



COPPERMOLY
A.B.N. 54 126 490 855 **Limited**

CONSOLIDATED INTERIM FINANCIAL REPORT
HALF-YEAR ENDED 31 DECEMBER 2023

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<u>Corporate Directory</u>	
Coppermoly Limited (ABN 54 126 490 855)	
Executive Director Dr Wanfu Huang	Registered office Unit 18, 180 Morrow Street, Taringa, Queensland 4068 Telephone: +61 7 3217 7544 Facsimile: +61 7 3876 0695 Email: info@coppermoly.com.au Website: www.coppermoly.com.au
Non-Executive Directors Mr Kevin Grice Mr Craig McPherson	
Company Secretary Mr Craig McPherson	

DIRECTORS' REPORT

DIRECTORS' REPORT

Your directors present their report on the consolidated entity consisting of Coppermoly Limited ("**Coppermoly**" or the "**Company**") and the entities it controlled (the "**Group**") at the end of, or during, the half-year ended 31 December 2023.

DIRECTORS

The following persons were directors of Coppermoly during the half-year and up to the date of this report:

Kevin Grice
Dr Wanfu Huang
Craig McPherson

REVIEW OF EXPLORATION ACTIVITIES

Overview

The Company is focused on copper gold projects in one of the world's most prospective terrain, the Mount Isa Inlier. The Company's Mt Isa projects include two granted tenements and three applied tenements with high-quality IOCG potential within the Eastern Succession and one applied tenement at the Western Foldbelt for Isa style copper system (Fig 1). All six tenements are 100% owned by the Company.

As of 31 December 2023, the Company had interests in the following mineral exploration tenements in Mt Isa, Queensland Australia:

PROJECT			
Granted Exploration Permit	<i>EXPIRY DATE</i>	<i>AREA</i>	<i>LOCATION</i>
EPM27835 Fox Creek	4 October 2026	320 km ²	Mt Isa, Queensland
EPM27836 Mount Tracey	7 March 2027	294 km ²	Mt Isa, Queensland
Applied Exploration Permit	<i>LODGED DATE</i>	<i>AREA</i>	<i>LOCATION</i>
EPM27852 Windy Hill	16 March 2023	320 km ²	Mt Isa, Queensland
EPM28853 Malakoff	19 June 2023	305 km ²	Mt Isa, Queensland
EPM28854 Mt Marathon	19 June 2023	310 km ²	Mt Isa, Queensland
EPM28981 Dynamite	20 December 2023	307 km ²	Mt Isa, Queensland

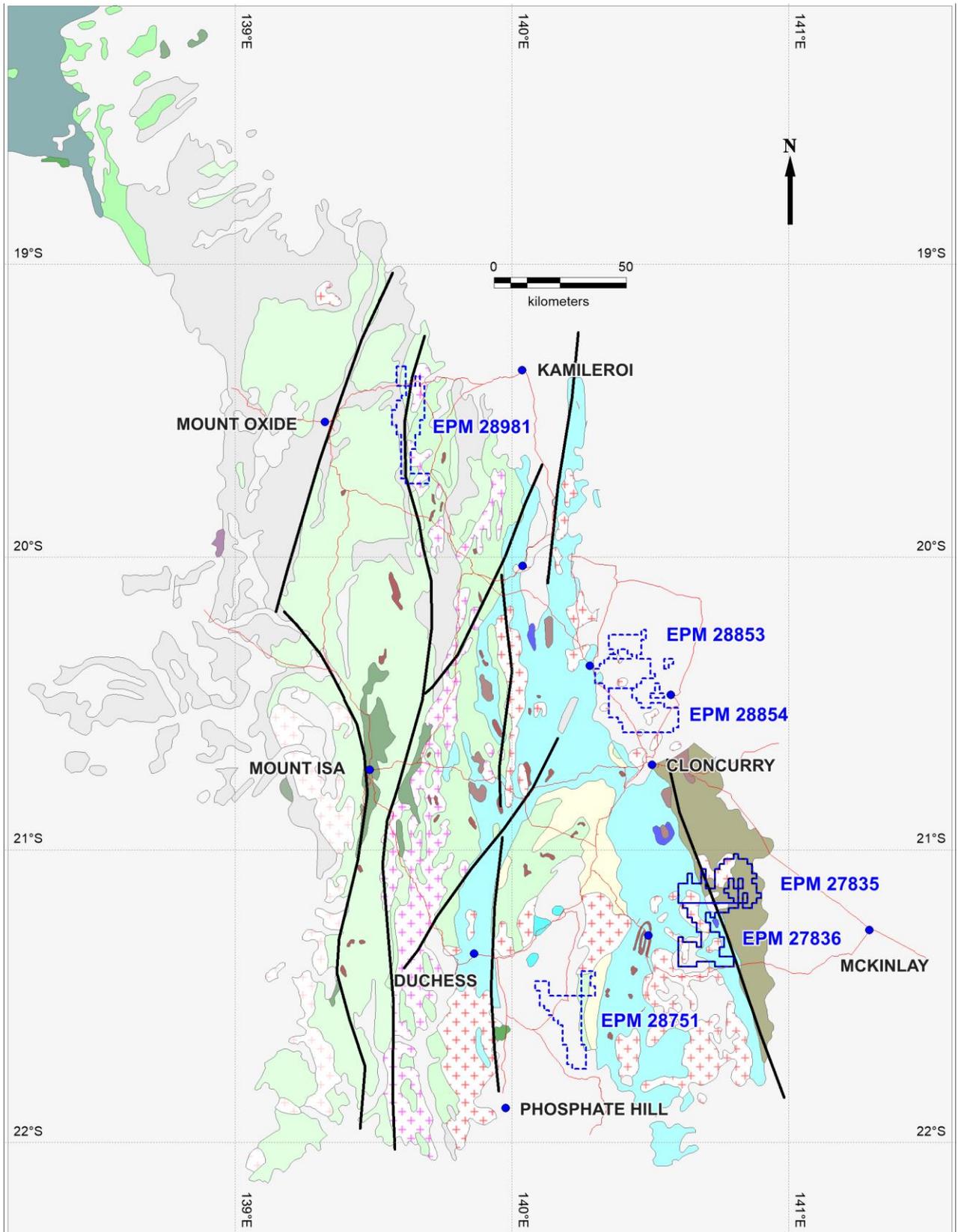


Figure 1 - Tenements location on simplified regional geology map of Mount Isa Inlier, Northwest Queensland

Foxtails Prospect

The Company's contiguous EPM 27835 (Foxes Creek) and EPM 27836 (Mount Tracey), located 55 km SSW of Cloncurry, are situated along the north-south striking Cloncurry Fault where highly prospective Proterozoic Staveley Formation, Corella Formation and Soldiers Cap Group metasediments are intruded by metal fertile Williams Batholith granites. These two tenements host a number of copper gold prospects.

IP Sounding Surveys were performed at the Shuffleton Prospect and Foxtails Prospect by Echo Vista Geophysics ("EVS") during September and October 2023 (Fig. 2).

