requirements of the *Corporations Act 2001*, Australian Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board. The financial report includes the consolidated financial statements of Errawarra and its subsidiaries.

The financial report also complies with International Financial Reporting Standards (**IFRS**) as issued by the International Accounting Standards Board.

Separate financial statements for Errawarra as an individual entity are no longer presented as the consequence of a change to the *Corporations Act 2001*, however, required financial information for Errawarra as an individual entity is included in note 28.

The accounting policies set out below have been applied in preparing the consolidated financial statements for the year ended 30 June 2024 and the comparative information presented in these consolidated financial statements for the year ended 30 June 2023.

(b) Going concern basis of preparation

For the year ended 30 June 2024 the Group incurred a loss of $2,813,405 (2023: loss $2,583,004) and had a working capital surplus of $1,745,818 (2023: $901,991 surplus). Based upon the Group's existing cash resources of $1,545,240 (2023: $1,258,343) and other financial assets of $294,904 (2023: $88,119) as at 30 June 2024, the ability to modify expenditure outlays if required, and the directors' confidence of sourcing additional funds.

The Directors consider there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable, and therefore the going concern basis of preparation is considered to be appropriate for the Group's 2024 financial report.

The Board of Directors is aware, having prepared a cashflow forecast, of the Group's working capital requirements and the Group will need to raise additional working capital during the quarter ending 31 December 2024 to enable the Group to continue to meet its current committed exploration and administration expenditure.

Notwithstanding the above matters, the Directors are satisfied they will be able to raise additional working capital as required and thus it is appropriate to prepare the financial statements on a going concern basis. In arriving at this position, the Directors have considered the following pertinent matters:

- The Company successfully completed a placement in September 2023 to raise a total of $4.25 million. The funds raised enabled the Group to continue to meet its commitments;
- The planned exploration expenditure is staged, and expenditure may or may not be spent depending on the result of the prior exploration stage; and
- The Directors are satisfied that they will be able to raise additional funds by either an equity raising and/or implementation of joint ventures agreements to fund ongoing exploration commitments and for working capital.

In the event the Group is not able to continue as a going concern, it may be required to realise assets and extinguish liabilities other than in the normal course of business and at amounts lower to those stated in its financial report. No adjustments have been made in this report with regard to the recoverability or classification of recorded asset amounts or to the amounts on classification of liabilities that might be necessary should the group not be able to continue as a going concern.

The consolidated financial report has been prepared on the going concern basis that contemplates the continuity of normal business activities and the realisation and extinguishment of liabilities in the ordinary course of business.

2. BASIS OF PREPARATION (cont'd)

(c) Historical cost convention

The financial report has been prepared on an accruals basis and is based on historical cost, except for certain financial assets and liabilities which are carried at fair value. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

(d) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, cash in banks and investments in money market instruments, net of outstanding bank overdrafts.

(e) Employee benefits

Provision is made for benefits accruing to employees in respect of wages and salaries and annual leave when it is probable that settlement will be required and they are capable of being measured reliably.

Liabilities recognised in respect of employee benefits expected to be settled within 12 months, are measured at their nominal values using the remuneration rate expected to apply at the time of settlement.

Liabilities recognised in respect of employee benefits which are not expected to be settled within 12 months are measured as the present value of the estimated future cash outflows to be made by the entity in respect of services provided by employees up to reporting date.

(f) Financial assets

Financial assets are recognised and derecognised on trade date where purchase or sale of an investment is under a contract whose terms require delivery of the investment within the timeframe established by the market concerned, and are initially measured at fair value, net of transaction costs.

Subsequently measured at fair value through profit or loss (**FVPL**), amortised cost, or fair value through other comprehensive income (**FVOCI**). The classification is based on two criteria: the Group's business model for managing the assets; and whether the instruments' contractual cash flows represent 'solely payments of principal and interest' (**SPPI**) on the principal amount outstanding (**SPPI criterion**). The SPPI test is applied to the entire financial asset, even if it contains an embedded derivative. Consequently, a derivative embedded in a debt instrument is not accounted for separately.

Trade and other receivables

Trade receivables are initially recognised at their transaction price and other receivables at fair value. Receivables that are held to collect contractual cash flows and are expected to give rise to cash flows representing solely payments of principal and interest are classified and subsequently measured at amortised cost. Receivables that do not meet the criteria for amortised cost are measured at FVPL.

The group assesses on a forward-looking basis the ECL associated with its debt instruments carried at amortised cost. The amount of ECL is updated at each reporting date to reflect changes in credit risk since initial recognition of the respective financial instrument. The Group always recognises the lifetime ECL for trade receivables carried at amortised cost. The ECL on these financial assets are estimated based on the Group's historic credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current as well as forecast conditions at the reporting date.

If the credit risk on the financial instrument has not increased significantly since initial recognition, the Group measures the loss allowance for that financial instrument at an amount equal to ECL within the next 12 months.

The Group considers an event of default has occurred when a financial asset is more than 90 days past due or external sources indicate that the debtor is unlikely to pay its creditors, including the Group. A financial asset is credit impaired when there is evidence that the counterparty is in significant financial difficulty or a breach of contract, such as a default or past due event has occurred. The Group writes off a financial asset when there is information indicating the counterparty is in severe financial difficulty and there is no realistic prospect of recovery.

Equity instruments

Shares and options held by the Group are classified as equity instruments and are stated at FVPL. Gains and losses arising from changes in fair value are recognised directly to profit or loss for the period.

2. BASIS OF PREPARATION (cont'd)

(f) Financial assets (cont'd)

Loans receivables

Loans receivables are classified, at initial recognition, and subsequently measured at amortised cost, FVOCI, or FVPL. Loan receivables that are held to collect contractual cash flows and are expected to give rise to cash flows representing solely payments of principal and interest are classified and subsequently measured at amortised cost. Loan receivables that do not meet the criteria for amortised cost are measured at FVPL.

(g) Financial instruments issued by the Company

Debt and equity instruments

Debt and equity instruments are classified as either liabilities or equity in accordance with the substance of the contractual arrangement.

Transaction costs on the issue of equity instruments

Transaction costs arising on the issue of equity instruments are recognised directly in equity as a reduction of the proceeds of the equity instruments to which the costs relate. Transaction costs are the costs that are incurred directly in connection with the issue of those equity instruments and which would not have been incurred had those instruments not been issued.

(h) Good and services tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except:

(i) where the amount of GST incurred is not recoverable from the taxation authority, it is recognised as part of the cost of acquisition of an asset or as part of an item of expense; or

(ii) for receivables and payables which are recognised inclusive of GST.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables.

Cash flows are included in the cash flow statement on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(i) Impairment of non-financial assets

At each reporting date, the Group reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where the asset does not generate cash flows that are independent from other assets, the Group estimates the recoverable amount of the cash–generating unit to which the asset belongs.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually and whenever there is an indication that the asset may be impaired.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre–tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

Where an impairment loss subsequently reverses, the carrying amount of the asset (cash–generating unit) is increased to the revised estimate of its recoverable amount, but only to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (cash–generating unit) in prior years. A reversal of an impairment loss is recognised in profit or loss immediately, unless the relevant asset is carried at fair value, in which case the reversal of the impairment loss is treated as a revaluation increase.

2. BASIS OF PREPARATION (cont'd)

(j) Tax

Current tax

Current tax is calculated by reference to the amount of income taxes payable or recoverable in respect of the taxable profit or tax loss for the period. It is calculated using tax rates and tax laws that have been enacted or substantively enacted by reporting date.

Current tax for current and prior periods is recognised as a liability (or asset) to the extent that it is unpaid (or refundable).

Deferred tax

Deferred tax is accounted for using the statement of financial position liability method in respect of temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax base of those items.

In principle, deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised to the extent that it is probable that sufficient taxable amounts will be available against which deductible temporary differences or unused tax losses and tax offsets can be utilised. However, deferred tax assets and liabilities are not recognised if the temporary differences giving rise to them arise from the initial recognition of assets and liabilities (other than as a result of a business combination) which affects neither taxable income nor accounting profit.

Furthermore, a deferred tax liability is not recognised in relation to taxable temporary differences arising from goodwill.

Deferred tax liabilities are recognised for taxable temporary differences arising on investments in subsidiaries, branches, associates and joint ventures except where the Company is able to control the reversal of the temporary differences and it is probable that the temporary differences will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with these investments and interests are only recognised to the extent that it is probable that there will be sufficient taxable profits against which to utilise the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period(s) when the asset and liability giving rise to them are realised or settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by reporting date. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

Current and deferred tax for the period

Current and deferred tax is recognised as an expense or income in the statement of profit or loss and other comprehensive income, except when it relates to items credited or debited directly to equity, in which case the deferred tax is also recognised directly in equity, or where it arises from the initial accounting for a business combination, in which case it is taken into account in the determination of goodwill or excess.

