



MinRex Resources Limited and its Controlled Entities

ABN 81 151 185 867

ANNUAL REPORT

For the Year Ended 30 June 2022

CONTENTS

PAGE NO

Corporate Directory	1
Directors' Report	2
Auditor's Independence Declaration	44
Consolidated Statement of Profit or Loss and Other Comprehensive Income	45
Consolidated Statement of Financial Position	46
Consolidated Statement of Changes in Equity	47
Consolidated Statement of Cash Flows	48
Notes to the Consolidated Financial Statements	49
Directors' Declaration	73
Independent Auditor's Report	74
ASX Additional Information	79
Interest in Mining Tenements	81

CORPORATE DIRECTORY

DIRECTORS

Mr George Karageorge (Managing Director)
Mr James Bahen (Non-Executive Director)
Mr Pedro Kastellorizos (Non-Executive Director)
Mr Ian Shackleton (Non-Executive Director)

CHIEF EXECUTIVE OFFICER

Mr George Karageorge

COMPANY SECRETARY

Miss Aida Tabakovic

REGISTERED OFFICE

Level 11
216 St Georges Terrace
Perth WA 6000

Telephone: +61 8 9481 0389
Website: www.minrex.com.au

SHARE REGISTRY

Atomic Pty Ltd
Level 5, 191 St Georges Terrace
Perth WA 6000

Telephone: 1300 288 664 (Within Australia)
+61 2 9698 5414 (Outside Australia)

AUDITORS

PKF Perth
Level 5, 35 Havelock Street
West Perth WA 6005

LEGAL ADVISORS

Larri Legal Pty Ltd
97 Marmion Street
Fremantle WA 6160

STOCK EXCHANGE

Australian Securities Exchange Limited
ASX Code: MRR

The Directors present their report for MinRex Resources Limited and its wholly owned subsidiaries (“MinRex” or “the Company” or “the Group”) for the year ended 30 June 2022.

DIRECTORS

The following persons were Directors of MinRex during the financial year and up to the date of this report. Directors were in office for the entire period, unless otherwise stated:

Mr George Karageorge (*Managing Director & CEO*)

Appointment date	18 December 2020
Directorships of other ASX listed companies in last 3 years	Argent Minerals Ltd (since 27 October 2019)
Interest in securities	12,028,299 Ordinary Fully Paid Shares 875,000 Share Options 4,000,000 Performance Rights

Mr Karageorge is a geologist and is a rare, base and precious metal exploration expert with over 25 years’ experience in the mining sector. He has worked in senior technical and executive management roles for exploration and mining companies across the globe, including Western Mining Corporation, ASARCO, Anglo Gold Ashanti, Barrick Mines and Bluebird Battery Metals, and is best known for his role as founding geologist and first registered alternate mine manager of lithium producer, Pilbara Minerals Ltd (ASX: PLS). Mr Karageorge is a non-executive Director of Argent Minerals Ltd (ASX: ARD). Mr Karageorge transitioned from the role of Non-Executive Director to Managing Director / CEO on 16 March 2022.

Mr James Bahen (*Non-Executive Director*)

Appointment date	8 April 2020
Directorships of other ASX listed companies in last 3 years	UUV Aquabotix Ltd (since 23 October 2020) Victory Goldfields Limited (since 22 July 2021) Cosmos Exploration Limited (since 17 August 2021)
Interest in securities	17,500,000 Ordinary Fully Paid Shares 3,125,000 Share Options 3,000,000 Performance Rights

Mr Bahen is a Corporate Advisory Executive and Chartered Secretary who commenced his career in audit and assurance with a chartered accounting firm. He is currently a Company Secretary to a number of ASX listed companies. Mr Bahen is a member of the Governance Institute of Australia (GIA) and holds a Graduate Diploma of Applied Finance and a Bachelor of Commerce degree majoring in Accounting and Finance.

DIRECTORS (continued)
Mr Pedro Kastellorizos (*Non-Executive Director*)

Appointment date	16 March 2022
Directorships of other ASX listed companies in last 3 years	Argent Minerals Ltd (since 16 March 2022)
Interest in securities	3,000,000 Ordinary Fully Paid Shares 1,000,000 Share Options 4,000,000 Performance Rights

Mr. Kastellorizos was the founder of Genesis Resources Ltd (ASX: GES) and has held various board and management positions including with Eclipse Metals Ltd (ASX: EPM), Batavia Mining Ltd (ASX: BTM), Regency Mines plc, Tennant Creek Gold Ltd (ASX: TNG) and Thor Mining plc. Mr. Kastellorizos has played major roles in overseas project acquisitions, joint ventures, capital raisings and spear headed numerous successful joint ventures. Mr. Kastellorizos has a Bachelor of Science degree and is a Member of the Australasian Institute of Mining and Metallurgy. Mr Kastellorizos transitioned from the role of CEO to a Non-Executive Director of the Company on 16 March 2022.

Mr Ian Shackleton (*Non-Executive Director*)

Appointment date	6 May 2022
Directorships of other ASX listed companies in last 3 years	Nil
Interest in securities	300,000 Ordinary Fully Paid Shares

Mr Shackleton is the current Exploration Manager at MinRex and brings extensive experience managing exploration and mining projects encompassing roles throughout the asset life-cycle including exploration, resource delineation, mining and closure. Mr Shackleton was the ex-Global Lithium Resources Archer Deposit (hosting 10.1Mt @ 1.0% Li) founding geologist and has extensive experience in battery metals exploration in the Pilbara.

Mr James Pearse (*Non-Executive Director*)

Appointment date	30 June 2020
Resignation date	5 August 2022
Directorships of other ASX listed companies in last 3 years	Nil
Interest in securities	7,383,855 Ordinary Fully Paid Shares 416,667 Share Options 3,000,000 Performance Rights

Mr Pearse is a corporate lawyer with over 10 years' experience working for national, international and boutique law firms advising Australian businesses primarily in the mining, oil & gas and technology sectors. Mr Pearse holds Bachelor degrees in both Law and Commerce majoring in Finance.

DIRECTORS (continued)

Mr. Glenn Whiddon (*Non-Executive Director*)

Appointment date	5 June 2020
Resignation date	14 February 2022
Directorships of other ASX listed companies in last 3 years	-Calima Energy Limited (since 2 June 2015) -Auroch Minerals Limited (15 January 2013 to 31 October 2019) -Fraser Range Metals Group Ltd (3 March 2016 to 30 June 2019)
Interest in securities*	16,839,674 Ordinary Fully Paid Shares** 3,125,000 Share Options 5,000,000 Performance Rights

* Represents securities held as at the date of resignation.

** Glenn Whiddon has no relevant interest in the 1,926,412 shares held by Nautical Holdings WA Pty Ltd. Jane Whiddon is the controller of this entity. They are only included in this notice for good corporate governance purposes.

Mr. Whiddon has an extensive background in equity capital markets, banking and corporate advisory with a specific focus on natural resources. Mr. Whiddon holds a degree in Economics and has extensive corporate and management experience. He is currently Director of a number of Australian and international public listed companies in the resource sector.

COMPANY SECRETARY

Miss Aida Tabakovic

Miss Tabakovic is an accountant with over eleven years' experience in the accounting and financial reporting of listed and unlisted companies. Miss Tabakovic holds a Double Major Degree in Accounting and Finance and a Postgraduate Degree in Business Law. Miss Tabakovic provides services to a number of ASX listed and unlisted companies, specializing in financial accounting and corporate compliance. Miss Tabakovic has been involved in listing a number of junior exploration companies on the ASX.

PRINCIPAL ACTIVITY

The principal activity of the Company is mineral exploration with the present focus on its Lithium-Tin-Tantalum assets as well as its highly prospective portfolio of Gold-Copper projects in the Murchison and Pilbara Regions (WA) and Gold-Silver-Copper and other metals projects in the Lachlan Fold Belt (NSW).

RESULTS OF OPERATIONS

The Group's net loss attributable to the members of MinRex Resources Limited for the year ended 30 June 2022 was \$2,723,054 (2021: net loss \$1,055,832). The expenditure in the current year reflected an increase in exploration and evaluation spending, impairment losses on right-of-use asset and accounting for equity-based remuneration packages of the Group's Board, which were offset by a decrease in the marketing and promotional spending.

	2022	2021	% increase /
	\$	\$	(decrease)
Revenue – interest income only	4,475	67	6,579
Loss before tax	(2,723,054)	(1,055,832)	(158)
Loss after income tax – tax benefit not recognized	(2,723,054)	(1,055,832)	(158)
Loss per share (cents)	(0.38)	(0.27)	(41)

DIVIDENDS

No dividend was paid or declared by the Company in the year and up to the date of this report.

CORPORATE STRUCTURE

MinRex Resources Limited was incorporated in May 2011 and listed on the ASX on 7 November 2011. MinRex Resources Limited and its controlled entities (“MinRex” or “the Company” or “the Group”), namely East Pilbara Conglomerates Pty Ltd and SR (Sale Entity) Pty Ltd, which the Company acquired on 26 February 2018, Sofala Minerals Pty Ltd and MR Resources Pty Ltd, which the Company acquired on 3 December 2020, Moghul Mining Pty Ltd, which the Company acquired on 20 October 2021 and Odette Five Pty Ltd which the Company acquired on 21 February 2022, are incorporated and domiciled in Australia.