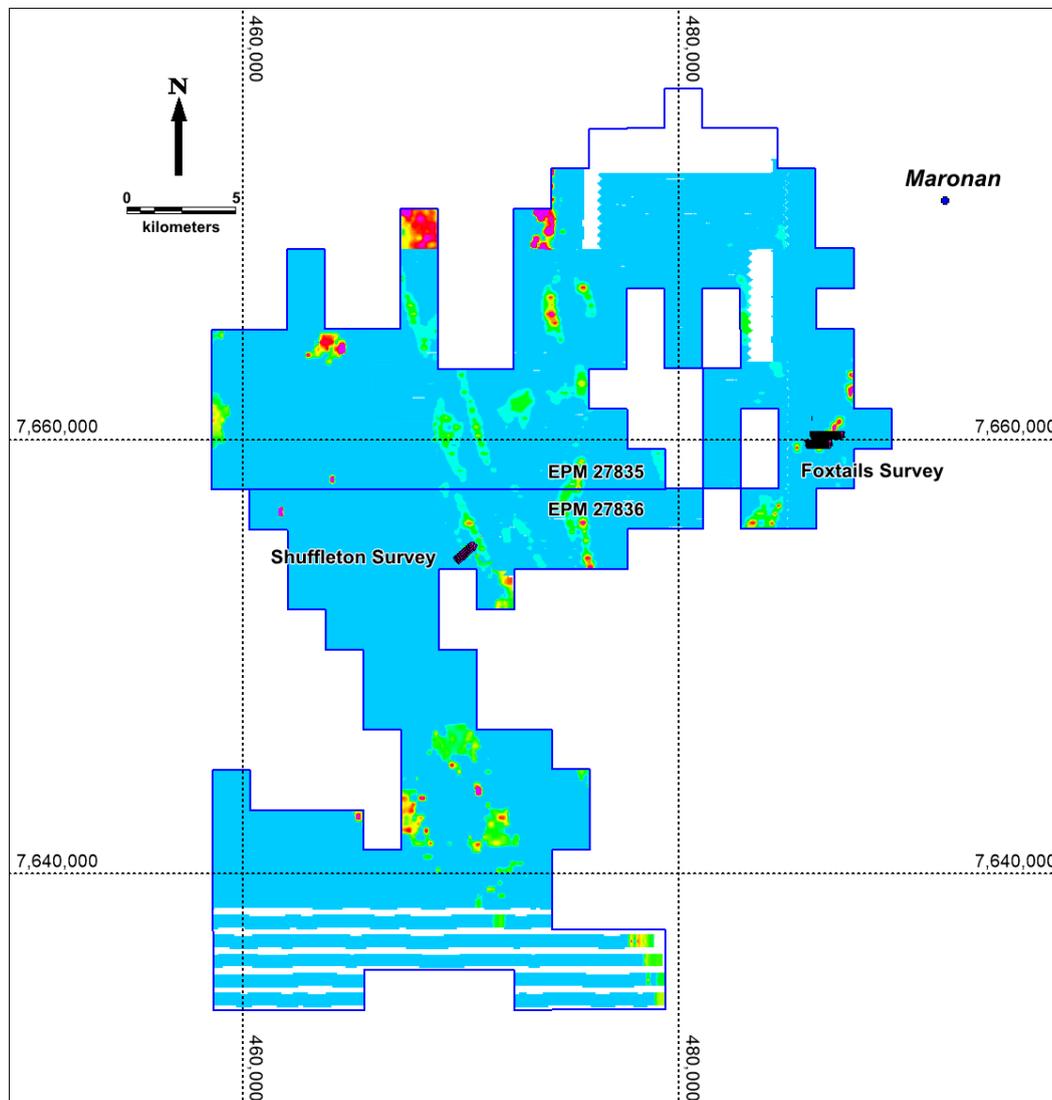


Figure 2 - Location Map of the IP Sounding Surveys at Shuffleton and Foxtails prospects in the Eastern Succession, Mt Isa Inlier, Northwest Queensland. Note the background map is an unlevelled mosaic of three Airborne Geotem Surveys, (Soldiers Cap, Mount Tracey and Kuridala Geotem survey)

An IP Sounding survey consisting of two 3-line configurations, for a total of about 7.2-line kilometres, were completed in order to test a Geotem anomaly zone extending over 1.6 km at the Foxtails prospect.

IP Sounding survey detected two significant anomalies. Preliminary modelling suggests that the anomalies trend to the northeast and dip steeply to the northwest.

The first three holes were designed to test highly chargeability anomaly zone (Fig. 3). Once the initial three drill hole data has been collated and verified, a detailed review of all drillhole and assay information, in conjunction with geological modelling, will be completed to better understand the nature and extent of both the higher chargeability and high conductivity zone.