Tax consolidation

Legislation to allow groups, comprising a parent entity and its Australian resident wholly owned entities, to elect to consolidate and be treated as a single entity for income tax purposes was substantively enacted on 21 October 2002. The Company and its 100% owned Australian resident subsidiary have implemented the tax consolidation legislation in February 2012 with Errawarra Resources Ltd as the head entity.

(k) Government grants

Government grants are recognised where there is reasonable assurance that the grant will be received and all attached conditions will be complied with. When the grant relates to an expense item, it is recognised as income on a systematic basis over the periods that the related costs, for which it is intended to compensate, are expensed. When the grant relates to an asset, it is recognised as income in equal amounts over the expected useful life of the related asset.

When the Group receives grants of non-monetary assets, the asset and the grant are recorded at nominal amounts and released to profit or loss over the expected useful life of the asset, based on the pattern of consumption of the benefits of the underlying asset by equal annual instalments.

2. BASIS OF PREPARATION (cont'd)

(l) Plant and equipment

Plant and equipment are stated at cost less accumulated depreciation and impairment. Cost includes expenditure that is directly attributable to the acquisition of the item.

Depreciation is provided on plant and equipment. Depreciation is calculated on a straight line or diminishing value basis to write off the net cost or other revalued amount of each asset over its expected useful life to its estimated residual value. The estimated useful lives, residual values and depreciation method is reviewed at the end of each annual reporting period.

The depreciation rates used for each class of depreciable assets are:

Class of fixed asset	Depreciation rate (%)
Plant & equipment	20.00
Office furniture	10.00 – 20.00
Office equipment	7.50 – 66.67

(m) Exploration and evaluation expenditure

Exploration and evaluation expenditure incurred is expensed immediately to the profit and loss where the applicable area of interest does not contain a JORC compliant mineral resource. Where the area of interest contains a JORC compliant mineral resource exploration and evaluation expenditure is capitalised.

These costs are carried forward only if they relate to an area of interest for which rights of tenure are current and in respect of which:

(i) such costs are expected to be recouped through successful development and exploitation or from sale of the area; or

(ii) exploration and evaluation activities in the area have not, at balance date, reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves, and active operations in, or relating to, the area are continuing.

Accumulated costs in respect of areas of interest which are abandoned are written off in full against profit or loss in the year in which the decision to abandon the area is made. A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

Notwithstanding the fact that a decision not to abandon an area of interest has been made, based on the above, the exploration and evaluation expenditure in relation to an area may still be written off if considered appropriate to do so.

(n) Joint arrangements

Joint ventures

A joint venture is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint venture. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

The considerations made in determining significant influence or joint control is similar to those necessary to determine control over subsidiaries.

The Group's investments in joint ventures are accounted for using the equity method.

Under the equity method, the investment in a joint venture is initially recognised at cost. The carrying amount of the investment is adjusted to recognise changes in the Group's share of net assets of the joint venture since the acquisition date. Goodwill relating to the joint venture is included in the carrying amount of the investment and is neither amortised nor individually tested for impairment.

The statement of profit or loss reflects the Group's share of the results of operations of the joint venture. Any change in OCI of those investees is presented as part of the Group's OCI.

2. BASIS OF PREPARATION (cont'd)

(n) Joint arrangements (cont'd)

In addition, when there has been a change recognised directly in the equity of the joint venture, the Group recognises its share of any changes, when applicable, in the statement of changes in equity. Unrealised gains and losses resulting from transactions between the Group and joint venture are eliminated to the extent of the interest in the joint venture.

The aggregate of the Group's share of profit or loss of a joint venture is shown on the face of the statement of profit or loss outside operating profit and represents profit or loss after tax and non-controlling interests in the subsidiaries of the joint venture.

If there is such evidence, the Group calculates the amount of impairment as the difference between the recoverable amount of the joint venture and its carrying value, then recognises the loss as 'Share of profit of a joint venture' in the statement of profit or loss.

Upon loss of joint control over the joint venture, the Group measures and recognises any retained investment at its fair value. Any difference between the carrying amount of the joint venture upon loss of joint control and the fair value of the retained investment and proceeds from disposal is recognised in profit or loss.

Joint operations

The Group's recognises its interest in joint operations by recognising its:

- Assets, including its share of any assets held jointly
- Liabilities, including its share of any liabilities incurred jointly
- Revenue from the sale of its share of the output arising from the joint operation
- Share of the revenue from the sale of the output by the joint operation
- Expenses, including its share of any expenses incurred jointly

(o) Principles or consolidation

The consolidated financial statements comprise the financial statements of the Group as at and for the period ended 30 June 2024. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if and only if the Group has:

- Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee);
- Exposure, or rights, to variable returns from its involvement with the investee; and
- The ability to use its power over the investee to affect its returns.

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control.

Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the statement of comprehensive income from the date the Group gains control until the date the Group ceases to control the subsidiary.

Profit or loss and each component of other comprehensive income (**OCI**) are attributed to the equity holders of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the Group loses control over a subsidiary, it:

- De-recognises the assets (including goodwill) and liabilities of the subsidiary;
- De-recognises the carrying amount of any non-controlling interests;
- De-recognises the cumulative translation differences recorded in equity;
- Recognises the fair value of the consideration received;
- Recognises the fair value of any investment retained;
- Recognises any surplus or deficit in profit or loss; and
- Reclassifies the parent's share of components previously recognised in OCI to profit or loss or retained earnings, as appropriate, as would be required if the Group had directly disposed of the related assets or liabilities.

A list of subsidiary appears in note 4 to the financial statements.

2. BASIS OF PREPARATION (cont'd)

(p) Operating cycle

The operating cycle of the entity coincides with the annual reporting cycle.

(q) Payables

Trade payables and other accounts payable are recognised when the entity becomes obliged to make future payments resulting from the purchase of goods and services. When the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement with the other vote holders of the investee;
- Rights arising from other contractual arrangements; and
- The Group's voting rights and potential voting rights.

(r) Provisions

Provisions are recognised when the Group has a present obligation, the future sacrifice of economic benefits is probable, and the amount of the provision can be measured reliably.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at reporting date, considering the risks and uncertainties surrounding the obligation. Where a provision is measured using the cashflows estimated to settle the present obligation, its carrying amount is the present value of those cashflows.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognised as an asset if it is virtually certain that recovery will be received and the amount of the receivable can be measured reliably.

(s) Share-based payments

Equity–settled share–based payments are measured at fair value at the date of grant. Fair value is measured by use of the Black and Scholes model or binomial model. The expected life used in the model has been adjusted, based on management's best estimate, for the effects of non–transferability, exercise restrictions, and behavioural considerations.

The fair value determined at the grant date of the equity–settled share–based payments is expensed on a straight–line basis over the vesting period, based on the Company's estimate of shares that will eventually vest.

For cash–settled share–based payments, a liability equal to the portion of the goods or services received is recognised at the current fair value determined at each reporting date.

(t) Revenue recognition

Revenue is recognised when or as the Group transfers control of goods or services to a customer at the amount to which the Group expects to be entitled. If the Group estimates the amount of consideration promised includes a variable amount, the Group estimates the amount of consideration to which it will be entitled.

Dividend and interest revenue

Dividend revenue is recognised on a receivable basis. Interest revenue is recognised on a time proportionate basis that considers the effective yield on the financial asset.

2. BASIS OF PREPARATION (cont'd)

(u) Leases

The Group assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Group as a lessee

The Group applies a single recognition and measurement approach for all leases, except for short-term leases (i.e., leases with a lease term of 12 months or less) and leases of low-value assets. The Group recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

(i) Right-of-use assets

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, any lease payments made at or before the commencement date net of any lease incentives received, any initial direct costs incurred, and an estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the asset.

Right-of-use assets are depreciated on a straight-line method from the commencement date to the end of the lease term.

Lease term

The lease term is a significant component in the measurement of both the right-of-use asset and lease liability. Judgement is exercised in determining whether there is reasonable certainty that an option to extend the lease or purchase the underlying asset will be exercised, or an option to terminate the lease will not be exercised, when ascertaining the periods to be included in the lease term. In determining the lease term, all facts and circumstances that create an economical incentive to exercise an extension option, or not to exercise a termination option, are considered at the lease commencement date. Factors considered may include the importance of the asset to the consolidated entity's operations; comparison of terms and conditions to prevailing market rates; incurrence of significant penalties; existence of significant leasehold improvements; and the costs and disruption to replace the asset. The consolidated entity reassesses whether it is reasonably certain to exercise an extension option, or not exercise a termination option, if there is a significant event or significant change in circumstances.