REVIEW OF OPERATIONS

Western Australia Battery Metals Overview

In December 2021, MinRex acquired over 890km² of granted exploration licences within a 30-70km radius of world-class Lithium and Tantalum deposits including Pilbara Minerals Limited (Pilgangoora), Mineral Resources (Wodgina) and Global Lithium Ltd (Archer). Lithium Projects included Sisters, Moolyella North, Shaw River, Coondina and Tambourah North.

During this period, the technical team conducted several aerial helicopter reconnaissance surveys and rock chip sampling programmes.

Western Australia Gold Overview

Within Western Australia, MinRex holds 5 gold projects, with four of the projects being 70% owned and located in the East Pilbara Region of WA, comprising of the Daltons Gold Project, the Marble Bar North Gold Project, the Marble Bar South Gold Project, and the Bamboo Creek Gold Project. Company’s fifth project, the Deflector Extended Gold Project is located at Gullewa, in the Murchison Region in Western Australia, which is 100% owned.

New South Wales Gold Overview

MinRex Resources Limited is an exploration company, listed on the Australian Securities Exchange, with its present focus being the exploration of gold and base metal projects in New South Wales and Western Australia. The Company currently holds 7 Exploration Licence, totalling 514 km² within the Lachlan Fold Belt in NSW approximately 250km north-west of Sydney. They include Mt Pleasant, Sofala and Sunny Corner Projects areas.

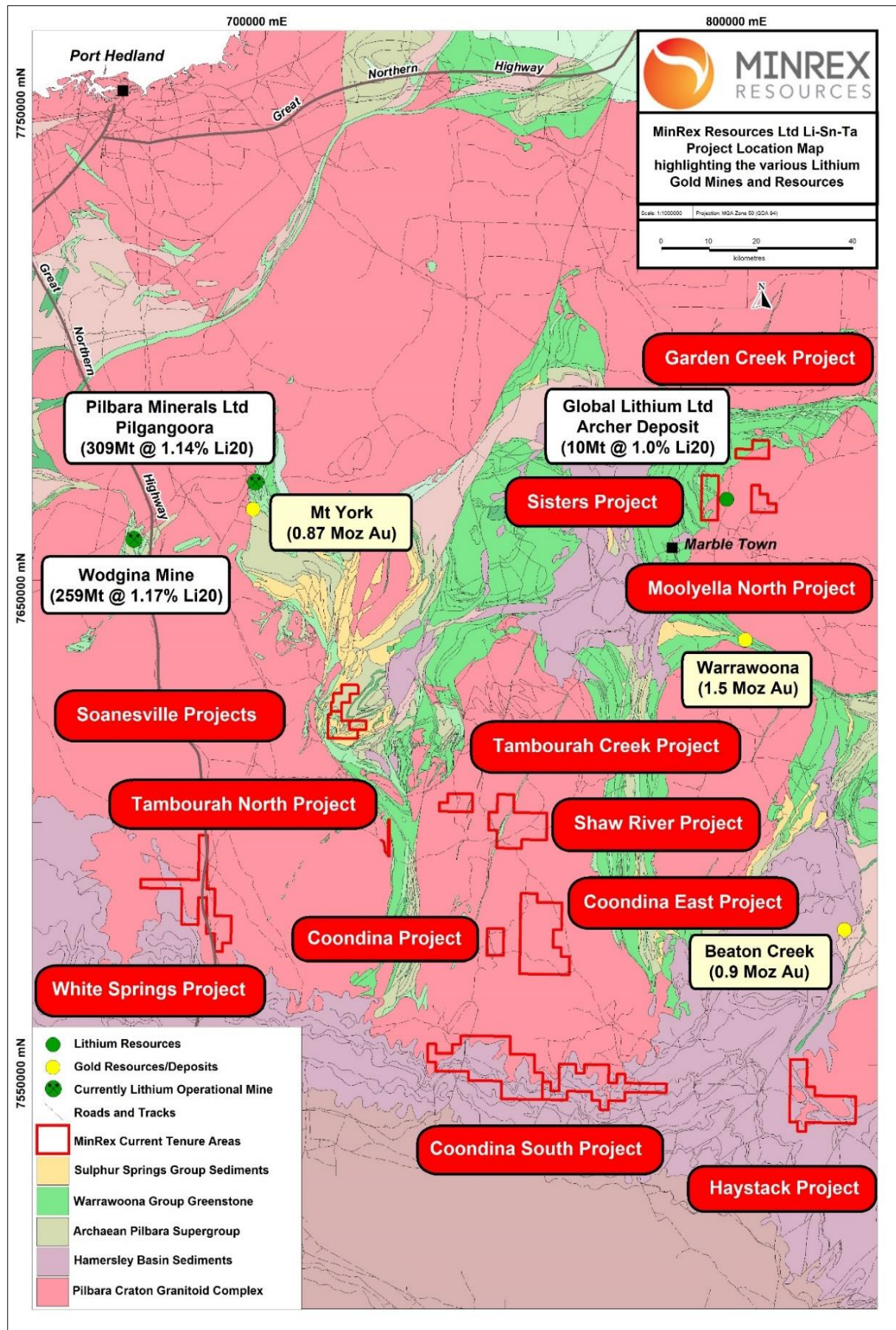


Figure 1 – MinRex Resources Project Location Map highlighting the proximity to known Lithium-Gold Resources and Operational Mines in the Pilbara



Figure 2 – MinRex Resources Project Gold Location Map within the east Pilbara

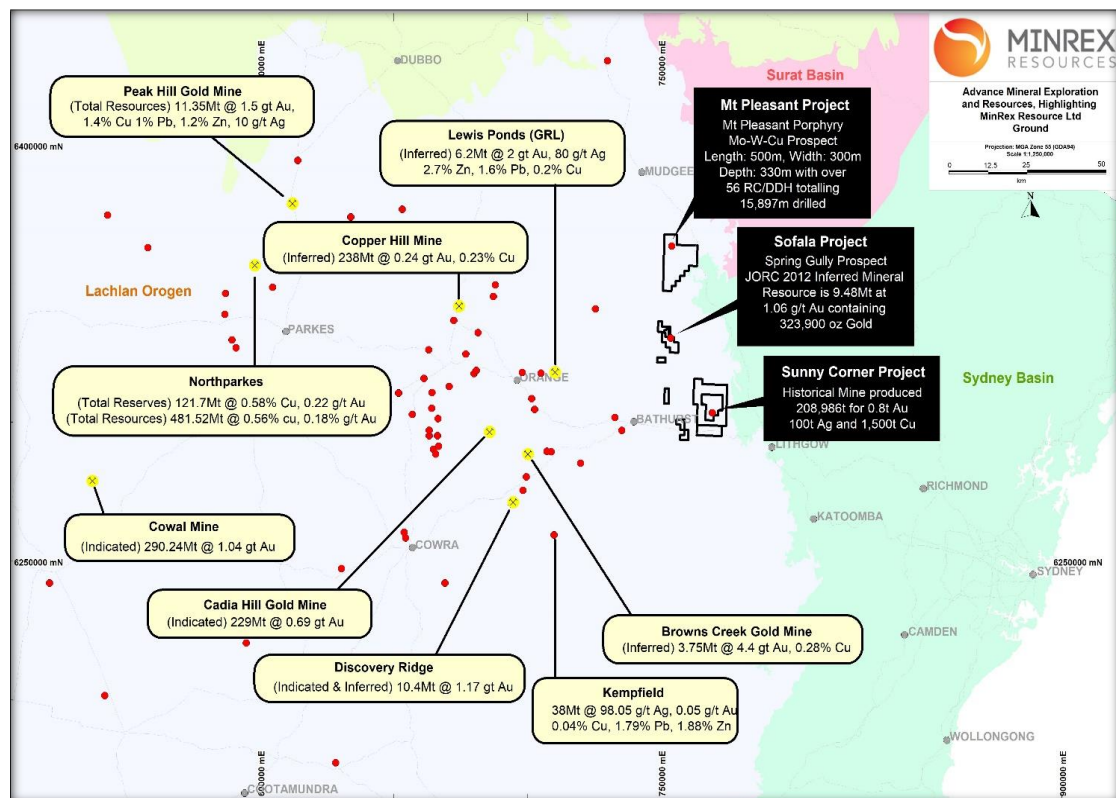


Figure 3 – MinRex Resources Project Location Map highlighting the proximity to known Polymetallic Resources and Operational Mines in the New England Fold Belt

Western Australia Battery Metal Projects

During the year, a project package comprising 15 exploration licences (total project area of 890km²) to all battery metals rights was secured by the MinRex. The projects vary in prospectivity based on known historical mining of tin and tantalum, recent high grade lithium rock chip samples, surface geochemistry and potassic linear features (potassic has the potential to delineating shallow pegmatites which might be hosting lithium-tin-tantalum-rare earth mineralisation).