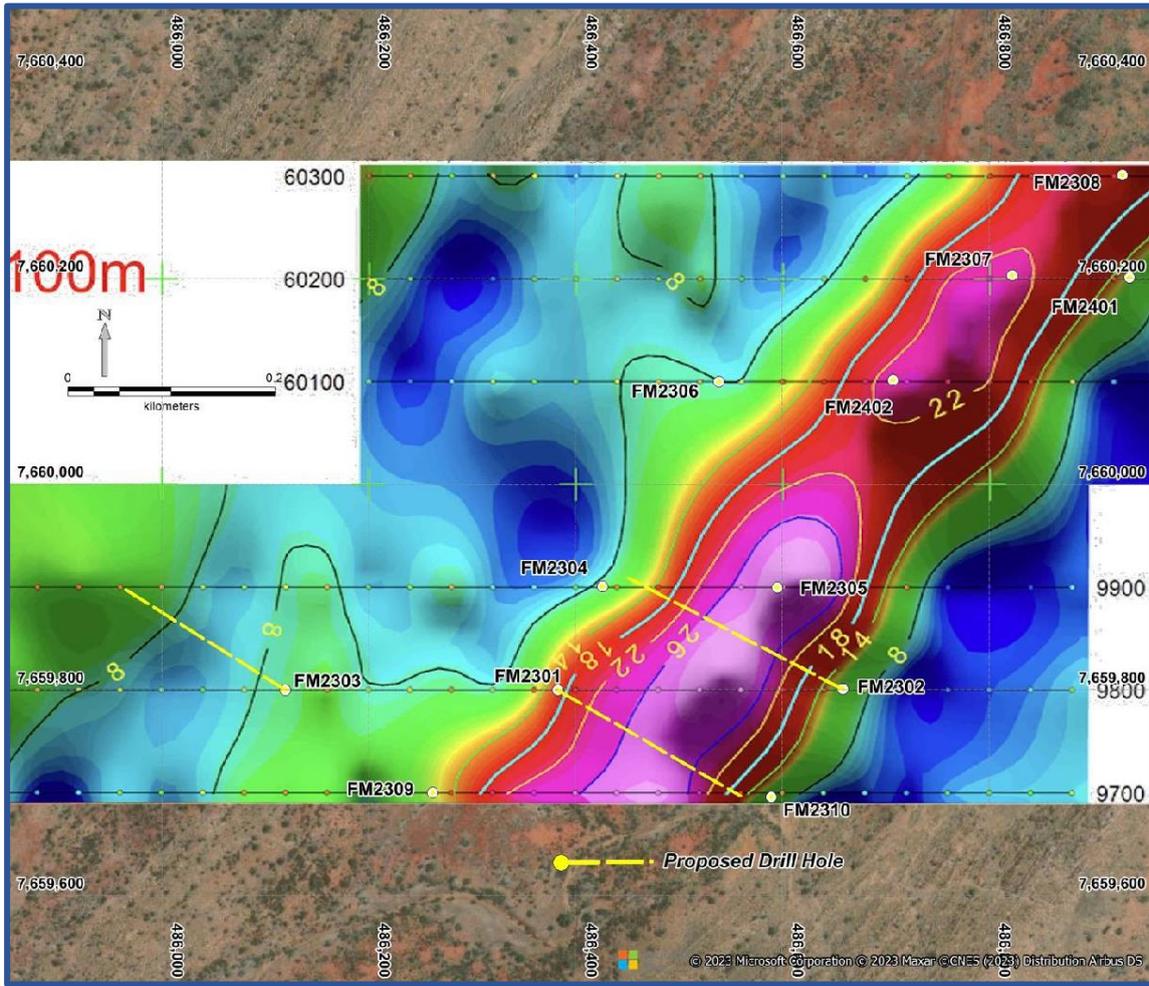


Figure 3. Plane view of Chargeability anomaly and proposed RC holes at the Foxtails Prospect.

One of the RC holes was completed during the half year, and the hole intersected magnetite-quartz alteration zone, with minor sulfur visible from RC rockchips. Detailed assay data is expected from AIS Mount Isa Lab shortly. RC drilling will be resumed once weather conditions permit.

Shuffleton Prospect

The Shuffleton Prospect hosts a number of historical copper mines and workings operated from 1940s to 1960s, with little known modern exploration programs having been applied to this area. The Company previously reported a broad soil geochemical anomaly in early 2023, which was followed by field mapping.

Three northeast-southwest trending survey lines with 100m line spacings for a total of 3.6-line kilometres were completed during the half year (Fig. 4).

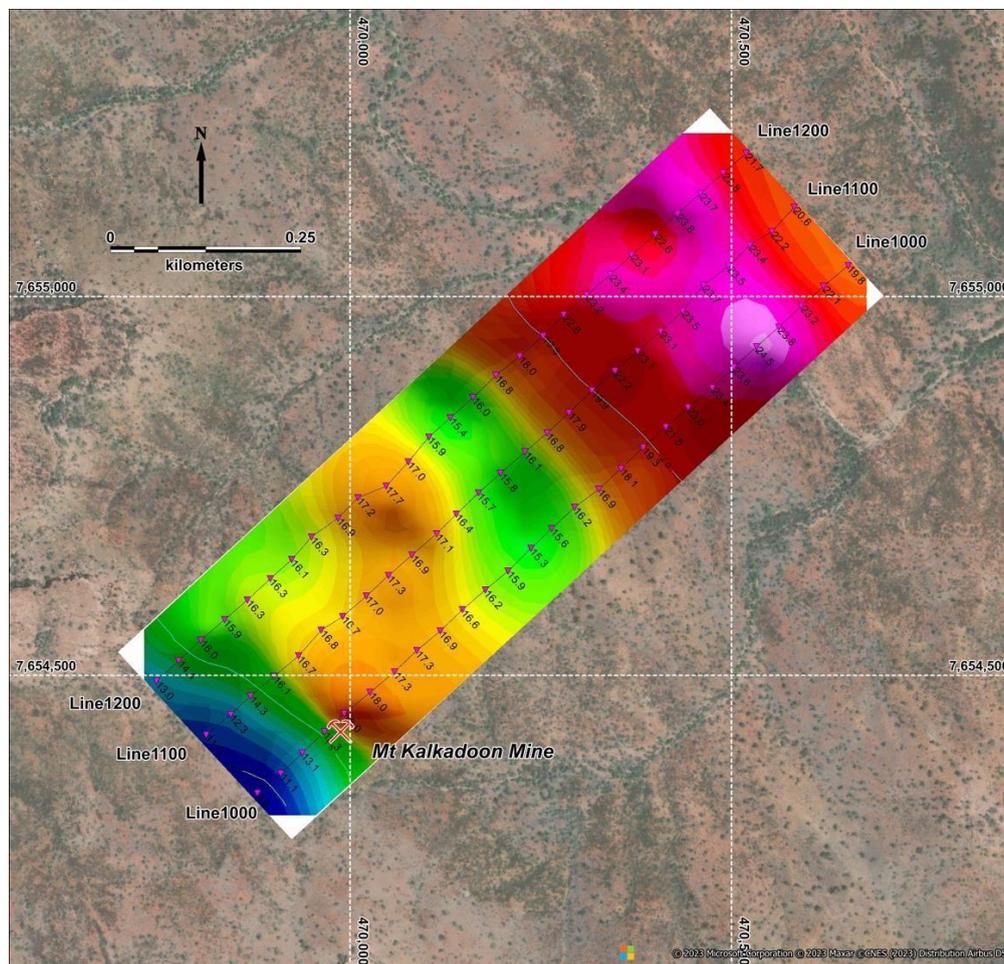


Figure 4. Location map of IP survey stations/lines and chargeability contours at -400 m depth at Shuffleton Prospect. Note a chargeability high anomaly near the Mt Kalkadoon Mine.

On the IP sounding profiles, the partially mined out ore zone at Mt Kalkadoon Mine does not display a high chargeability anomaly, with only a weak dyke shape anomaly extending downdip for about 200 m detected (Fig. 5).

An evident chargeability anomaly (SCM01) was detected from around 250 m depth extending from the above weak anomaly. This chargeability anomaly dips to the northeast and poses a modest conductivity zone. An additional larger chargeability anomaly (SCM02) with high conductivity zone lies 500m east of the Mt Kalkadoon Mine. This chargeability anomaly also dips steeply to the northeast.

The SCM01 and its upward weak anomaly at the Mt Kalkadoon Mine appear to fit well within our mineralisations model, being breccia zone hosted Iron-Sulphide Copper Gold (ISCG) systems controlled by major faults. The chargeability anomaly is not as strong but it is consistent with IP signatures of similar type of ore bodies in the Eastern Succession, Mount Isa Inlier.