(ii) Lease Liabilities

The lease liability is measured at the present value of the lease payments discounted at the Group's incremental borrowing rate. Lease payments include fixed payments, and variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date.

(iii) Short-term leases and Low Value Assets

The Group applies the short-term lease recognition exemption to its short-term leases of their Office Spaces (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption (i.e. below $5,000). Lease payments on short-term leases and leases of low value assets are expensed on a straight-line basis over the lease term.

(v) Fair value measurement

The Group measures equity instrument at fair value and receivables are measured at amortised costs at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability; or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1: Quoted (unadjusted) market prices in active markets for identical assets or liabilities;
- Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; or
- Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

2. BASIS OF PREPARATION (cont'd)

(w) Segment reporting policy

Operating segments are identified and segment information disclosed on the basis of internal reports that are regularly provided to, or reviewed by the Group's chief operating decision maker which, for the Group, is the Board of directors. In this regard, such information is provided using similar measures to those used in preparing the statement of profit or loss and other comprehensive income and statement of financial position.

(x) Critical accounting judgement and estimates

The preparation of the financial statements requires management to make use of judgments, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstance, the results of which form the basis of making the judgments. Actual results may differ from these estimates.

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

The key estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of certain assets and liabilities within the next annual reporting period are contained in the relevant notes.

3. NEW ACCOUNTING STANDARDS FOR APPLICATION IN THE CURRENT FINANCIAL YEAR AND FUTURE PERIODS

The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 30 June 2023 except for the new accounting standards stated below.

The Group has considered the implications of new and amended Accounting Standards which have become applicable for the current and future financial reporting periods.

(a) New and amended standards adopted by the Group

The Company has considered the implications of new and amended Accounting Standards which have become applicable for the current financial reporting period.

AASB 2021-2: Amendments to Australian Accounting Standards – Disclosure of Accounting Policies and Definition of Accounting Estimates

The Group adopted AASB 2021-2 which amends AASB 7, AASB 101, AASB 108 and AASB 134 to require disclosure of 'material accounting policy information' rather than significant accounting policies' in an entity's financial statements. It also updates AASB Practice Statement 2 to provide guidance on the application of the concept of materiality to accounting policy disclosures.

The adoption of the amendment did not have a material impact on the financial statements except simplified the disclosure shown in the financial statements.

AASB 2022-7: Editorial Corrections to Australian Accounting Standards and Repeal of Superseded and Redundant Standards

AASB 2022-7 makes editorial corrections to various Australian Accounting Standards and AASB Practice Statement 2. It also formally repeals the superseded and redundant Australian Accounting Standards set out in Schedules 1 and 2 of this standard.

The adoption of the amendment did not have a material impact on the financial statements.

(b) New and amended standards not yet adopted by the Group

AASB 2020-1: Amendments to Australian Accounting Standards – Classification of Liabilities as Current or Non-current

This Standard amends AASB 101 to clarify requirements for the presentation of liabilities in the statement of financial position as current or non-current. For example, the amendments clarify that a liability is classified as non-current if an entity has the right at the end of the reporting period to defer settlement of the liability for at least 12 months after the reporting period. The meaning of settlement of a liability is also clarified.

The adoption of the amendment did not have a material impact on the financial statements.

3. NEW ACCOUNTING STANDARDS FOR APPLICATION IN THE CURRENT FINANCIAL YEAR AND FUTURE PERIODS (cont'd)

(b) New and amended standards not yet adopted by the Group (cont'd)

AASB 2021-7c: Amendments to Australian Accounting Standards – Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections

AASB 2021-7c defers the application of AASB 2014-10 Amendments to Australian Accounting Standards – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture so that the amendments are required to be applied for annual reporting periods beginning on or after 1 January 2025 instead of 1 January 2018.

The Group plans on adopting the amendments for the reporting periods ending 30 June 2026. The impact of initial application is not yet known.

The Group plans on adopting the amendment for the reporting period ending 30 June 2025. The amendment is not expected to have a material impact on the financial statements once adopted.

4. SUBSIDIARY

Name of entity	Country of incorporation	Ownership interest 2024 %	Ownership interest 2023 %
Parent entity:			
Errawarra Resources Ltd[(i)]	Australia	100	100
Subsidiary:			
Errawarra Pty Ltd	Australia	100	100
Western Exploration Pty Ltd [(ii)]	Australia	80	80

Note:

(i) Errawarra Resources Ltd is the ultimate parent entity. All the companies are members of the Group.

(ii) On 5 May 2022, the Group acquired 80% of shares in Western Exploration Pty Ltd (**WEX**). The 20% non-controlling interest is held by Mr Thomas Reddicliffe. During the year, Mr Reddicliffe transferred his interest to a third party. Refer to note 23 for further details.

5. INCOME/EXPENSES FROM OPERATIONS

	2024 $	2023 $
(a) Interest income		
Bank	91,983	17,170
	91,983	**17,170**
(b) Employee expenses		
Salary and wages	139,171	109,786
Post-employment benefits		
Defined contribution plans	12,523	191
	151,694	**109,977**
(c) Depreciation expenses		
Depreciation of property, plant and equipment	**12,335**	**–**

5. INCOME/EXPENSES FROM OPERATIONS (cont'd)

		2024 $	2023 $
(d)	**Occupancy expenses**		
	Lease payments	8,529	4,067
	Rent provision	38,967	21,380
		47,496	**25,447**
(e)	**Impairment expenses**		
	Impairment of other financial assets at fair value through profit or loss	**88,119**	**–**

6. INCOME TAXES

	2024 $	2023 $
Income tax recognised in consolidated profit or loss		
Current income tax		
Current income tax charged	–	–
Deferred income tax		
Relating to origination and reversal of temporary differences	745,872	691,749
Deferred tax not recognised	(745,872)	(691,749)
Total tax benefit	**–**	**–**
Reconciliation of income tax expense/(benefit) applicable to accounting profit before income tax at the statutory income tax rate to income tax expense at the Company's effective income tax rate for the period ended 30 June 2024 is as follows:		
Loss from operations	(2,983,489)	(2,766,996)
Income tax expense calculated at 25% (2023: 25%)	(745,872)	(691,749)
Effect of expenses that are not deductible in determining taxable loss	(6,398)	105,895
Temporary differences not recognised	72,309	55,855
Consolidation non-tax effecting	721,720	39,830
Unused tax losses not recognised as deferred tax assets	(41,759)	490,169
Income tax benefit	**–**	**–**

The tax rate used in the above reconciliation is the corporate tax rate of 25% payable by Australian corporate entities on taxable profits under Australian tax law. There has been no change in the corporate tax rate when compared with the previous reporting period.

6. INCOME TAXES (cont'd)

Deferred Income Tax	Statement of Financial Position 2024 $	Statement of Financial Position 2023 $	Statement of Comprehensive Income 2024 $	Statement of Comprehensive Income 2023 $
Deferred tax assets have not been recognised in respect of the following items				
Exploration	206,473	224,524	206,473	224,524
Accruals	39,928	34,162	5,766	11,918
Other financial assets	73,304	7,681	65,623	7,681
Capital raising costs	154,500	136,332	18,168	54,307
Revenue tax losses	2,031,647	1,539,267	492,380	645,282
Deferred tax assets not brought to account as realisation is not probable	(2,505,852)	(1,941,966)		
	–	–		
Deferred tax assets not recognised			(788,410)	(943,712)
Deferred tax (income)/expense			–	–

The Group has tax losses of $8,126,587 (2023: $6,157,066) that are available for offsetting against future taxable profits of the companies in which the losses arose.

Tax consolidation

Relevance of tax consolidation to the Group

Legislation to allow groups, comprising a parent entity and its Australian resident wholly owned entities, to elect to consolidate and be treated as a single entity for income tax purposes was substantively enacted on 21 October 2002. The Company and its 100% owned Australian resident subsidiaries have implemented the tax consolidation legislation.

Key judgement – deferred taxation

Deferred tax liabilities are recognised for all taxable temporary differences in accordance with accounting policies. Deferred tax assets are recognised in respect of tax losses only where the tax losses are expected to be recovered. The Group has not recognised any deferred tax assets as the directors cannot determine with any degree of certainty the probability of using the deferred tax assets arising from tax losses and other temporary differences.