Mable Bar Lithium Projects

The Sisters Lithium Project (part of the Marble Bar Lithium Projects) is situated 1.75km east of Global Lithium Ltd Archer Lithium Deposit which hosts 10.5Mt @ 1.0% Li₂O. The project hosts the same greenstone belt as the Archer Deposit.

The Garden Creek Lithium Project is situated 5.1km west of Global Lithium Ltd Archer Lithium Deposit which hosts 10.5Mt @ 1.0% Li₂O. The Project is hosted within the Moolyella Monzogranite which historically has yielded over 8,000t of alluvial tin concentrate due south of the current tenure area. Approximately 141 tonnes of tantalite ((Fe, Mn) Ta₂O₆) ore and concentrates were also recovered in these operations, confirming the presence of tantalum in the area. In 2011 Lithex Resources conducted the first exploration for lithium on the licence while exploring for tin. Lithex identified lithium-bearing pegmatites in outcrop at Pegmatite Gully and Eluvial Gully with the two highest lithium concentrations of 1.25% and 1.06% Li₂O within the Moolyella Alluvial Field. These Projects display similar extensive linear potassic responses as the Archer Lithium Deposit – potassic zones as per Figure 3 could be outlining pegmatite hosted lithium mineralisation.

The projects are in close proximity and share similar geology to Archer Lithium Deposit owned by Global Lithium Resources (ASX:GL1). They are located west of the historic Moolyella Tin Field and proximal to the historic Talga Talga Gold Field. The geology includes Callina Supersuite and Bishop Creek Monzogranite intruding sediments and ultramafic rocks.

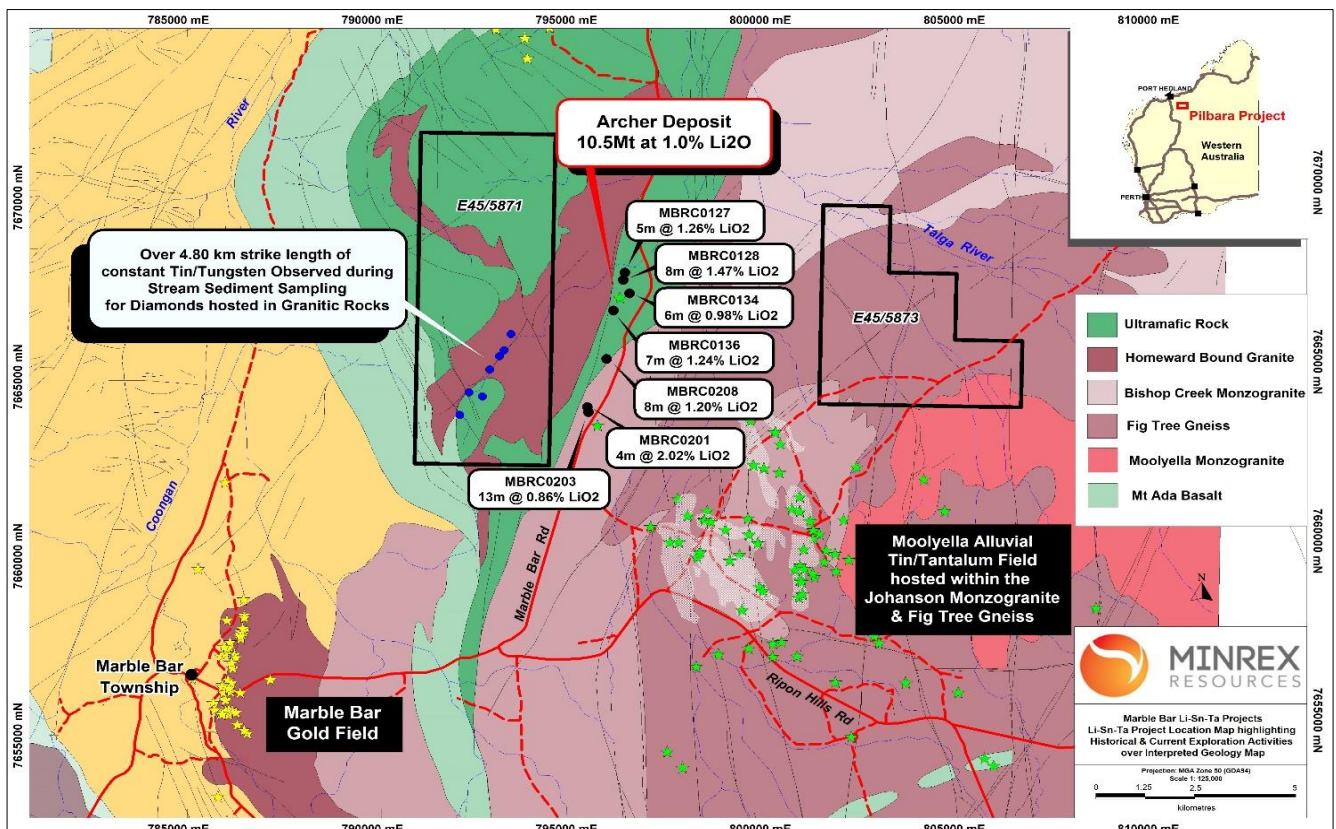


Figure 4 – Geology Location map highlighting recent high grade lithium drill holes proximal to E45/5871 and E45/5873

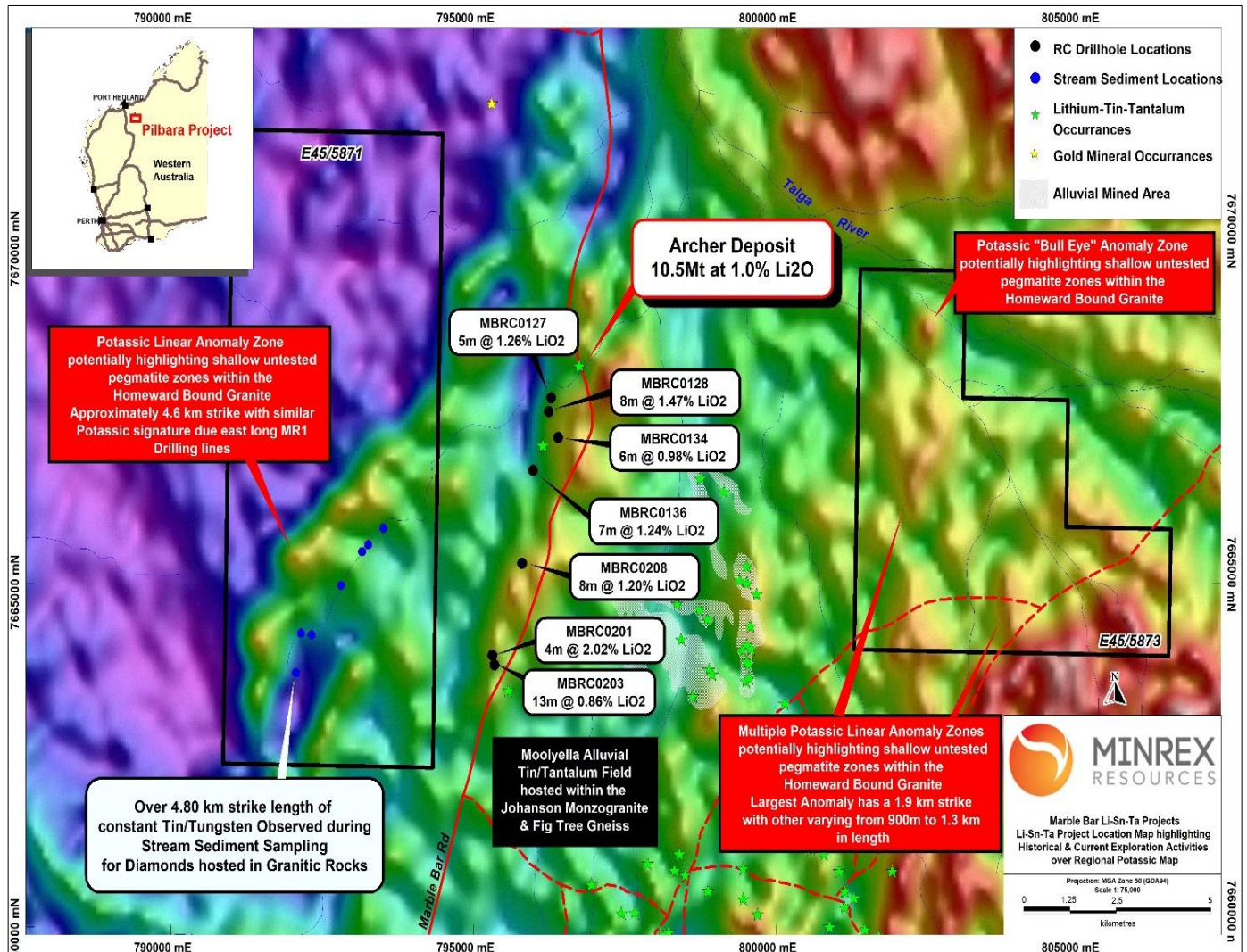


Figure 5 – Regional Geophysical Potassic Image highlighting similar responses over the Archer Lithium mineralised trend and potential untested zones within E45/5871 and E45/5873

Tambourah North Lithium Project

Tambourah is located approximately 200 km south southeast of Port Hedland and 80km southwest of Marble Bar within the Pilbara Mineral Field. Access is via the Great Northern Highway or the Marble Bar – Port Hedland Road and the connecting Woodstock – Hillside Road. In 2013 Altura Mining Limited identified outcropping lithium mineralisation hosted within pegmatites.