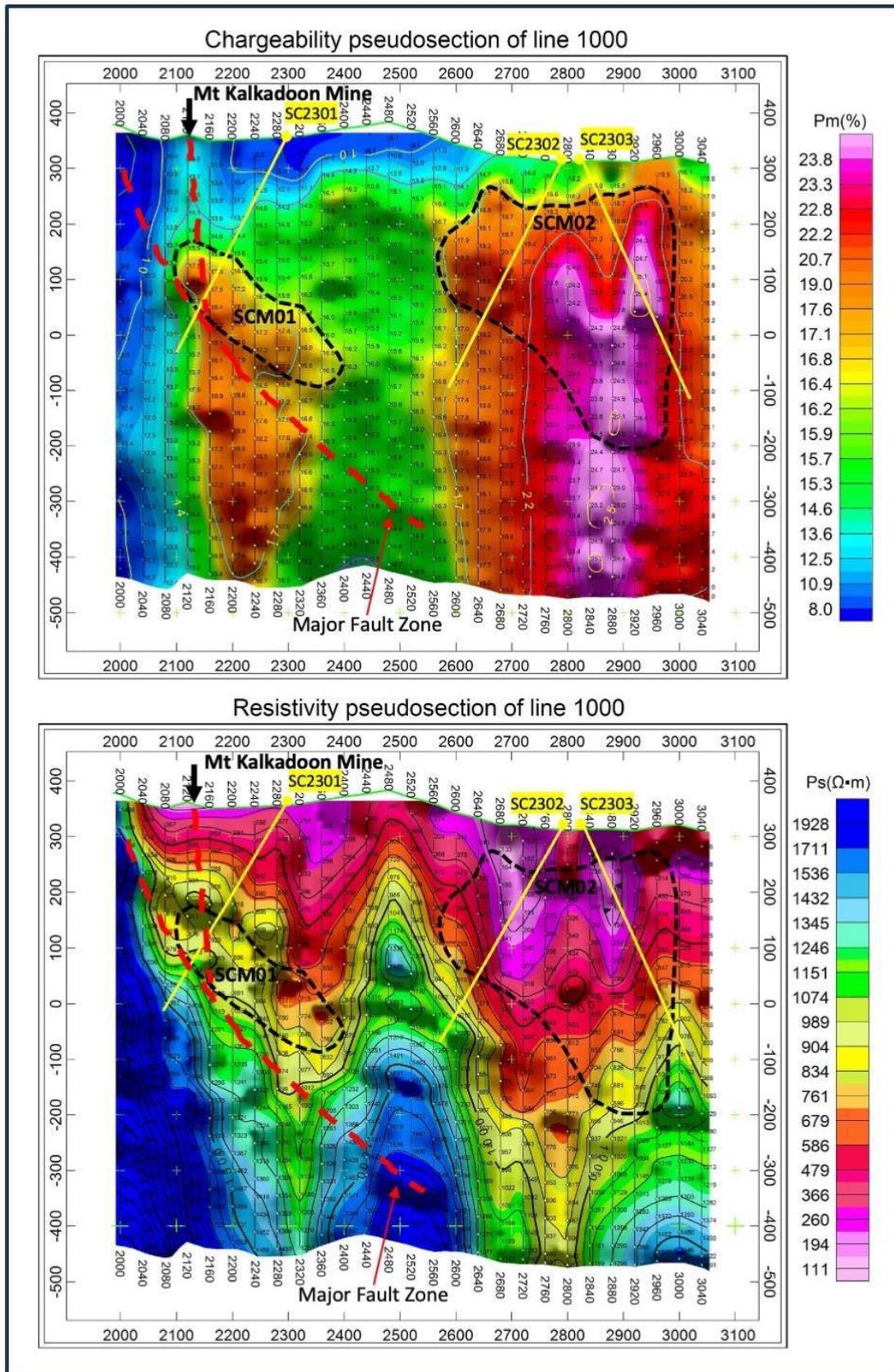


Figure 5. - 2D chargeability pseudosection (top) and resistivity pseudosection (bottom) of Line 1000 over the Mt Kalkadoon Mine. Note that SCM01 is about 250m below the known ore zone but sits above a major fault zone.

DIRECTORS' REPORT

The resistivity profile shows major contrast between Soldiers Cap Group and Staveley Formation (Fig.5b). From a geological point of view, the boundary between Soldiers Cap Group and Staveley Formation can be interpreted to be a thrust contact. The chargeability anomaly lies above a major NE dipping thrust zone.

The SCM02 IP chargeability anomaly on the northeastern part of the survey line displays much high tenor Pm >22%, and low resistivity < 120 Ω.m.

Three holes (SCM2301, SCM2302 & SCM2303) to test these chargeability anomalies are proposed (Fig. 5). RC drilling will commence when the weather conditions permit.

Windy Hill Prospect

Windy Hill Prospect is located approximately 80 kilometres south-west of Cloncurry. Access is via Cloncurry approximately 80 kilometres along the Duchess Road to Devoncourt Homestead, then approximately 20 kilometres south along station tracks. Access in the property is generally good.

The Windy Hill prospect, initially located by CRAE, is a mineralized breccia within Argylla Formation rhyodacite volcanics. At Windy Hill the volcanics are moderately sericitized. Pegmatite dykes cut the strong 30° trending 70°E dipping foliation. Gossanous zones associated with quartz veining occur in the immediate vicinity of the Windy Hill breccia. Poorly exposed breccia is variably mineralized at the prospect.

The area selected was thought to have good potential for copper-gold and gold mineralisations associated and magnetite concentrations, as observed at the Ernest Henry and Osborne deposits. Contacts with the 1500 Ma Wimberu Granite are thought to be prospective for this type of mineralisations system, but have not been targeted previously.

MIM Exploration did some works in 1980s, including ground magnetic, ground gravity and down hole EM surveys at around the Windy Hill anomaly, mainly targeting magnetic anomaly. MIM also did costean – 7 trenches for 1.1km aggregate - the surface expression of the anomaly.

Significant results from the costean are shown below.

T1 75m at 316 ppm Cu

T2 160m at 0.15% Cu (including 48m at 0.3% Cu and 24m at 0.33 g/t Au)

T3 184m at 0.35% Cu (including 40m at 1.2% Cu and 36m at 0.62 g/t Au)

T4 154m at 0.3% Cu (including 30m at 0.9% Cu and 40m at 0.28 g/t Au)

T5 176m at 0.17% Cu (including 18m at 0.29% Cu)

T6 150m at 0.13% Cu (including 38m at 0.28% Cu) T7 122m at 0.12% Cu (including 8m at 0.28% Cu)

However RC drilling below these results intersected narrower oxide Cu intersections and only two hypogene hits, associated with magnetite-pyrite veins, were encountered.

Although the results were disappointing on the prospect scale, the presence of mineralized breccias associated with magnetic highs within the Argyll Formation is of some significance on the regional scale. As late airborne magnetic survey reveals that the Windy Hill magnetic high complex extends over 2 km to the NNE, and the fact that the anomaly is mineralised strengthens the case for further exploring its northern extension (Fig. 6).

Windy Hill Prospect seems to be a genuine Wimberu Granite related breccia pipe/ IOCG system developed in Argylla rhyodacite with low grade Cu but significant U anomalism. Significant REE's is also a distinct possibility.

Further systematic review of the mineralisation system in this prospect and its extension to the north is ongoing.