7. KEY MANAGEMENT PERSONNEL DISCLOSURES

(a) Details of key management personnel

The Directors and Executives of Errawarra Resources Ltd during the year were:

Directors

- Thomas Reddicliffe
- George Ventouras
- Bruce Garlick (appointed 23 October 2023)
- Jonathan Battershill (resigned 23 October 2023)

7. KEY MANAGEMENT PERSONNEL DISCLOSURES (cont'd)

(b) Key management personnel compensation

The aggregate compensation made to key management personnel of the Group is set out below. Detailed compensation of each member of the key management personnel of the Group is set out in the Remuneration Report in the Directors' Report on pages 14 to 19.

	2024 $	2023 $
Short-term employee benefits	237,040	213,322
Post-employment benefits	12,522	191
Shared-based payment	(25,593)	314,308
	223,969	**527,821**

8. REMUNERATION OF AUDITORS

	2024 $	2023 $
Audit or review of the financial report		
Stantons	50,773	45,606
	50,773	**45,606**

The auditor of the Group is Stantons International.

9. TRADE AND OTHER RECEIVABLES – CURRENT

	2024 $	2023 $
Net goods and services tax (GST) receivable	81,104	43,706
Other receivables	235,742	18,410
	316,846	**62,116**

10. OTHER FINANCIAL ASSETS FAIR VALUE THROUGH PROFIT OR LOSS

	2024 $	2023 $
Investment in Alien Metals Ltd (AIM:UFO) (i) 2024: 130,000,000 (2023: nil) fully paid ordinary shares	500,000	–
Fair value loss of Alien Metals Ltd	(205,096)	
Investment in Critical Metals Ltd(ii) 2024: 293,730 (2023: 293,730) fully paid ordinary shares	88,119	117,492
Impairment of Critical Metals Ltd shares(ii)	(88,119)	(29,373)
	294,904	**88,119**

Note:

(i) The investment in Alien Metals Ltd has been measured and classified as a Level 1 financial asset which is based on a quoted price in an active market.

(ii) The investment in Critical Metals Ltd (public unlisted company) has been measured at fair value and classified as a Level 3 financial asset which is the lowest level input to fair value unquoted ordinary shares. The Company has decided to fully impair the fair value of the shares in Critical Metals Ltd during the year.

10. OTHER FINANCIAL ASSETS FAIR VALUE THROUGH PROFIT OR LOSS (cont'd)

	2024 $	2023 $
Balance at beginning of financial year	88,119	117,492
Movement for the year		
Alien Metals Ltd – Issue of shares	500,000	–
Alien Metals Ltd – Fair value changes for the period	(205,096)	–
Critical Metals Ltd – Impairment	(88,119)	(29,373)
Balance at end of financial year	**294,904**	**88,119**

Key judgement – impairment

The Company assesses impairment at each reporting date by evaluating conditions specific to the Company that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined.

11. PROPERTY, PLANT AND EQUIPMENT

	Field equipment at cost $	Total $
Cost		
Balance at 1 July 2022	–	–
Additions	–	–
Balance at 1 July 2023	–	–
Additions	102,792	102,792
Balance at 30 June 2024	**102,792**	**102,792**
Accumulated depreciation		
Balance at 1 July 2022	–	–
Depreciation expenses	–	–
Balance at 1 July 2023	–	–
Depreciation expenses	12,335	12,335
Balance at 30 June 2024	**12,335**	**12,335**
Net book value		
As at 30 June 2023	**–**	**–**
As at 30 June 2024	**90,457**	**90,457**

Aggregate depreciation allocated during the year

	2024 $	2023 $
Field equipment	12,335	–
Total depreciation	**12,335**	**–**

12. INTANGIBLE ASSETS

	Patent, trademarks and other rights $	Total $
Gross carrying amount		
Balance at 1 July 2022	600,307	600,307
Additions – development	–	–
Balance at 1 July 2023	600,307	600,307
Additions – development	–	–
Balance at 30 June 2024	**600,307**	**600,307**
Accumulated depreciation and impairment		
Balance at 1 July 2022	(600,307)	(600,307)
Impairment provision	–	–
Balance at 1 July 2023	(600,307)	(600,307)
Impairment provision	–	–
Balance at 30 June 2024	**(600,307)**	**(600,307)**

Net book value

	2024 $	2023 $
Cost	600,307	600,307
Impairment provision	(600,307)	(600,307)
	–	**–**

Amortisation methods and useful lives

The Group amortises intangible assets with a limited useful life using the straight-line method:

Patent, trademark and licences 10 years

Key estimates – intangible assets

The future recoverability of the intangible assets are dependent on a number of factors including whether it successfully recovers the related intangible asset through sale or development. The Group assesses impairment at each reporting date by evaluating conditions specific to the Group that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. The Group assessed the intangible asset's recoverability and if recoverable, would only be recoverable in the long term and therefore provided for the full amount as at 30 June 2024.

Key judgement – impairment

The Company assesses impairment at each reporting date by evaluating conditions specific to the Company that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined.

13. TRADE AND OTHER PAYABLES

	2024 $	2023 $
Current		
Trade payables(i)	117,696	228,576
Payables to related party(ii)	3,246	8,800
Accruals	159,710	136,647
Other payables(iii)	99,372	113,119
	380,024	**487,142**
Non-current		
Other payables(iii)	127,479	197,979
	127,479	**197,979**

Note:

(i) The average credit period on purchases of goods and services is 30 days. No interest is charged on the trade payables for the first 30 to 60 days from the date of the invoice. Thereafter, interest is charged at various penalty rates. The Group has financial risk management policies in place to ensure that all payables are paid within the credit timeframe.

(ii) Refer to note 23 for further details.

(iii) Other payables include performance rights current liability of $70,500 (2023: $70,693) and non-current liability of $127,479 (2023: $197,979).

14. PROVISIONS

	2024 $	2023 $
Current		
Employee benefits	6,923	–
	6,923	**–**

Movement in provisions

	Employee benefits $	Total $
Balance at 1 July 2022	–	–
Increase in provision	–	–
Balance at 1 July 2023	–	–
Increase in provision	6,923	6,923
Utilised during the year	–	–
Balance at 30 June 2024	**6,923**	**6,923**

15. LEASES

(a) Right-of-use asset

	2024 $	2023 $
Non-current	66,801	35,634
	66,801	**35,634**

Movement in right-of-use asset

	2024 $	2023 $
Balance at beginning of financial year	35,634	–
Addition	94,086	57,014
Depreciation expense	(38,968)	(21,380)
Disposal	(23,951)	
Balance at end of financial year	**66,801**	**35,634**

(b) Lease liabilities

	2024 $	2023 $
Current liabilities	49,225	29,485
Non-current liabilities	20,790	7,500
Balance at end of financial year	**70,015**	**36,985**

(c) Amounts recognised in profit and loss

	2024 $	2023 $
Depreciation expense on right-of-use asset	38,968	21,380
Interest expense on lease liabilities	4,911	2,471
	43,879	**23,851**

16. ISSUED CAPITAL

	2024 $	2023 $
95,920,669 fully paid ordinary shares (2023: 60,504,002)	**11,540,319**	**7,579,621**

Fully paid ordinary shares

	2024		2023	
	No.	$	No.	$
Balance at beginning of financial year	60,504,002	7,579,621	45,493,238	7,576,392
Issue of shares – Placement[(i)]	35,416,667	4,250,000	–	–
Issue of shares – Conversion of performance rights[(ii)]	–	–	15,000,000	–
Issue of shares – Exercise of options	–	–	10,764	3,229
Share issue costs	–	(289,302)	–	–
Balance at end of financial year	**95,920,669**	**11,540,319**	**60,504,002**	**7,579,621**

16. ISSUED CAPITAL (cont'd)

Note:

(i) In September and October 2023, the Company completed a placement of $4,250,000 at $0.12 to sophisticated investors.

(ii) On 6 September 2022, the Company converted 15,00,000 Performance Rights Class A into fully paid ordinary shares on the satisfaction of the milestone, being the grant of E47/4352.

Fully paid ordinary shares carry one vote per share and carry the right to dividends.