Initial investigation of the licence for rare metal mineralisation suggests that lithium is present as lepidolite in pegmatites located along the granite-greenstone margin. The dykes are up to 1 km in strike and 100 meters width and trend east-west across the dominant structural trend at Tambourah.

During the reconnaissance, a series of stacked pegmatites hosting spodumene striking 330° over 1 km with approximately 50m in width were located within the greenstone belt. Spodumene rich pegmatites were identified in the northern portion of the tenement within the Apex Basalt greenstone belt. In conjunction, acicular-lepidolite-albite-muscovite rich pegmatites were located on the contact zone between the Petroglyph Gneiss (granite lithology) and Apex Basalt greenstone belt in the southern area.

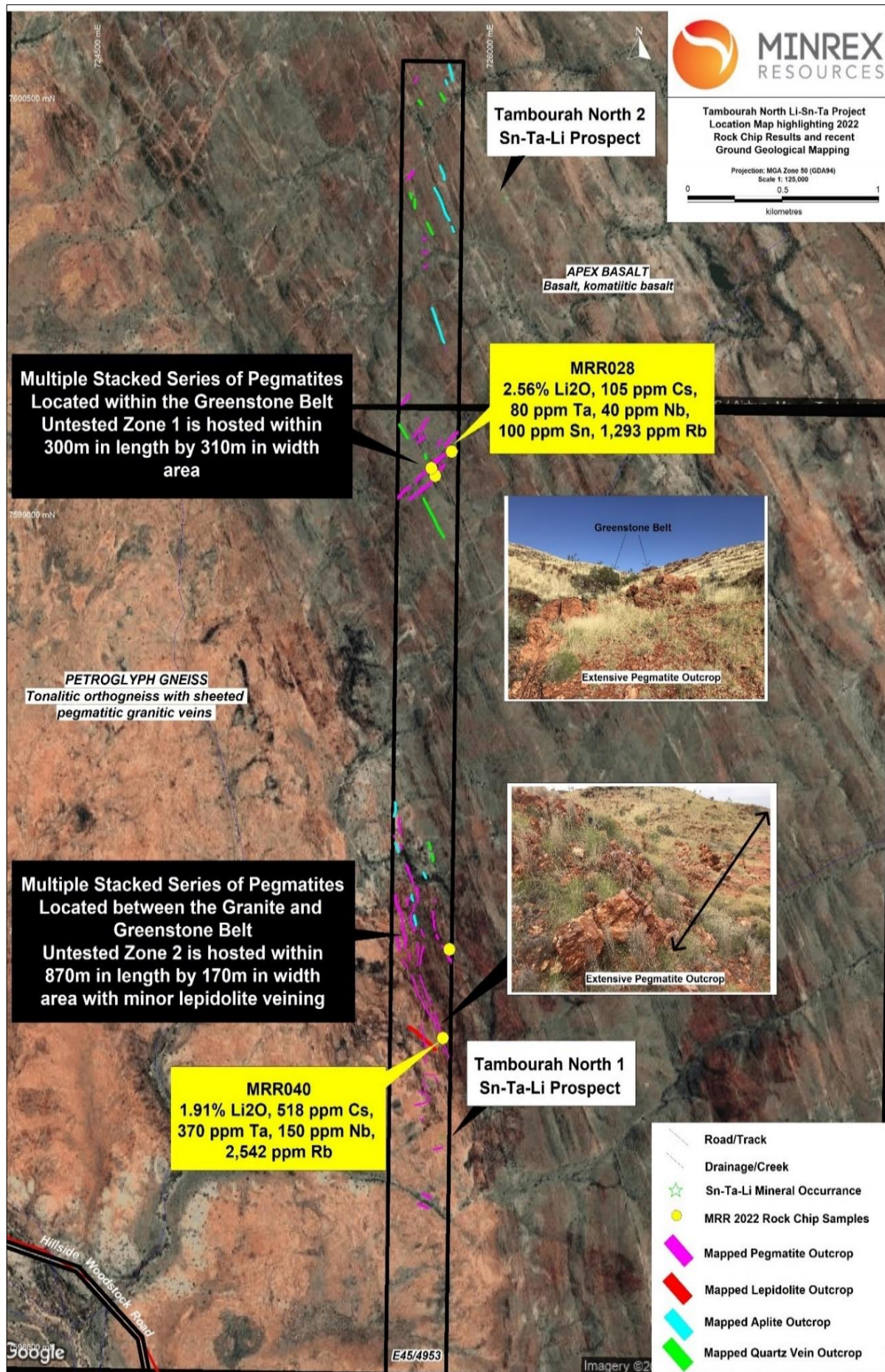


Figure 6 – Tambourah North Project highlighting the recent identification of Pegmatites

During the ground mapping/reconnaissance survey, new and larger pegmatites hosting visible Spodumene and Lepidolite were delineated. Three distinct zones were identified as per below

1. The Central-Northern Zone Pegmatite (**MRR028 2.56% Li₂O, 1.19% Li**) covers an area of 300m in length by 310m in width and comprises series of stacked pegmatites hosted with the Greenstone Belt within untested drill target zone.
2. Central-Northern Zone geological mapping shows main pegmatites striking 45° cutting the Apex Basalt, varying from 50m to 280m in length and up to 30m in width in some zones, with spodumene mineralisation confirmed from rock chip sampling.
3. Southern Zone Pegmatite (**MRR040 1.91% Li₂O, 0.89% Li**) covers an area of 870m in length by 170m in width and comprises stacked pegmatites hosted with the Granite-Greenstone Belt within untested drill target zone. The geological mapping shows multiple stacked sheeted pegmatites (following orientation of the granite-greenstone contact), ranging from 40m to 250m in length and up to 15m wide, with visual lepidolite veins cross-cutting main pegmatites (Refer to Figure 6).

Shaw River Project

The Shaw River Project is part of the Shaw River Tin Field. The tin field are located within the Shaw Batholith, a complex structural dome comprising multiple granitoid intrusions. Associated with the younger granitoids are swarms of fractionated pegmatite and pegmatite-aplite sills. The pegmatites are quartz-K-feldspar rich, with albite, muscovite/biotite, and accessory spessartine, cassiterite, zinnwaldite, lepidolite, fluorite, tantalite, green muscovite and magnetite. They are the source for widespread alluvial and eluvial cassiterite-tantalite concentrations

Up until 1975, the Shaw River tin field produced 6,585t of tin and 548t of tantalite concentrates (containing 20.2t of Ta₂O₅), with the greatest production from alluvial placer deposits. Historical heavy stream sediment sampling has outlined very high-grade Sn-Ta mineralised zones (up to **42.2% tin and 3.41% tantalum**) within extensive pegmatite occurrences. The pegmatites are the sole primary source of the tin and tantalum mineralisation.

The rock chip assays results highlighted very encouraging indicators for LCT pegmatite based on anomalous Lithium (up to 120 ppm), Rubidium (high of 710 ppm Rb), Caesium (up to 46 ppm) and Tin (max 120 ppm Sn) assay results. Further detailed ground geochemical surveys will be undertaken then followed up by RC drilling.

In May 2022, the first field mapping reconnaissance programme outlined extensive pegmatites dykes in the north-eastern portion of current tenure area proximal to the Old Shaw/Shaw River Tin and Crown Lands and Sundry Claims Tin mines. These pegmatites vary from 40m to 210m in length striking north-western direction. These stacked pegmatites are striking within a zone approximately of 1,000m in length.

Most of the pegmatites in the field are concealed by alluvial material with numerous pegmatites identified in the drainage and creeks cuttings. Further announcements over both Project areas will be released to the market once all the technical data has been collected from the field and interpreted by MinRex Geologists.