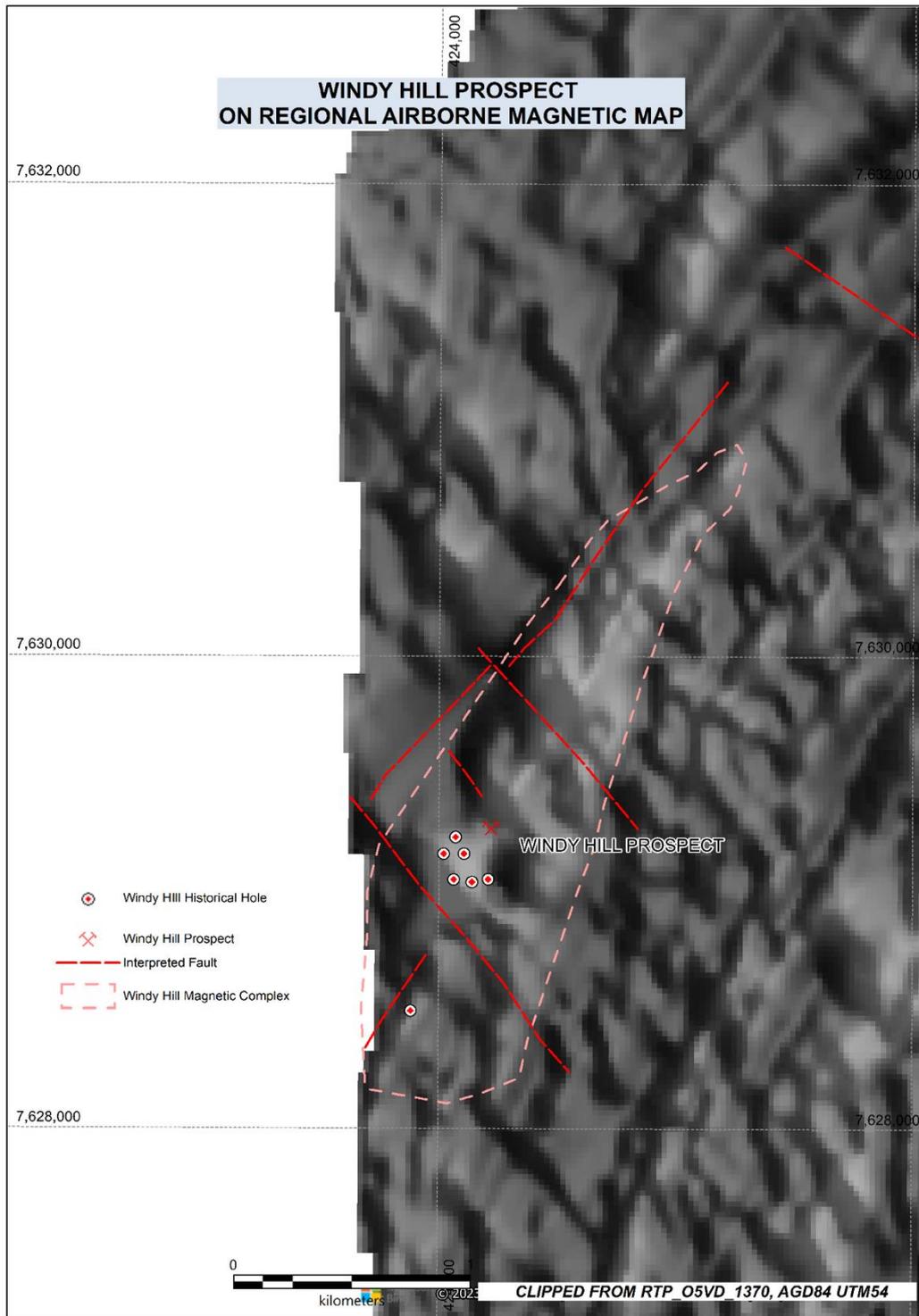


Figure 6 - Windy Hill Prospect and its large magnetic high complex, 80 km SSW of Cloncurry.

Mt Malakoff Prospect

The Mt Malakoff Prospect is about 45 km north of Cloncurry. Most parts of the area are under a thin late Tertiary and Quaternary sediments, but Middle Proterozoic Naraku Granite and Corella Formation is outcropped locally. In the 1970s, Chevron and Minad were exploring for the cover hosted roll front Uranium deposits in the area.

Drill hole geological and downhole geophysical logs provide some basement information for geophysical typing, geological interpretation. Recent high resolution aeromagnetic data can be used to scan large scale IOCG targets similar to Ernest Henry Cu-Au system (Fig. 7).

DIRECTORS' REPORT

Mt Malakoff Prospect covers several magnetic anomalies under a very thin 10-50m Tertiary sediments. One of those anomalies is particularly interesting, which is a roughly 5 km x 3 km Southeast-Northwest cluster of several irregularly shaped, very high amplitude (> top 1% of data range) magnetic anomalies located northeast of the Naraku Granite. The style of possible alteration and precursor rock types evident in the basement drill hole data at the magnetic complex is very similar to that which occurs at Ernest Henry located roughly 30 km to the ESE.

These magnetic anomalies have not been drill-tested.

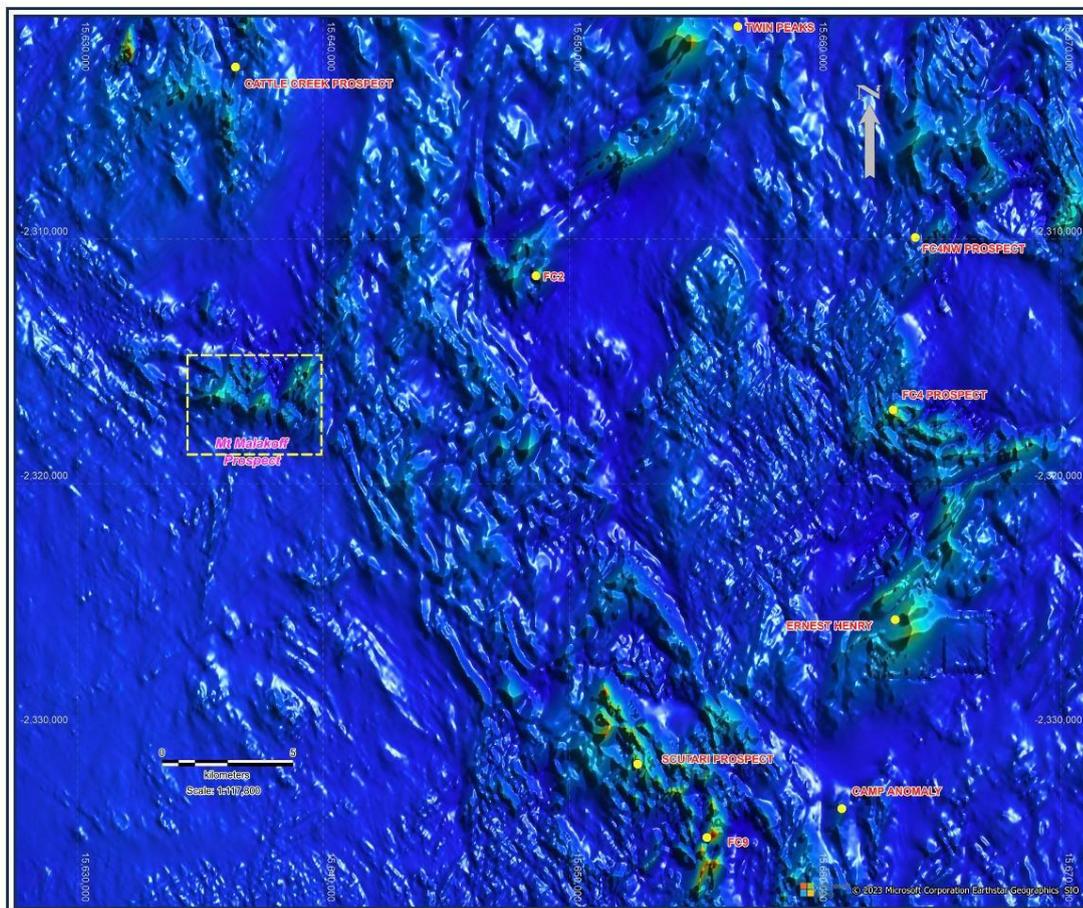


Figure 7 - Mt Malakoff Prospect on airborne magnetic map illustrating significant IOCG mineralisations in Ernest Henry area. (clipped from Queensland Geological Survey data RTP 1377 Convert, linear stretched)