17. RESERVES

The balance of reserves comprises of the following:

	2024 $	2023 $
Reserve relating to the in-specie distribution of shares received from Redivium Limited *(previously Hannans Ltd)* in February 2012	728,580	728,580
Option reserve	1,872,510	1,897,751
Performance Rights reserve	154,521	1,141,328
Total reserves	**2,755,611**	**3,767,659**

Movements in reserves

	In-specie distribution reserves $	Option reserves $	Performance rights reserves $	Total $
Balance at 1 July 2022	728,580	1,474,171	566,112	2,768,863
Share based payment expenses	–	423,580	575,216	998,796
Other movement	–	–	–	–
Balance at 1 July 2023	728,580	1,897,751	1,141,328	3,767,659
Share based payment expenses	–	–	70,693	70,693
Issue of securities	–	352	–	352
Conversion of securities	–	–	(1,057,500)	(1,057,500)
Expiry or cancellation of securities	–	(25,593)	–	(25,593)
Other movement	–	–	–	–
Balance at 30 June 2024	**728,580**	**1,872,510**	**154,521**	**2,755,611**

Nature and purpose

Option reserve

The option reserve recognises the fair value of options issued and valued using the Black-Scholes model.

Performance rights reserve

The performance rights reserve recognises the fair value of performance rights issued and is based on the independent expert report prepared by RSM.

17. RESERVES (cont'd)

OPTIONS

As at 30 June 2024, options over 20,625,000 (2023: 17,600,000) ordinary shares in aggregate are as follow:

Issuing entity	No of shares under options	Class of shares	Options exercise price	Option expiry date
Errawarra	1,800,000	Ordinary	$0.30 each	26 Nov 2024
Errawarra	1,800,000	Ordinary	$0.30 each	3 Dec 2024
Errawarra	2,000,000	Ordinary	$0.40 each	21 Apr 2026
Errawarra	7,500,000	Ordinary	$0.30 each	21 Apr 2025
Errawarra	1,000,000	Ordinary	$0.25 each	29 Jun 2025
Errawarra	1,500,000	Ordinary	$0.25 each	25 Sep 2025
Errawarra	1,500,000	Ordinary	$0.25 each	30 Nov 2025
Errawarra	3,525,000	Ordinary	$0.18 each	30 Oct 2026
Total	**20,625,000**			

During the year, 3,525,000 options were issued, and 500,000 options were cancelled. Refer to note 24 for further details.

All share options are unlisted, carry no rights to dividends and no voting rights.

PERFORMANCE RIGHTS

As at 30 June 2024, performance rights over 5,000,000 (2023: 5,000,000) ordinary shares in aggregate are as follow:

Issuing entity	No of shares under options	Class of shares	Options exercise price	Option expiry date
Errawarra	5,000,000	Ordinary	Class B Milestone[(i)]	21 Apr 2027
Total	**5,000,000**			

Note:

(i) Class B Milestone will vest when the Company announces a maiden JORC compliant Inferred Mineral Resource (as defined in the JORC Code 2012 Edition) on the Application Tenement of at least 1,000,000 tonnes of nickel at 1% (including nickel equivalent metals) within and using industry standard lower cut off grades.

No performance rights were issued during the year. No performance rights were issued, exercised and cancelled during the year. Refer to note 24 for further details.

All performance rights carry no rights to dividends and no voting rights.

18. ACCUMULATED LOSSES

	2024 $	2023 $
Balance beginning of financial year	(10,430,482)	(7,847,478)
Loss attributable to members of the parent entity	(2,813,405)	(2,583,004)
Items of other comprehensive income recognised directly in retained earnings		
Conversion of performance rights	1,057,500	–
Balance at end of financial year	**(12,186,387)**	**(10,430,482)**

19. LOSS PER SHARE ATTRIBUTABLE TO THE PARENT ENTITY

	2024 Cents per share	2023 Cents per share
Basic loss per share:		
From continuing operations	(3.30)	(4.47)
	(3.30)	**(4.47)**

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

	2024 $	2023 $
Loss for the year	(2,813,405)	(2,583,004)
	2024 No.	**2023 No.**
Weighted average number of ordinary shares for the purposes of basic loss per share	85,318,438	57,747,978

20. COMMITMENTS FOR EXPENDITURE

As at the reporting date, the Company has no obligation to commit to any fixed expenditure.

Exploration, evalution and development (expenditure commitment)

	2024 $	2023 $
Not longer than 1 year	1,352,551	708,064
Longer than 1 year and not longer than 5 years	3,875,845	1,900,839
Longer than 5 years	757,149	223,702
Total	**5,985,545**	**2,832,605**

Commitment from transaction with Alien Metals Ltd

On 29 April 2024 the Company entered into a Farm-in and Joint Venture with Alien Metals (AIM:UFO) with respect to the lithium rights of its tenements in the West Pilbara. Errawarra is manager of the joint venture and can earn up to 50% interest in the project tenements by contributing a total of $3.5 million over a period of 60 months as tenement expenditure at its discretion. Refer to note 21 for further details.

21. CONTINGENT LIABILITIES

On 29 April 2024, the Company entered into an agreement with Alien Metals Ltd (AIM:UFO) (**Alien**) in respect of the Pinderi Hills Project located in the West Pilbara (**Project**). Under the JV Agreement binding terms sheet, the Company is to contribute up to a total of A$4 million to earn up to 50% of the Project over a period of 60 months as follows (**JV Terms**):

- **Initial:** The Company will make a $500,000 investment in Alien by way of a placement in the company at the 10 day volume weighted average price prior to execution of this agreement. This was completed on execution of the agreement;
- **Stage 1:** The Company will earn up to 25% by spending A$1 million within 24 months of the date of the Terms of Agreement; and
- **Stage 2:** The Company has the option to earn up to a further 25% by spending an additional A$2.5 million over a period of 36 months post Stage 1 completion.

If the Company does not spend the required amount in either Stage 1 or Stage 2, its interest in the Project under the JV Terms will reduce proportionally to the amount it spent on the Project. Therefore, the Company has the election to determine the amount to be spent on each stage depending on the exploration outcome.

Upon successfully completing Stage 1 and Stage 2, the Company's interest in the Project will be up to 50%. Following the completion of Stage 2, both the Company and Alien will contribute to the Project on a pro-rata basis.

Other than the above, there are no other contingent liabilities or contingent assets as at 30 June 2024.

22. SEGMENT REPORTING

The Group operates predominantly in the Australia mineral exploration industry. For management purposes, the Group is organised into one main operating segment which involves the exploration of minerals in Australia. All of the Group's activities are interrelated and discrete financial information is reported to the Board (Chief Operating Decision Maker) as a single segment. Accordingly, all significant operating decisions are based upon analysis of the Group as one segment. The financial results from this segment are equivalent to the financial statements of the Group as a whole.

23. RELATED PARTY DISCLOSURE

(a) Equity interests in related parties

Equity interests in subsidiary

The consolidated financial statements incorporate the assets, liabilities and results of its subsidiaries. Refer to note 4 for further details of the ownership interest.

(b) Key management personnel (KMP) remuneration

Details of KMP remuneration are disclosed in pages 14 to 19 and note 7 to the financial statements for further details.

(c) Transaction with other related parties

Subsidiary

All loans advanced to and payable to related parties are unsecured. No interest was charged on the outstanding intercompany loan balances during the financial year. Errawarra Resources Ltd received interest of nil from loans to subsidiary, and paid interest of nil to subsidiary. The amount owed to the parent at year end is $5,638,858 (2023: $3,721,781).

Directors' transaction

During the year, the Company leased field equipment to Greentech Metals Ltd, of which Mr Thomas Reddicliffe is the Executive Director, amounting to $6,250 (2023: nil). At 30 June 2024, $3,190 was owed to the Company (2023: nil).

During the year, the Company leased field equipment to Artemis Resources Ltd, of which Mr George Ventouras is the Managing Director, amounting to $2,800 (2023: nil). At 30 June 2024, $3,080 was owed to the Company (2023: nil).

During the year, Royal Corporate Services Pty Ltd, of which Mr Bruce Garlick is a director, provided consulting services and leased of office space amounting to $55,299 (2023: nil). As at June 2024, $3,246 (2023: nil) was owed to Royal Corporate Services Pty Ltd.

Sorrento Resources Pty Ltd (**Sorrento**), of which Mr Thomas Reddicliffe was a director, completed a restructure to a third party. Therefore, Sorrento ceased to be a related party of the Company on 7 July 2023 at completion of the restructure.

23. RELATED PARTY DISCLOSURE (cont'd)

(d) Parent entity

The ultimate parent entity in the Group is Errawarra Resources Ltd.