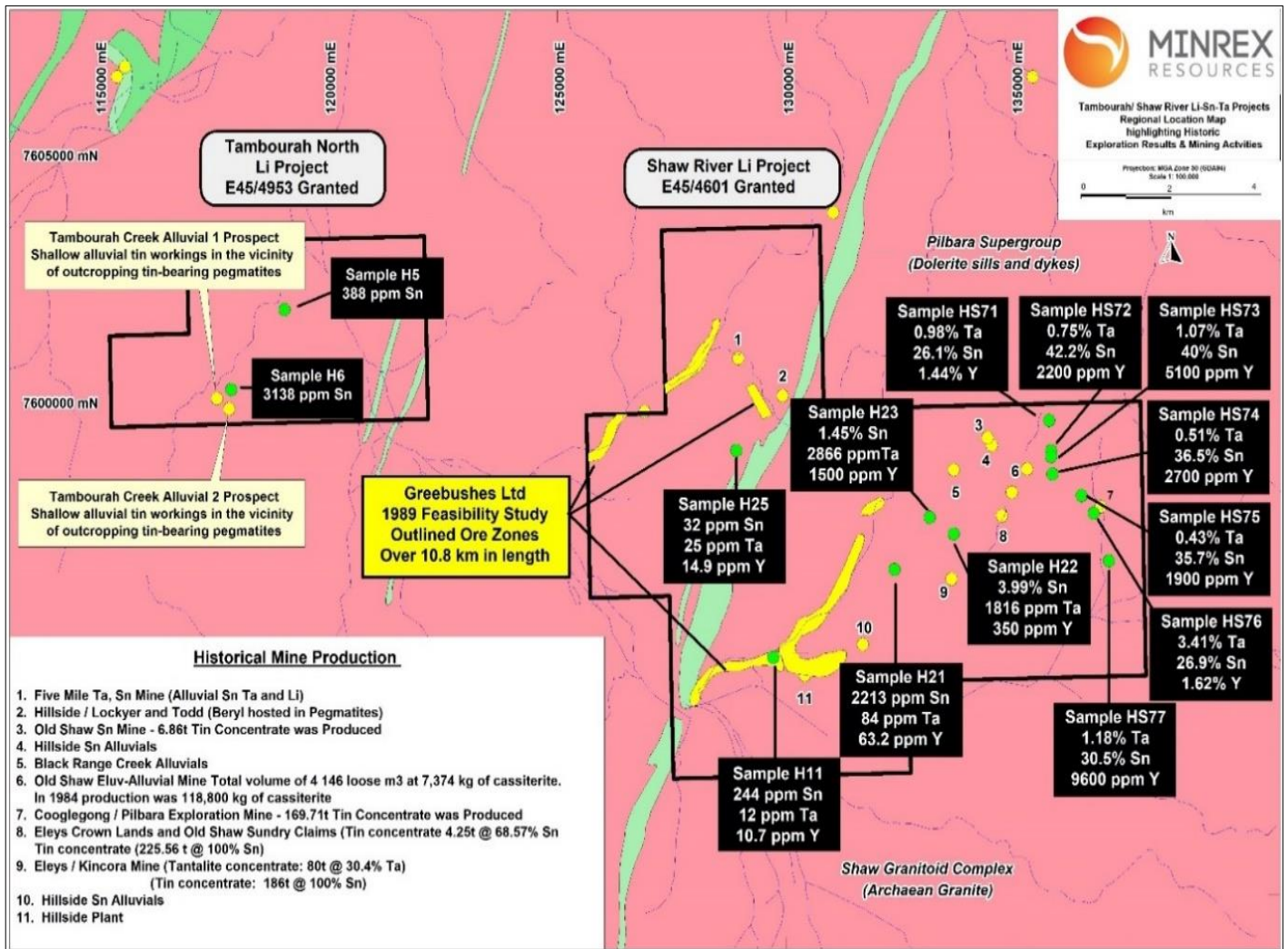


Figure 7 – Tambourah Creek/Shaw River Historical Exploration Results with Mining Production Statistics over E45/4601

Coondina Project

The Coondina Project (E45/4266) contains an abundant of late-stage pegmatites swarms which principally host the tin/tantalum mineralisation. Historically, 1,770.71t of tin concentrate and 84.33t of tantalite concentration was produced on site. No lithium exploration conducted over these pegmatites.

The Coondina Project has a several historic non-JORC Tin/Tantalum mineral resources located on the tenement. A feasibility study of the historic resource was completed by Greenbushes Tin Ltd in 1987 over the current tenure of Coondina and the surrounding other historical tin/tantalum areas. The area was determined to be tin rich with considerable scope for increasing the historic mineral reserve with further drilling.

No sampling for lithium has been conducted. Recent sampling indicates LCT pegmatites within the area based on the strongly anomalous niobium, tin, rubidium and caesium.

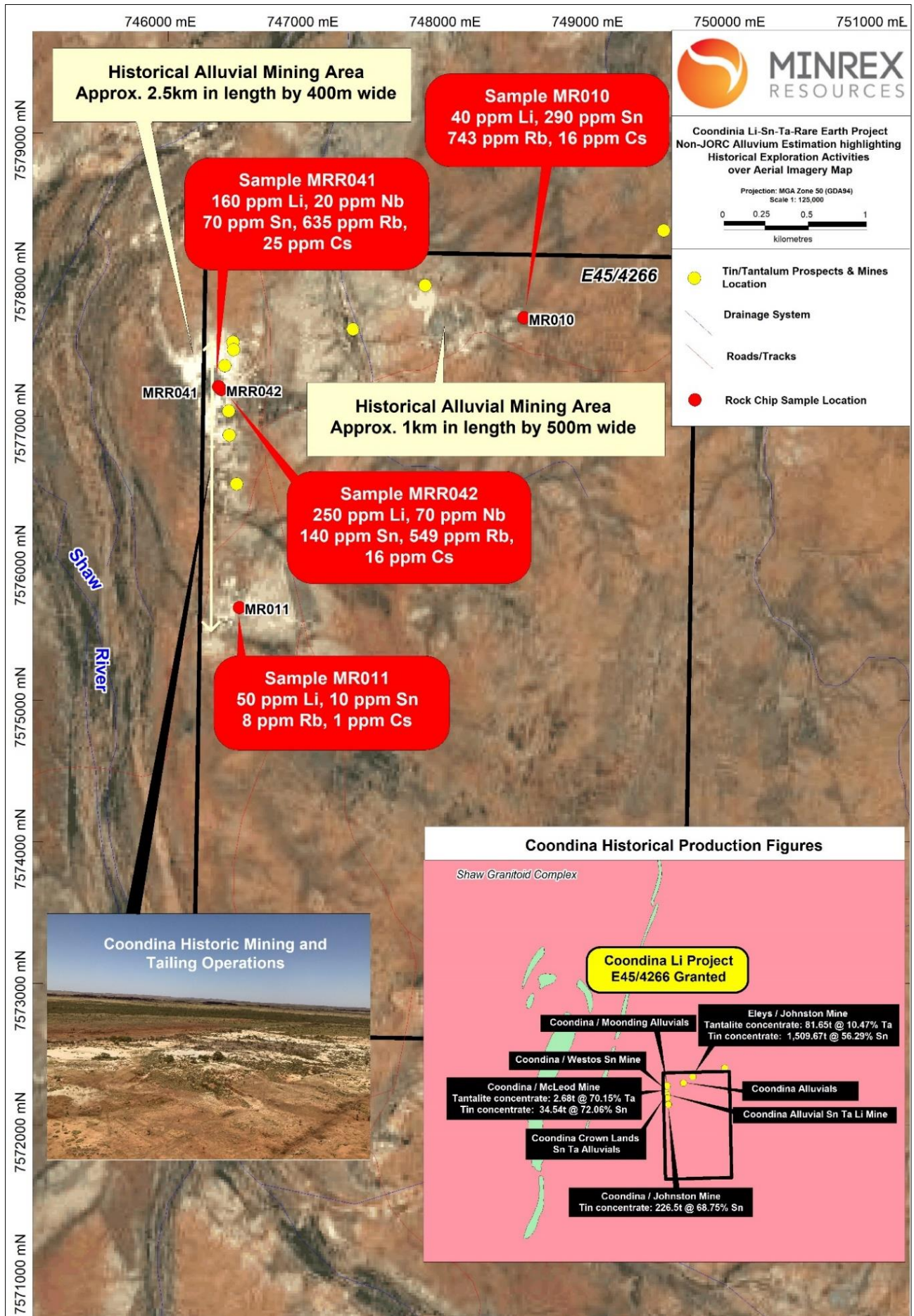


Figure 8 – Coondina Lithium Project Location Map highlighting the recent rock chip sample locations

Haystack Well Lithium Project Area

The tenement is located 170km north of Newman, and 35km south of Nullagine, accessed via Marble Bar Rd. The project includes historic tantalum alluvial workings (MINEDEX registration S0029250) - a strong indicator of localised LCT pegmatites. Within the central portion of the tenement, pegmatite hosting microcline-muscovite-altered green micas was located within a granite greisen.

The Twin Wells Alluvial Prospect showed strong extensive stacked swarms pegmatites striking within a southerly direction over 650 metres. Several rock chip samples were collected from the pegmatites for assaying. Samples over the historic Twin Wells alluvial tailings have also been sampled for assaying.

Based on the soil and most recent rock chip sampling, there is evidence of granite fractionation based on the enrichment of pathfinder elements such as 23 ppm Ta, 14 ppm Be, 45 ppm Nb and 50 ppm Cs within soils. Rock chip sample MRR029 and MRR030 yielded 40 ppm Ta, 90 -150 ppm Li, 20 ppm Sn, 1,257 - 2,355 ppm Rb with 45 - 597 ppm Cs. The trace elements analysis indicates that the granite is zoned anomalous in tin-beryllium-niobium grading to lithium and caesium in the surrounding zone - a typical zonation pattern for lithium pegmatites (Refer to Figure 9).