Dynamite Prospect

The new application covers part of the Bull Creek Syncline approximately 130km north of Mt Isa and 25km east of the Mount Gordon Fault Zone and includes the Fearnot and Dynamite minerals occurrences (Copper).

The project area containing the Bull Creek Syncline is structurally confined between two blocks (Mt Gordon Arch and Ewen-Kalkadoon Block) with the north-south Quilalar Fault in the east and a number of unnamed faults in the west and hence seems an ideal structural zone in which Isa Style copper mineralisation occur. Basalts of the Eastern Creek Volcanics and Whitworth Quartzite are mapped out along major fault.

Previous reports describe mineralisation at the Dynamite and Fearnot prospects and indicates mineralisation can be traced discontinuously for several kilometres north and south of Dynamite Creek along the major Quilalar Fault corridor.

This area has been overlooked and may be a significant exploration zone.

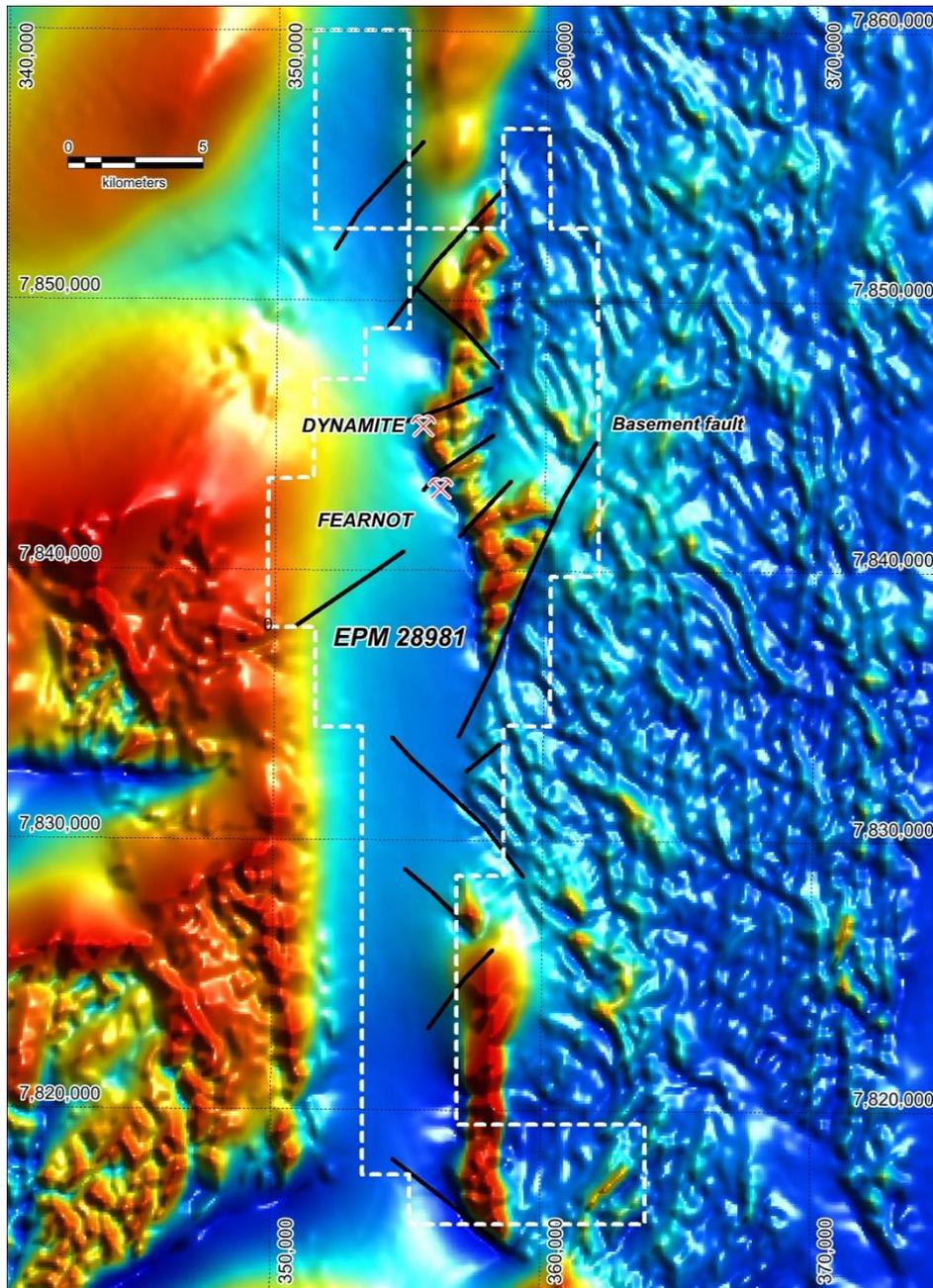


Figure 8 - Dynamite prospect on regional airborne magnetic background (clipped from Queensland Mine Department's GSQ702_tmi_gav6_gda94_mga54_90).

The Company will do a systematic reviewing of structural geometry, geochemical data and geophysical survey data in the coming months and design a field program once the application is granted by the Queensland Mine Department.

DIRECTORS' REPORT

REVIEW OF RESULTS

The loss after tax for the half-year ended 31 December 2023 was \$485,747 (2022: \$536,403 loss).

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

Other than the matters noted on this Directors' Report, there were no significant changes in the state of affairs of the Company or the Group in the half-year ended 31 December 2023.

DIVIDENDS

No dividends were paid during the half-year and no recommendation is made as to payment of dividends.

EVENTS AFTER THE REPORTING PERIOD

There have been no events since 31 December 2023 that impact materially upon the financial report.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* immediately follows this report.

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



Wanfu Huang
Director
Brisbane, Qld
Dated: 5 March 2024



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DECLARATION OF INDEPENDENCE BY R J LIDDELL TO THE DIRECTORS OF COPPERMOLY LIMITED

As lead auditor for the review of Coppermoly Limited for the half-year ended 31 December 2023, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Coppermoly Limited and the entities it controlled during the period.

A handwritten signature in black ink, appearing to read 'R J Liddell', is written over a light blue horizontal line.