24. SHARE-BASED PAYMENTS

The Company has an ownership–based compensation arrangement for employees and consultants of the Group. Each option or performance rights issued under the arrangement converts into one ordinary share of Errawarra on exercise. No amounts are paid or payable by the recipient on receipt of the option or performance rights. Options or performance rights neither carry rights to dividends nor voting rights. Options or performance rights may be exercised at any time from the date of vesting to the date of their expiry. The number of options or performance rights granted is at the sole discretion of the Directors. Incentive options or performance rights issued to Directors (executive and non-executive) are subject to approval by shareholders and attach vesting conditions as appropriate.

Incentive options and performance rights issued to directors (executive and non-executive) are subject to approval by shareholders and attach vesting conditions as appropriate. Detailed of options over ordinary shares and performance rights in the Company provided as remuneration to each director during the year are set out on pages 14 to 19 of the Remuneration Report.

The expenses arising from share-based payments transaction are summarised below.

	2024[(i)] $	2023[(ii)] $
Options issued to directors	–	314,308
Options issued to consultants	–	109,272
Options cancelled on resignation	(25,593)	–
Total	**(25,593)**	**423,580**

Note:

(i) Share-based payments during the year ended 30 June 2024 relate to:

- 500,000 options cancelled on 23 October 2023 on resignation of director. The reversal of expenses recognised in respect of the 500,000 options was $25,593.

(ii) Share-based payments during the year ended 30 June 2023 relate to:

- 1,500,000 options issued to directors on 26 June 2022 for nil consideration. The expense recognised in respect of the 1,500,000 options was $63,256.
- 250,000 options issued to a director on 24 October 2022 for nil consideration. The expense recognised in respect of the 250,000 options was $21,854.
- 1,500,000 options issued to directors on 29 November 2022 for nil consideration. The expense recognised in respect of the 1,500,000 options was $229,198.
- 1,250,000 options were issued to consultants on 24 October 2022 for nil consideration. The expense recognised in respect of the 1,250,000 options was $109,272.

OPTIONS

During the financial year:

- 3,525,000 options were issued to brokers;
- no options were exercised or expired; and
- 500,000 options were cancelled on resignation of a director.

24. SHARE-BASED PAYMENTS (cont'd)

The following options were in existence during the current and comparative reporting period and relates to share-based payments to directors, executives, and consultants:

Option series	Number	Grant date	Exercise price	Expiry date
ERWO1ESCA	1,800,000	26 Nov 2020	$0.30 each	26 Nov 2024
ERWO1ESCB	1,800,000	3 Dec 2020	$0.30 each	3 Dec 2024
ERWO1ESCC	2,000,000	22 Apr 2022	$0.40 each	21 Apr 2026
ERWO3	7,500,000	22 Apr 2022	$0.30 each	21 Apr 2025
ERWO4	1,000,000	26 Jun 2022	$0.25 each	29 Jun 2025
ERWO5	1,500,000	24 Oct 2022	$0.25 each	25 Sep 2025
ERWO6	1,500,000	29 Nov 2022	$0.25 each	30 Nov 2025
ERWO7	3,525,000	30 Oct 2023	$0.18 each	30 Oct 2026
Total	**20,625,000**			

The following table summarises the options during the year:

Grant date	Expiry date	Exercise price	Balance at 1 Jul	Granted	Exercised	Cancelled/ Expired	Balance at 30 Jun	Vested and exercisable at 30 Jun
			No.	No.	No.	No.	No.	No.
2024								
26 Nov 20	26 Nov 24	$0.30	1,800,000	–	–	–	1,800,000	1,800,000
3 Dec 20	3 Dec 24	$0.30	1,800,000	–	–	–	1,800,000	1,800,000
22 Apr 22	21 Apr 26	$0.40	2,000,000	–	–	–	2,000,000	2,000,000
22 Apr 22	21 Apr 25	$0.30	7,500,000	–	–	–	7,500,000	7,500,000
26 Jun 22	29 Jun 25	$0.25	1,500,000	–	–	(500,000)	1,000,000	1,000,000
24 Oct 22	30 Nov 25	$0.25	1,500,000	–	–	–	1,500,000	1,500,000
29 Nov 22	25 Sep 25	$0.25	1,500,000	–	–	–	1,500,000	1,500,000
30 Oct 23	30 Oct 26	0.180	–	3,525,000	–	–	3,525,000	3,525,000
Total			**17,600,000**	**3,525,000**	**–**	**(500,000)**	**20,625,000**	**20,625,000**
Weighted average exercise price			$0.30	$0.18	–	–	$0.28	$0.28
2023								
26 Nov 20	26 Nov 24	$0.30	1,800,000	–	–	–	1,800,000	1,800,000
3 Dec 20	3 Dec 24	$0.30	1,800,000	–	–	–	1,800,000	1,800,000
22 Apr 22	21 Apr 26	$0.40	2,000,000	–	–	–	2,000,000	2,000,000
22 Apr 22	21 Apr 25	$0.30	7,500,000	–	–	–	7,500,000	7,500,000
26 Jun 22	29 Jun 25	$0.25	1,500,000	–	–	–	1,500,000	1,000,000
24 Oct 22	30 Nov 25	$0.25	–	1,500,000	–	–	1,500,000	1,500,000
29 Nov 22	25 Sep 25	$0.25	–	1,500,000	–	–	1,500,000	1,500,000
Total			**14,600,000**	**3,000,000**	**–**	**–**	**17,600,000**	**17,100,000**
Weighted average exercise price			$0.31	$0.21	–	–	$0.30	$0.30

24. SHARE-BASED PAYMENTS (cont'd)

(i) Granted during the year

A total of 3,525,000 (2023: 3,000,000) options were issued at issue price of $0.00001 during the year for $353. This was deemed to be the fair value of the options.

(ii) Exercised during the year

No options (2023: 10,764) were exercised during the year.

(iii) Cancelled during the year

During the financial year, 500,000 (2023: 19,722,649) options over ordinary shares expired as the vesting condition was not achieved, comprising of 500,000 unlisted options exercisable at $0.25 each expiring on 29 June 2025.

A total of 19,722,649 listed options (ASX:ERWO) expired unexercised on 30 September 2022.

(iv) Balance at the end of the year

The share options outstanding at the end of the financial year had a weighted average remaining contractual life of 1.18 years (2023: 1.95 years).

PERFORMANCE RIGHTS

No options were issued, exercised or expired during the year.

The following options were in existence during the current and comparative reporting period and relates to share-based payments to directors, executives, and consultants:

Performance rights series	Number	Grant date	Exercise price	Expiry date
PR-B	5,000,000	22 Apr 2022	21 Apr 2027	Milestone 2 (**M2**)
Total	**5,000,000**			

The following table summarises the performance rights during the year:

Grant date	Expiry date	Exercise price	Balance at 1 Jul	Granted	Exercised	Cancelled/Expired	Balance at 30 Jun	Vested and exercisable at 30 Jun
			No.	No.	No.	No.	No.	No.
2024								
22 Apr 22	21 Apr 27	**M2**(i)	5,000,000	–	–	–	5,000,000	–
Total			**5,000,000**	**–**	**–**	**–**	**5,000,000**	**–**
2023								
22 Apr 22	21 Apr 23	**M1**(ii)	15,000,000	–	(15,000,000)	–	–	–
22 Apr 22	21 Apr 27	**M2**(i)	5,000,000	–	–	–	5,000,000	–
Total			**20,000,000**	**–**	**(15,000,000)**	**–**	**5,000,000**	**–**

Notes:

(i) Milestone 2 (M2) will vest when the Group announces a maiden JORC compliant Inferred Mineral Resource (as defined in the JORC Code 2012 Edition) on the Application Tenement of at least 1 million tonnes of nickel 1% (including nickel equivalent metals) without and using industry standard lower cut off grades.

(ii) Milestone 1 (M1) vests on the grant of the tenement application.

On 6 September 2022, the Company converted 15,000,000 Performance Rights Class A into fully paid ordinary shares on the satisfaction of the milestone, being the grant of E47/4352. Refer to Notice of General Meeting dated 18 March 2022 for more information.

25. SUBSEQUENT EVENTS

The following matters or circumstances have arisen since 30 June 2024 that may significantly affect the operations of the Group, the results of those operations, or state of affairs of the Group in future financial years:

(a) On 30 July 2024 the Company announced that it was advised by the Australian Taxation Office (**ATO**) that its Junior Mining Exploration Incentive (**JMEI**) application for the 2024/2025 financial year has been accepted and the Company has received an allocation of up to $450,000. JMEI credits may be distributed to eligible shareholders as a tax credit against the Company's tax losses for allowable greenfield exploration expenditure during the 2024/25 financial year.