The two lithium anomalies are greater than 1.5km long are situated in the pegmatitic aureole surrounding the granite and are open in all directions and follows the Goldilocks Zone perfectly. There is over 40km of Goldilocks zone untested by surface geochemistry and drilling.

The soil anomalies equate to ~2.9km of contact strike-length, yet the remaining ~20km of granite aureole zone is yet to be adequately sampled.

Approval for Program of Works (PoW) for Ground Disturbance

During the month of May 2022, the Department of Mines, Industry and Safety, Resource and Environmental Compliance Division has issued 5 PoW approvals over Coondina, Haystack Well, Tambourah North, Coondina South and Shaw River Lithium-Tin-Tantalum Projects. The approvals are restricted to the use of ground disturbing equipment to be undertaken across all drilling activities over each project area.

Drilling Contract and FORACO Australia

A long-term contract has been signed with highly experienced and accomplished drillers Foraco Australia Pty Ltd. Foraco will mobilize a KWL 700 Reverse circulation drill rig in late June 2022.

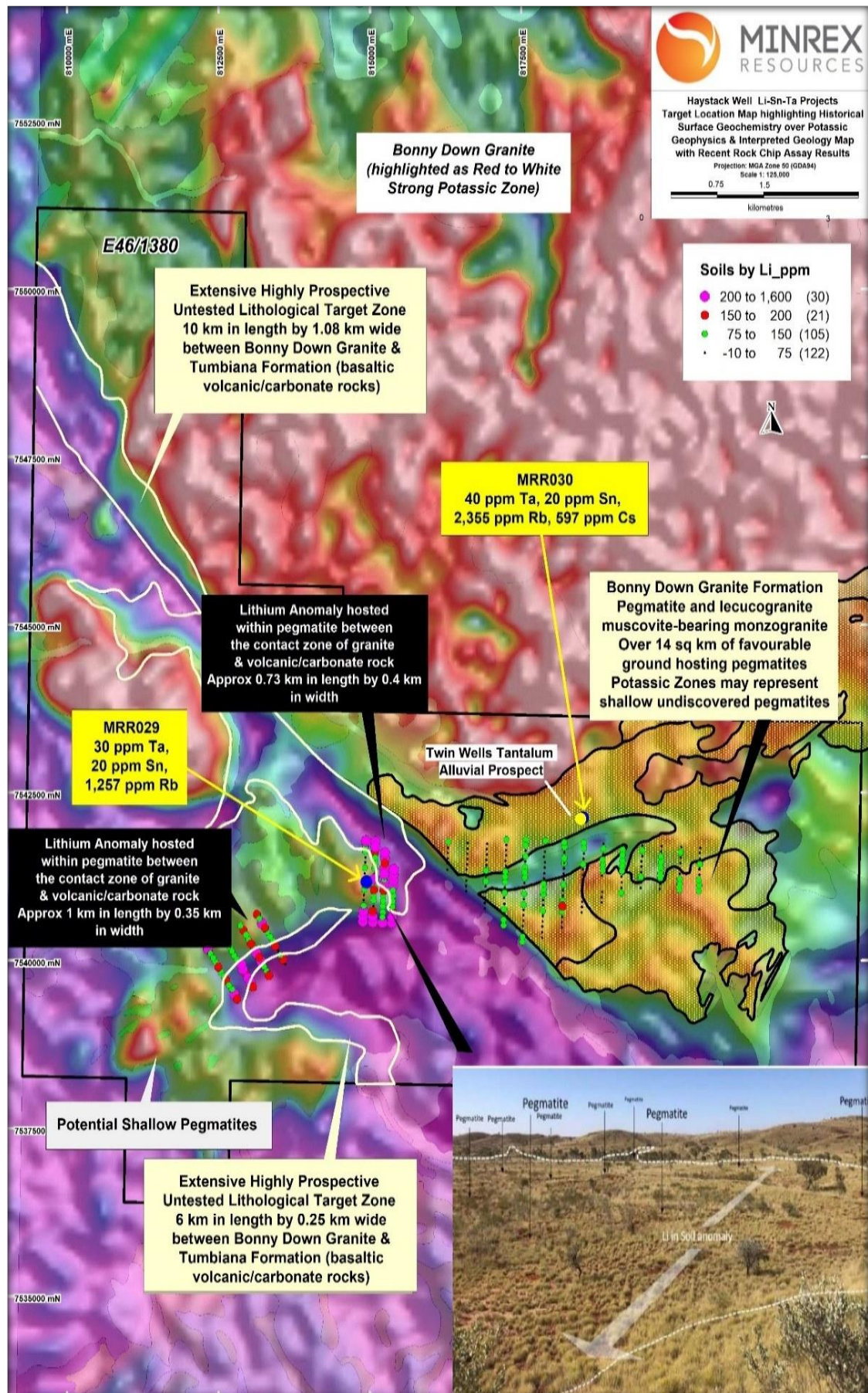
Foraco will assist the Company with support vehicles and caravans' fast-tracking drilling over the Coondina, Tambourah North and Shaw River Pegmatites in late June. The second Foraco Rig and crew will mobilize in July preparing for drilling programs at the Marble Bar tenements on the grant of tenements.

The 12-month initial term is expected to deliver 15,000 meters of drilling on first pass programs and a further 10,000 meters of drilling in the later part of 2022, with drilling recommencing in February 2023.

The Company will contract a further KWL 700 in August if required adding valuable drill meters across a wider scope of discoverable project areas.

Nyamal Heritage Agreement

The Company is pleased to have Nyamal Aboriginal Corporation RNTBC, acting on behalf of the Nyamal traditional owners over the Sisters, Moolyella North and Garden Creek Projects, sign a Heritage Agreement with MinRex subsidiary, Odette Five Pty Ltd, and current tenement owners True Fella Pty Ltd. The Heritage survey is currently booked to take place during the first week of June 2022 to progress towards signing off on ground disturbance in approved drilling areas.



Western Australia Gold Project

The Daltons Project area (E45/4681) contains rocks of the Archean Warrawoona Group Greenstones, of the East Pilbara Terrane of Western Australia. Deposits of gold-copper mineralisation occur in north-northwest-striking, primary quartz-sulphide veins in a shear zone at the Daltons Creek Mining Centre, which has been mined in the past.

From 1987 until 2020, Gold Partners NL, Clara Resources Pty Ltd, Mallina Exploration Pty Ltd, Sorrento Resources Pty Limited completed soil, rock chip sampling and RC drilling programmed along the Daltons Line of historic mine workings on the northern eastern portion of the current tenure area are considered poorly tested.

The old gold workings at the Daltons Mining Centre are located along a north-northwest-trending line of quartz and quartz-carbonate veins which have intruded the foliation of mafic greenstone schist and associated alteration zones, in Meta basalt, high-Mg basalt, dolerite and other mafic and ultramafic rock types of the Archean Warrawoona Group Greenstones.

The Daltons gold workings can be traced for about **1,500m strike length**, with the main quartz lode marked by workings for about 700m with the maximum width of up to 10m and the strike of 340-350°. Recorded production of gold was 5.543 kg from 409.5t of ore, for an average grade of 13.5 g/t Au. The quartz reefs are principally parallel with the schistosity, within the greenstones. There are several shafts, two of which extends to depths of over 20m, an inclined adit and some open stoping. There were copper minerals as well as gold in the workings.

The lease area is large and holds the remains of an old battery, with old tracks that provide access to most of the workings. The mineralisation occurs as gold-copper in quartz veins with the highest copper content (shown by green malachite and red cuprite minerals in the quartz) being associated with the highest gold grades.

The main workings include (from north to south): Dalton No 1 Shaft, Dalton No 2 Shaft, McLeod's Reward (gold + copper), Daltons, Corona, Thomas and Eclipse. The main quartz lode can be traced over a strike length of 700 metres and has a maximum outcrop width of 10 metres. Anomalous copper, visible in the shape of green malachite, is commonly associated with the gold mineralisation. Two shafts have been sunk to depths of about 22 metres and some of the gold deposit has been extracted by small open cut mining.

In late 1987, Gold Partners completed 26 RC drill holes for 780m of drilling, 9 holes had assays greater than 1 g/t Au, in zones up to 8m wide of over 0.5 g/t Au. The best results were in Drill Hole DRC-5, 10, 16 and 19 at Shaft 2 and Shaft 3 (McLeod's Reward). The gold is associated with quartz veining. The significant gold assay results are presented in Table 1.