R J Liddell
Director

BDO Audit Pty Ltd

Brisbane, 5 March 2024

COPPERMOLY LIMITED & ITS CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

		For the Half-year ended 31 December	
		2023	2022
		\$	\$
		_____	_____
Other income	4	14,469	5,708
		14,469	5,708
Employee benefits expense		(176,389)	(230,023)
Share based payments expense	10	(121,320)	-
Corporate compliance and shareholder relations		(111,259)	(89,096)
Finance costs		(232)	(85,735)
Insurances		(18,221)	(19,537)
Depreciation		(1,464)	(5,551)
Exploration costs		(7,497)	-
Office rental, communication and consumables		(19,526)	(40,019)
Other expenses		(44,308)	(72,150)
Loss before income tax		(485,747)	(536,403)
Income tax (expense) / benefit		-	-
Net Loss for the half-year		(485,747)	(536,403)
Other comprehensive income			
Items that will be reclassified to the profit or loss			
Exchange differences on translation of foreign operations		-	405,848
Other comprehensive income for the half-year		-	405,848
Total comprehensive loss for the half-year		(485,747)	(130,555)
		Cents	Cents
Basic and diluted loss per share		(0.08)	(0.02)

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

COPPERMOLY LIMITED & ITS CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2023

	Notes	31-Dec-23 \$	30-Jun-23 \$
ASSETS			
Current Assets			
Cash and cash equivalents		2,927,014	2,084,505
Trade and other receivables		96,414	21,985
Total Current Assets		3,023,428	2,106,490
Non-Current Assets			
Receivables		1,000	1,000
Property, plant and equipment		2,889	4,353
Mineral exploration and evaluation assets	5	818,632	143,073
Total Non-Current Assets		822,521	148,426
Total Assets		3,845,949	2,254,916
LIABILITIES			
Current Liabilities			
Trade and other payables		208,563	152,192
Provisions		27,873	43,648
Total Current Liabilities		236,436	195,840
Total Liabilities		236,436	195,840
Net Assets		3,609,513	2,059,076
EQUITY			
Contributed equity	6	16,797,027	14,882,163
Share Option Reserves		3,554,807	3,433,487
Accumulated losses		(16,742,321)	(16,256,574)
Total Equity		3,609,513	2,059,076

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

COPPERMOLY LIMITED & ITS CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

	Contributed Equity \$	Accumulated Losses \$	Share Option Reserve \$	Foreign Currency Reserve	Total \$
Balance at 1 July 2023	14,882,163	(16,256,574)	3,433,487	-	2,059,076
Comprehensive income for the half-year					
Loss for the half-year	-	(485,747)	-	-	(485,747)
Foreign currency translation difference, net of tax	-	-	-	-	-
Total Comprehensive Loss	-	(485,747)	-	-	(485,747)
Transactions with owners in their capacity as owners					
Contributions of equity, net of transaction costs (note 6)	1,914,864	-	-	-	1,914,864
Share based payment expense	-	-	121,320	-	121,320
Total transactions with owners in their capacity as owners	1,914,864	-	121,320	-	2,036,184
Balance at 31 December 2023	16,797,027	(16,742,321)	3,554,807	-	3,609,513
Balance at 1 July 2022	31,075,539	(15,324,726)	3,433,487	(739,350)	18,444,950
Comprehensive income for the half-year					
Loss for the half-year	-	(536,403)	-	-	(536,403)
Foreign currency translation difference, net of tax	-	-	-	405,848	405,848
Total Comprehensive Loss	-	(536,403)	-	405,848	(130,555)
Transactions with owners in their capacity as owners					
Contributions of equity	-	-	-	-	-
Total transactions with owners in their capacity as owners	-	-	-	-	-
Balance at 31 December 2022	31,075,539	(15,861,129)	3,433,487	(333,502)	18,314,395

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

COPPERMOLY LIMITED & ITS CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

	Note	For the Half-year ended 31 December	
		2023	2022
		\$	\$
Cash Flows from Operating Activities			
Interest received		14,469	5,708
Payments to suppliers and employees		(485,237)	(385,139)
Net cash outflow from operating activities		(470,768)	(379,431)
Cash Flows from Investing Activities			
Payments for exploration and evaluation activities		(601,587)	(281,321)
Net cash outflow from investing activities		(601,587)	(281,321)
Cash Flows from Financing Activities			
Proceeds from issue of shares (net of costs)	6	1,914,864	-
Net cash inflow from financing activities		1,914,864	-
Net increase / (decrease) in cash and cash equivalents		842,509	(660,752)
Cash and cash equivalents at the beginning of the half-year		2,084,505	2,101,502
Exchange difference on cash		-	(1,098)
Cash and cash equivalents at the end of the half-year		2,927,014	1,439,652

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

**COPPERMOLY LIMITED & ITS CONTROLLED ENTITIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2023**

NOTE 1. BASIS OF PREPARATION OF HALF-YEAR REPORT

This condensed consolidated interim financial report for the half-year reporting period ended 31 December 2023 has been prepared in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. The Company is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

These interim financial statements do not include all the notes of the type normally included in annual financial statements and therefore cannot be expected to provide as full an understanding of the financial performance, financial position, financing and investing activities of the consolidated entity as the full financial statements. Accordingly, these half-year financial statements are to be read in conjunction with the annual report for the year ended 30 June 2023 and any public announcements made by Coppermoly Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the Group's Annual Financial Report for the financial year ended 30 June 2023, except as stated below.

The Group adopted all new Accounting Standards and Interpretations effective for the half-year ended 31 December 2023. Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Going concern

The Group's financial statements have been prepared on the basis of accounting principles applicable to a going concern which assumes the Group will continue in operation for the foreseeable future and will be able to realise its assets and discharge its liabilities in the normal course of operations.

As at 31 December 2023, the Group held cash and cash equivalents of \$2,927,014, net current assets of \$3,023,428 and net assets of \$3,609,513. In the half-year ended 31 December 2023 cash outflows from operating and investing activities totalled \$1,072,355.

These conditions give rise to a material uncertainty that may cast doubt upon the Group's ability to continue as a going concern. The ongoing operation of the Group is dependent upon:

- The Group raising additional funding from shareholders or other parties; and/or
- The Group reducing expenditure in line with available funding.

The directors believe that the going concern basis of preparation is appropriate based on the ability to seek to raise funds from shareholders or other investors and their intention to raise such funds as and when required to complete its projects.

The directors have prepared cash flow projections that support the ability of the Group to continue as a going concern. These cash flow projections include significant planned expenditure on the Group's projects and assume the Group obtains sufficient additional funding from shareholders or other parties. If such funding is not achieved, the Group plans to reduce expenditure significantly, which may result in an impairment loss on the book value of exploration and evaluation expenditure recorded at reporting date.

In the event that the Group does not obtain additional funding and/or reduce expenditure in line with available funding, it may not be able to continue its operations as a going concern and therefore may not be able to realise its assets and extinguish its liabilities in the ordinary course of operations and at the amounts stated in the consolidated interim financial report.