26. NOTES TO THE STATEMENT OF CASH FLOWS

	2024 $	2023 $
(a) Reconciliation of cash and cash equivalents		
For the purposes of the statement of cash flows, cash and cash equivalents includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts. Cash and cash equivalents at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the consolidated statement of financial position as follows:		
Cash and cash at bank	1,545,240	1,258,343
	1,545,240	**1,258,343**
(b) Reconciliation of loss for the year to net cash flows from operating activities		
Loss for the year	(2,983,489)	(2,766,996)
Share-based payments	(25,593)	423,580
Depreciation of fixed assets	12,335	–
Interest of rights-of-use assets	4,911	2,471
Depreciation on rights-of-use assets	47,496	25,447
Fair value (loss) on other financial assets	205,096	29,373
Impairment of other financial assets	88,119	–
Changes in net assets and liabilities, net of effects from acquisition and disposal of businesses:		
(Increase)/decrease in assets:		
Trade and other receivables	(269,691)	(32,916)
Increase/(decrease) in liabilities:		
Trade and other payables and provisions	(100,001)	301,822
Net used in operating activities	**(3,020,817)**	**(2,017,219)**

(c) Non–cash financing and investing activities

The Group did not enter any other non-cash investing and financing activities which are not reflected in the consolidated statement of cash flows.

27. FINANCIAL INSTRUMENTS

(a) Financial risk management objectives

The Group manages the financial risks relating to the operations of the Group. The Group does not enter or trade financial instruments, including derivative financial instruments, for speculative purposes. The use of financial derivatives is governed by the Group's Board of Directors. The Group's activities expose it primarily to the financial risks of changes in interest rates, but at 30 June 2024 it is also exposed to market price risk. The Group does not enter derivative financial instruments to manage its exposure to interest rate.

(b) Significant accounitng policies

Details of the significant accounting policies and methods adopted, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised, in respect of each class of financial asset, financial liability and equity instrument are disclosed in note 2, if material, to the financial statements.

(c) Interest rate risk management

The Group is exposed to interest rate risk as it places funds at both fixed and floating interest rates. The risk is managed by maintaining an appropriate mix between fixed and floating rate products which also facilitate access to money.

Cash flow sensitivity analysis for variable rate instruments

A change of 1 per cent in interest rates at the reporting date would have increased profit or loss by the amounts shown below. This analysis assumes that all other variables remain constant. The analysis is performed on the same basis for 2023:

	Profit or loss		Equity	
	1% increase	1% decrease	1% increase	1% decrease
2024				
Variable rate instruments	15,175	(15,175)	–	–
Cash flow sensitivity	**15,175**	**(15,175)**	**–**	**–**
2023				
Variable rate instruments	8,528	(8,528)	–	–
Cash flow sensitivity	**8,528**	**(8,528)**	**–**	**–**

The following table details the Group's exposure to interest rate risk.

	Weighted average effective interest rate	Variable interest rate	Fixed maturity dates: Less than 1 year	1–5 years	5+ Years	Non interest bearing	Total
	%	$	$	$	$	$	$
2024							
Financial assets							
Cash and cash equivalent	1.38%	1,517,462	–	–	–	27,778	1,545,240
Trade and other receivables	–	–	–	–	–	316,846	316,846
Other financial assets	5.00%	–	25,000	–	–	294,904	319,904
Total		**1,517,462**	**25,000**	**–**	**–**	**639,528**	**2,181,990**
Financial liabilities							
Trade and other payables	–	–	–	–	–	507,503	507,503
Total		**–**	**–**	**–**	**–**	**507,503**	**507,503**

27. FINANCIAL INSTRUMENTS (cont'd)

(c) Interest rate risk management (cont'd)

	Weighted average effective interest rate	Variable interest rate	Fixed maturity dates			Non interest bearing	Total
			Less than 1 year	1–5 years	5+ Years		
	%	$	$	$	$	$	$
2023							
Financial assets							
Cash and cash equivalent	1.87%	852,806	–	–	–	405,537	1,258,343
Trade and other receivables	–	–	–	–	–	62,116	62,116
Other financial assets	0.40%	–	10,040	–	–	88,119	98,159
Total		**852,806**	**10,040**	**–**	**–**	**555,772**	**1,418,618**
Financial liabilities							
Trade and other payables	–	–	–	–	–	685,121	685,121
Total		**–**	**–**	**–**	**–**	**685,121**	**685,121**

(d) Liquidity risk

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

The following table details the Group's non-derivative financial instruments according to their contractual maturities. The amounts disclosed are based on contractual undiscounted cash flows.

	Less than 6 months $	6-12 months $	1-2 years $	2+ years $	Total $
2024					
Trade and other payables	309,524	–	–	–	309,524
Total	**309,524**	**–**	**–**	**–**	**309,524**
2023					
Trade and other payables	416,449	–	–	–	416,449
Total	**416,449**	**–**	**–**	**–**	**416,449**

(e) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Group. The Group has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral where appropriate, as a means of mitigating the risk of financial loss from defaults. The Group's exposure and the credit ratings of its counterparties are continuously monitored. The Group measures credit risk on a fair value basis.

The Group does not have any significant credit risk exposure to any single counterparty or any group of counterparties having similar characteristics. The credit risk on liquid funds is limited because the counterparties are banks with high credit–ratings assigned by international credit–rating agencies.

It is a policy of the Group that creditors are paid within 30 days.

27. FINANCIAL INSTRUMENTS (cont'd)

(f) Market risk

Market risk is the potential for loss arising from adverse movement in the level and volatility of equity prices.

The Group's investment subject to price risk is unlisted as detailed in note 10 and therefore does not have a market price or a fluctuating price at a certain date.

(g) Capital risk management

The board's policy is to endeavour to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Group sources any additional funding requirements from either debt or equity markets depending on the market conditions at the time the funds are sourced and the purpose for which the funds are to be used. The Group is not subject to externally imposed capital requirements.

(h) Fair value of financial instruments

The net fair value of financial assets and liabilities of the consolidated Group approximated their carrying amount. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value. The table below analyses financial instruments carried at fair value by value measurement hierarchy.

Quantitative disclosures of fair value measurement hierarchy as at 30 June

	Level 1 $	Level 2 $	Level 3 $	Total $
2024				
Financial assets at fair value through profit and loss				
Equity instruments (note 10)	294,904	–	–	294,904
Total financial assets recognised at fair value	**294,904**	**–**	**–**	**294,904**
2023				
Financial assets at fair value through profit and loss				
Equity instruments (note 10)	–	–	88,119	88,119
Total financial assets recognised at fair value	**–**	**–**	**88,119**	**88,119**

28. PARENT ENTITY DISCLOSURES

The following details information related to the parent entity, Errawarra Resources Ltd at 30 June 2024. The information presented here has been prepared using consistent with the basis of preparation as presented in note 2.

		2024 $	2023 $
Results of the parent entity			
Loss for the year		(3,959,993)	(1,494,793)
Other comprehensive income		–	–
Total comprehensive loss for the year		**(3,959,993)**	**(1,494,793)**
Financial position of parent entity at year end			
Current assets		1,897,581	1,009,564
Non–current assets	(d)	1,789,243	2,612,424
Total assets		**3,686,824**	**3,621,988**
Current liabilities		258,859	182,969
Non–current liabilities		148,269	205,480
Total liabilities		**407,128**	**388,449**
Total equity of the parent entity comprising of:			
Share capital		11,540,319	7,579,621
Reserves		2,027,031	3,039,079
Accumulated losses	(e)	(10,287,654)	(7,385,161)
Total equity		**3,279,696**	**3,233,539**

(a) Guarantees entered into by the parent entity in relation to the debts of its subsidiary

The parent entity had not entered into any guarantees in relation to the debts of its subsidiary as at 30 June 2024 other than disclosed in this financial report.

(b) Parent entity contingencies

The parent entity had no contingent liabilities or assets as at 30 June 2024 other than disclosed in this financial report.

(c) Commitments for the acquisition of property, plant and equipment by the parent entity

The parent entity had no capital commitments for property, plant and equipment as at 30 June 2024 other than disclosed in this financial report.

(d) Non-current assets

Non-current assets include investment in subsidiaries of $1,606,984 (2023: 1,606,984) and inter-company loan receivable of $nil (2023: $969,805) which is eliminated at a group level.

(e) Accumulated losses

Movement in the accumulated losses for the year includes a transfer of $1,057,500 from performance right reserves to accumulated losses on account of 15,000,000 Performance Rights Class A which were converted into fully paid ordinary shares in September 2022 on the satisfaction of the miles stone, being the grant of E47/4352.