Table 1 – Significant Gold Intersection from 1987 RC Drilling Program (cut-off grade >0.5 g/t Au)

Hole No.	North	East	Angle	Azimuth (Mag)	Depth	From	To	Metres	Grade (g/t) Au
DRC-1	4050	5080	60	165	42	4	7	3	0.71
DRC-5	5407	5080	60	255	47	14	16	2	2.13
DRC-7	3560	5063	60	255	22	6	8	2	0.58
DRC-10	5426	5088	60	255	22	2	5	3	2.86
DRC-11	5426	5088	60	255	34	0	2	2	0.71
DRC-16	5640	5043	60	255	30	9	11	2	3.13
DRC-19	5697	5033	60	75	22	6	8	2	2.45
DRC-23	5800	4995	60	255	29	6	9	3	0.85
DRC-24	5818	5000	60	255	30	15	21	6	0.81
DRC-25	5834	5004	60	255	30	13	21	8	0.78
DRC-25	5834	5004	60	255	30	22	25	3	0.64

In 2020, new aeromagnetic survey data was used to complete a first pass interpretation over the project. The current gold discoveries appear to be confined to a zone proximal to a NS fault/shear (South Daltons Fault?) that trends closer to the eastern survey boundary. The tenement is reportedly prospective for gold-copper mineralisation associated with quartz reefs. Base and precious metal targeting is limited to favorable structural intercepts. The 15 target areas selected outlines are provided on Figure 11 and are summarized in Table 2.

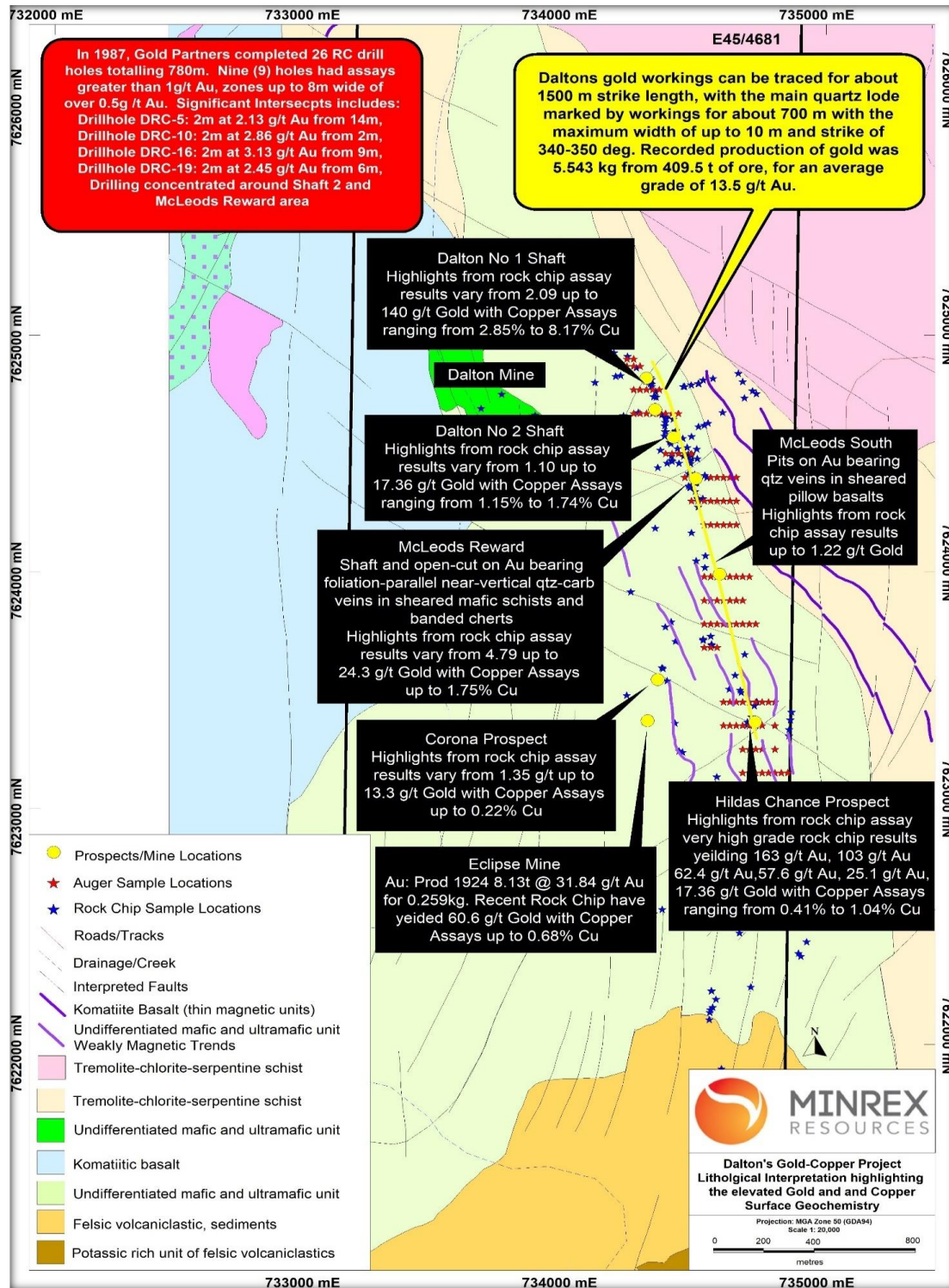


Figure 10 – Location Map showing Interpreted Lithological Units with the Locations of the Surface Geochemistry and RC Drilling Results

Table 2 – Priority Targets Requiring Ground Reconnaissance

Targets	Priority	Easting	Northing	Comments
1	Moderate	734024	7625834	NW faults crossing major NNW shear
2	Moderate	734364	7625015	Possible dilatant zone caused by cross-cutting faults
3	Moderate-High	734214	7624654	Localised flexure in NE fault
Targets	Priority	Easting	Northing	Comments
4	Moderate-High	734086	7624538	Intersecting NS-NE fault trends
5	Moderate-High	734111	7624235	Intersecting NS-NE fault trends
6	Moderate	734049	7624017	NS fault intersected by SE fault
7	Moderate	733999	7623783	NS fault intersected by SE fault
8	Moderate-High	734618	7623743	Possible dilatant fractures related to SE fault
9	High	734621	7623243	Possible dilatant fractures related to SW fault
10	High	734483	7623141	Possible dilatant fractures related to SW fault
11	High	734676	7623073	Possible dilatant fractures related to SW fault
12	High	734686	7622992	Possible dilatant fractures related to SW fault
13	Moderate-High	734063	7622980	A series of parallel shearing offsets related to NS faults
14	Moderate	733854	7622996	Complex intersection of multiple faults
15	Moderate-High	733852	7622489	Minor offset in NS fault at intersection of NE fault

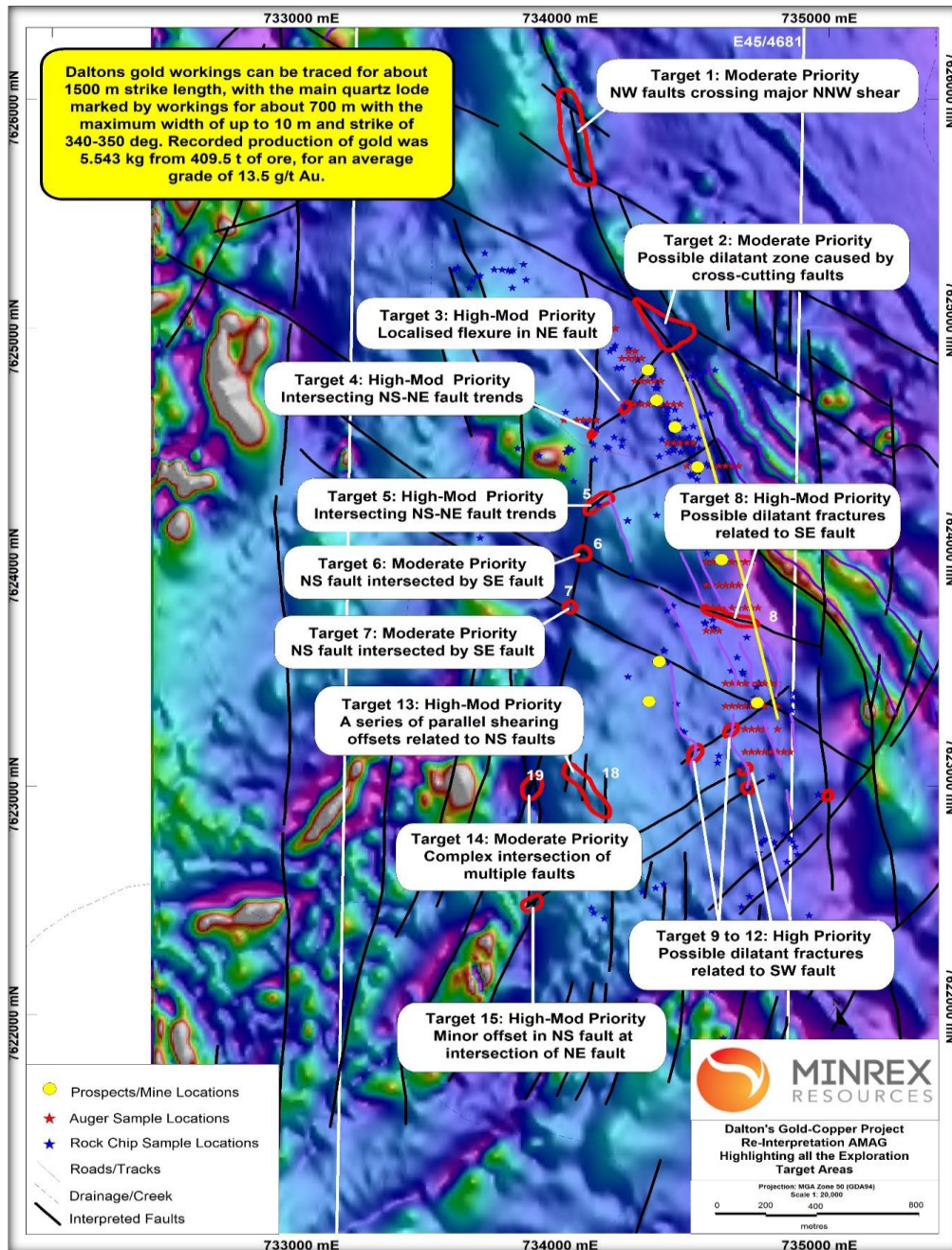


Figure 11 – Dalton's Project area highlighting the 15 geophysical targets defined from AMAG survey