COPPERMOLY LIMITED & ITS CONTROLLED ENTITIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

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

In the longer term, the development of economically recoverable mineral deposits found on the Group's existing or future exploration properties depends on the ability of the Group to obtain financing through equity financing, debt financing or other means. If the Group's exploration programs are ultimately successful, additional funds will be required to develop the Group's properties and to place them into commercial production. The ability of the Group to arrange such funding in the future will depend in part upon the prevailing capital market conditions as well as the business performance of the Group. There can be no assurance that the Group will be successful in its efforts to arrange additional financing, if needed, on terms satisfactory to the Group. If adequate financing is not available, the Group may be required to delay, reduce the scope of, or eliminate its current or future exploration activities or relinquish rights to certain of its interests. Failure to obtain additional financing on a timely basis could cause the Group to forfeit its interests in some or all of its properties and reduce or terminate its operations.

NOTE 2. FAIR VALUE MEASUREMENTS

The carrying values of the Group's financial assets and financial liabilities approximate their fair values as at 31 December 2023.

NOTE 3. SEGMENT INFORMATION

a) Description of segments

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources. Operating segments are determined based on financial information reported to the Board which is at the consolidated entity level. Accordingly, the consolidated entity is treated as one operating segment.

Therefore, management identifies the Group as having only one reportable segment. The financial results from this reportable segment are equivalent to the financial statements of the consolidated entity. There have been no changes in the operating segments during the period.

NOTE 4. OTHER INCOME

	31-Dec-23	31-Dec-22
	\$	\$
Other income comprise the following items:		
Interest income	14,469	5,708
	<u>14,469</u>	<u>5,708</u>

NOTE 5. MINERAL EXPLORATION AND EVALUATION ASSETS

	31-Dec-23	30-Jun-23
	\$	\$
Capitalised exploration and evaluation expenditure		
Exploration and evaluation phase – at cost		
Australia	818,632	143,073
	<u>818,632</u>	<u>143,073</u>
Australia		
Balance at the beginning of the financial year	143,073	35,053
Expenditure capitalised during the year	675,559	108,020
Balance at the end of the financial year	<u>818,632</u>	<u>143,073</u>

The ultimate recoupment of the costs carried forward for exploration and evaluation is dependent upon the successful development and commercial exploitation or sale of the respective areas of interest.

**COPPERMOLY LIMITED & ITS CONTROLLED ENTITIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2023**

NOTE 6. CONTRIBUTED EQUITY

	Half-year ended 31-Dec-23 Number of Shares	Half-year ended 31-Dec-23 \$	Year ended 30-Jun-23 Number of Shares	Year ended 30-Jun-23 \$
Opening Balance	530,126,906	14,882,163	2,193,953,929	31,075,539
Issues of ordinary shares during the half-year				
Shares issued in lieu of accrued directors fees (a)	-	-	15,454,362	170,000
Shares issued on conversion of convertible note (b)	-	-	170,000,000	1,870,000
Disposal of PNG subsidiary (c)	-	-	(1,955,024,388)	(19,079,296)
Share issue (d) (e)	166,008,526	1,992,864	105,740,000	845,920
Less costs of raising capital	-	(78,000)	-	-
Contributed Equity	696,135,432	16,797,027	530,126,906	14,882,163

- a) Shares issued in satisfaction of accrued directors fees on 24 Apr 2023 at an issue price of \$0.011.
- b) Shares issued on conversion of convertible note on 24 Apr 2023 at an issue price of \$0.011.
- c) Shares bought back, following shareholder approvals on 24 April 2023, following completion of the sale of all of the Company's shares in Copper Quest, owner of the PNG Project, to Ever Leap Services Limited.
- d) Placement of 105,740,000 Shares on 21 Jun 2023 at an issue price of \$0.008.
- e) Rights issue resulting in the issue of 166,008,526 Shares which completed on 7 Dec 2023 at an issue price of \$0.012.

NOTE 7. EARNINGS PER SHARE

The following reflects the operating loss after tax and number of shares used in the calculation of the basic and diluted earnings/(loss) per share.

	31-Dec-23	31-Dec-22
Weighted average number of ordinary shares on issue	<u>621,423,356</u>	<u>2,193,956,929</u>
Loss attributable to Owners of Coppermoly Limited	<u>(485,747)</u>	<u>(536,403)</u>

NOTE 8. CONTINGENCIES

There have been no changes in contingent liabilities since the end of the previous annual reporting period (30 June 2023).

NOTE 9. EVENTS AFTER THE REPORTING PERIOD

There have been no events since 31 December 2023 that impact upon the financial report.

NOTE 10. SHARE BASED PAYMENTS

Director and Employee Share-based Payments

Options

In 2023, the Company, Coppermoly Limited, established an employee share option program that entitles directors, key management personnel and senior employees to purchase shares in the Company. Each option is exercisable to acquire one common share of the Company.

In the 2023 year, grants were offered to these groups of employees. In accordance with these programs, options are exercisable at the exercise price determined at the date of grant.

The terms and conditions of the employee share option grants made under the employee share option program and in existence at 31 December 2023 were as follows.

COPPERMOLY LIMITED & ITS CONTROLLED ENTITIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

NOTE 10: SHARE-BASED PAYMENTS (Continued)

Grant date	Entitlement	Number of instruments	Vesting conditions	Contractual life
01.12.2023	Directors	15,000,000	Immediately	Expire 30.11.2027
	Total employee share options	<u>15,000,000</u>		

All employee share options are exercisable at any time after the vesting date and before the expiry date to acquire one fully paid ordinary share.

The fair value of employee share options is measured at grant date and recognised as an expense over the period during which the key management personnel and senior employees become unconditionally entitled to the options. The fair value of the options granted is measured using Black-Scholes formulas, taking into account the terms and conditions upon which the options were granted. The amount recognised as an expense is adjusted to reflect the actual number of options that vest.

The fair value of employee share options has been calculated with the following inputs:

Grant date	Fair value at grant date	Share price	Exercise price	Expected volatility	Option life years	Expected dividends	Risk-free interest rate
01.12.2023	\$0.0081	\$0.012	\$0.015	100%	4.0	-	4.22%

**COPPERMOLY LIMITED & ITS CONTROLLED ENTITIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2023**

DIRECTORS' DECLARATION

In the directors' opinion:

- (a) the attached financial statements and notes set out on pages 13 to 22 are in accordance with the *Corporations Act 2001*, and:
 - (i) comply with Accounting Standard AASB 134 Interim Financial Reporting and the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
 - (ii) give a true and fair view of the consolidated entity's financial position as at 31 December 2023 and of its performance for the half-year ended on that date; and
- (b) there are reasonable grounds to believe that Coppermoly Limited will be able to pay its debts as and when they become due and payable.

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



Wanfu Huang

Director

Brisbane Qld

Dated: 5 March 2024

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Coppermoly Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Coppermoly Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2023, 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 half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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

- (i) Giving a true and fair view of the Group's financial position as at 31 December 2023 and of its financial performance for the half-year ended on that date; and
- (ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for conclusion

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

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

Material uncertainty relating to going concern

We draw attention to Note 1 in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our conclusion is not modified in respect of this matter.



Responsibility of the directors for the financial report

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

Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2023 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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

BDO Audit Pty Ltd

BDO

R J Liddell

R J Liddell

Director

Brisbane, 5 March 2024