CONSOLIDATED ENTITY DISCLOSURE STATEMENT
as at 30 June 2024

Name of entity	Type of entity	Trustee, partner or JV participant	Ownership interest 2024 %	Ownership interest 2023 %	Australia or foreign resident (for tax purpose)	Foreign tax jurisdiction
Parent entity:						
Errawarra Resources Ltd[(i)]	Company	N/A	100	100	Australia	N/A
Subsidiary:						
Errawarra Pty Ltd	Company	N/A	100	100	Australia	N/A
Western Exploration Pty Ltd	Company	N/A	80	80	Australia	N/A

Note:

(i) Errawarra Resources Ltd is the ultimate parent entity. All the companies are members of the Group.

ADDITIONAL SHAREHOLDER INFORMATION

CAPITAL
as at 29 August 2024

Errawarra Resources Ltd issued capital is as follows:

ORDINARY FULLY PAID SHARES

At the date of this report, the number of ordinary fully paid shares are:

	End of escrow period	Number of shares
Quoted fully paid ordinary shares as at 30 June 2024	**N/A**	**95,920,669**
Ordinary fully paid shares at the date of this report	**N/A**	**95,920,669**

At a general meeting of shareholders:

(a) on a show of hands, each person who is a member or sole proxy has one vote; and

(b) on a poll, each shareholder is entitled to one vote for each fully paid share.

SUBSTANTIAL SHAREHOLDERS AS AT 29 August 2024

Name	Number of shares	% of issued capital
Sorrento Resources Pty Ltd	11,143,234	11.62%
Bennelong Resource Capital Pty Ltd	7,736,013	8.07%

RANGES OF SHARES AS AT 29 August 2024

Range	Total holder	Units	% of issued capital
1 – 1,000	1,483	332,713	0.35%
1,001 – 5,000	293	850,028	0.89%
5,001 – 10,000	188	1,571,286	1.64%
10,001 – 100,000	573	22,490,027	23.45%
100,001 – 9,999,999,999	171	70,676,615	73.67%
Total	2,708	95,920,669	100.00%

UNMARKETABLE PARCELS AS AT 29 August 2024

	Min parcel size	Holders	Total units
Minimum $500.00 parcel at $0.064 per unit	7,813	1,847	1,642,833

ADDITIONAL SHAREHOLDER INFORMATION

TOP 20 HOLDERS AS AT 29 August 2024

Rank	Name	Units	% of issued capital
1	Sorrento Resources Pty Ltd	11,143,234	11.62%
2	Bennelong Resource Capital Pty Ltd	7,736,013	8.07%
3	Mr Thomas Fritz Ensmann	3,000,000	3.13%
4	Mr Van Toi Nguyen	2,543,661	2.65%
5	Bnp Paribas Nominees Pty Ltd <IB AU NOMS Retailclient>	1,672,544	1.74%
6	Mr James Robert Harvey	1,155,258	1.20%
7	GXAL Pty Ltd <GXAL Family A/C>	1,100,000	1.15%
8	Sunset Capital Management Pty Ltd <Sunset Superfund A/C>	1,000,000	1.04%
9	Cygnus 1 Nominees Pty Ltd <Cygnus Account>	902,144	0.94%
10	Clive Street Holdings Pty Ltd	900,000	0.94%
11	Mr Sebastian Marr	833,333	0.87%
12	Mr Mark Hector Turner	825,000	0.86%
13	Mr Christopher Stuart Holden	800,000	0.83%
14	Citicorp Nominees Pty Limited	787,835	0.82%
15	Mr Douglas Roy Dillon	700,000	0.73%
15	Mr Matthew Paul Kregenbrink	700,000	0.73%
16	Mr Hsuan-Wei Huang	685,500	0.71%
17	MJS PR Pty Ltd <MJS Family A/C>	649,972	0.68%
18	Temba Pitts Investments Pty Ltd <Temba Pitts A/C>	640,246	0.67%
19	Mr Dean Andrew Kent <The Wattle A/C>	600,000	0.63%
20	BMB (VIC) Pty Ltd	550,000	0.57%
Total of Top 20 holders of ordinary shares		**38,924,740**	**40.58%**
Total Remaining Holders Balance		**56,995,929**	**59.42%**

OPTIONS

At the date of this report there are a total of 37 unlisted option holders holding 20,625,000 unissued ordinary shares in respect of which options are outstanding.

	Number of holders	Number of options
Balance as at 30 June 2024	**37**	**20,625,000**
Balance at the date of this report	**37**	**20,625,000**

The options do not carry voting rights at a general meeting of shareholders.

ADDITIONAL SHAREHOLDER INFORMATION

PERFORMANCE RIGHTS

At the date of this report there are a total of 2 performance rights holders holding 5,000,000 performance rights.

	Number of holders	Number of options
Balance as at 30 June 2024	**2**	**5,000,000**
Balance at the date of this report	**2**	**5,000,000**

The performance rights do not carry voting rights at a general meeting of shareholders.

ON-MARKET BUY BACK

There is no current on-market buy-back.

SECURITIES EXCHANGE LISTING

The Company's ordinary shares are listed on the Australian Securities Exchanger. The Company's ASX code for quoted ordinary shares is ERW.

TENEMENTS

The projects are constituted by the following tenements:

Tenement Number	Interest %	Status
Project: Andover West		
E47/4352 (i)	80	Live
Project: Errabiddy		
E09/2346 (iii)	80	Live
E09/2410	100	Live
E09/2440	100	Live
E09/2457	100	Live
E09/2459	100	Live
E09/2602	100	Live
E09/2652	100	Live
E52/3838	100	Live
Project: Binti Binti		
E27/0577 (iii)	80	Live

Tenement Number	Interest %	Status
Project: Pinderi Hills (ii)		
E47/3322	0	Live
E47/4422	0	Live
M47/0123	0	Live
M47/0124	0	Live
M47/0125	0	Live
M47/0126	0	Live
M47/0342	0	Live
Project Fraser Range		
E63/1771 (iv)	100	Live
E63/1941 (iv)	100	Live
E63/2353	0	Pending

Note:

(i) Errawarra holds 80% of all minerals rights, title and interests, except for iron ore rights.

(ii) Errawarra has the rights to earn up to 50% interest in the project tenements. Refer to the next section for further details.

(iii) Errawarra holds 80% of all minerals rights, title and interests.

(iv) Errawarra holds 70% of all minerals rights, title and interests.

JOINT OPERATIONS

Name of project	Principal activity	Interest 2024 %	Interest 2023 %
Andover West (i)	Exploration	80	80
Pinderi Hills (ii)	Exploration	–	–
Errabiddy (iii)	Exploration	80	80
Binti Binti (iv)	Exploration	80	80
Fraser Range (v)	Exploration	70	70

Notes:

(i) The Company entered into a joint venture with Mr Thomas Reddicliffe (**Vendor**) whereby the Company holds an 80% interest in the Tenement. The Company will be the manager and be solely responsible for all exploration decisions, pay all rates and rents and maintain the Tenement in good standing. The Vendor will be free-carried until a decision to mine is made. During the year, Mr Reddicliffe transferred his ownership to Sorrento Resources Pty Ltd.

(ii) The Company entered a Joint Venture (**JV**) agreement with Alien Metals Ltd, where the Company may earn up to 50% interest in the Pinderi Hills project through incurring $4 million over a period of 60 months of the Commencement Date being 23 April 2024. The Company will be the manager and be solely responsible for all exploration decisions, pay all rates and rents and maintain the Tenement in good standing. Refer to notes 20 and 21 for further details.

(iii) The Company entered into a joint venture with Sammy Resources Pty Ltd (**Sammy**) whereby the Company retained an 80% interest in the Tenement. The Company will be the manager and is solely responsible for all exploration decisions, pay all rates and rents and maintain the Tenement in good standing. Sammy will be free-carried until a decision to mine is made.

(iv) The Company entered into a joint venture with Peter Gianni and his nominee whereby the Company retained an 80% interest in the Tenement. The Company will be the manager and be solely responsible for all exploration decisions, pay all rates and rents and maintain the Tenement in good standing. The vendors will be free-carried until a decision to mine is made.

(v) The Company entered into a joint venture with Kingmaker Metals Pty Ltd (**Kingmaker**) whereby the Company retained a 70% interest in the Tenement. The Company will be the manager and be solely responsible for all exploration decisions, pay all rates and rents and maintain the Tenement in good standing. Kingmaker will be free-carried until a decision to mine is made.