New South Wales Summary

The Company's primary focus was drilling the Queenslander and Wiles Gold Prospect areas. The first pass RC drill campaign was completed over the Queenslander Gold Prospect totalling 7 RC holes for 686m. The drill programme was designed to test the historical high-grade targets within a broad gold mineralisation structural corridor defined by coincident historical gold. Drill results included 10m @ 4.74g/t Au from 69m (inc 7m @ 6.59g/t Au from 72m & inc 3m @ 11.86g/t Au from 73m - MQRC 2), 4m @ 3.51g/t Au from 64m (MQRC 6) and 23m @ 5.08g/t Au from 64m (MQRC 7)

A fourteen (14) RC hole, 794m drilling campaign completed over the Wiles Gold Prospect with the aim of following up exceptional soil sample and recent shallow RC drill results, which included gold assays of 10.6 g/t Au, 9.26 g/t Au and 4.28 g/t Au and RC drilling intersections of **9m @ 2.43g/t Au** from 17m (WFRC005) and **2m @ 2.97g/t Au** from 6m (WFRC004).

Further work undertaken over the Sofala Project included the re-interpretation ground IP survey over Spring Gully Gold Deposit which delineated significant new targets areas. The Spring Gully prospect is located near the town of Sofala 35km north of Bathurst NSW, Figure 4. The prospect contains a resource of **9.48Mt at 1.06g/t Au containing 323,900 oz gold**. Based on the successful delineation of a defined chargeable response from the known gold mineralisation at Spring Gully, MinRex will complete 5 RC holes, totalling 650m to test the Western, Central and Eastern IP anomalies during the course of 2022.

The first detailed high-resolution magnetic/radiometric interpretation over Mt Pleasant Project was completed. The airborne data was previously not within the public domain. This has allowed MinRex Resource as one of the first exploration companies to utilise the results for the first time. The Project is hosted within the world class polymetallic mining province of the Lachlan Fold Belt, NSW. The project has been considered prospective and explored for different style of mineralisation which include structurally controlled, disseminated or vein-controlled gold, gold-antimony, and gold-copper deposits associated with volcanic and intrusive porphyry and epithermal regimes.

An initial assessment and interpretation by Core Geophysics of the high-resolution magnetics has defined anomalies, trends and structures which appear to control the mineralisation within the project, showing close correlation to historical workings and deposits at Mt Pleasant and Glasscock. Local evidence and various styles mineralisation were delineated proximal to the project. These include the Fosterville Style gold associated with disseminated sulphides and As/Sb, which is prevalent near the project (Edwards Au/Sb Workings), Slate Belt quartz vein hosted similar to Hill End Gold Mine to the west of the project, intrusion related stockwork mineralisation e.g., Mt Pleasant and possible skarn mineralisation associated with the Aaron Pass Granite.

Based on the 3-D modelling completed from the historical drilling, the molybdenum-tungsten-copper mineralisation is 1,105m in length, 700m in width by 540 vertical metres in depth. Drillhole mineralisation hosting molybdenum vary from 9m to 213.3m in vertical depth.

Sofala Gold Project

The Sofala Gold Project is located 250 km north-west of Sydney near the town of Sofala in the central western region of New South Wales, located in the world class province of the Lachlan Fold Belt. The Sofala Gold Project is considered prospective for gold mineralisation and contains considerable historical surface and hard rock gold workings (Refer to Figure 12).

MinRex holds farm-in rights over two exploration licences (EL7974 and EL7423) to earn up to an 80% interest in those licences, which are in a historical gold mining region with mining activities dating back to 1851. The area contains 10 historical mines and 16 artisanal workings and covers 18 units (~41km²) across the two licences.

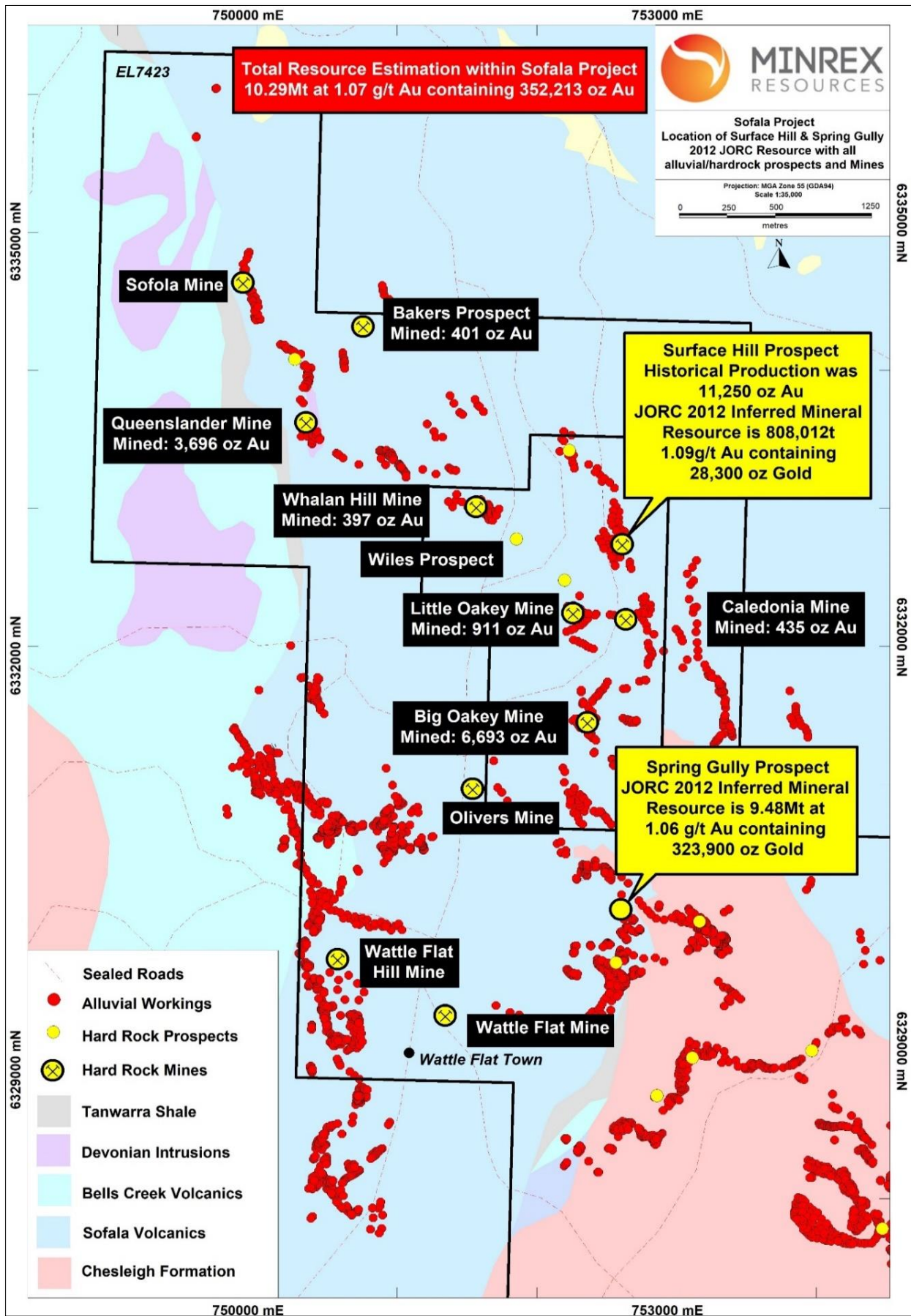


Figure 12 – Sofala Gold Project Highlighting all Surface and Hard Rock Mined Areas

Spring Gully Project IP Survey

The Spring Gully prospect is located near the town of Sofala 35km north of Bathurst NSW, Figure 12. The prospect contains a resource of **9.48Mt at 1.06g/t Au** containing **323,900 oz gold** (Figure 12). The resource has mainly been defined from shallow drilling and remains open along strike and at depth. The mineralisation is commonly associated with quartz-carbonate-pyrite-arsenopyrite veins which can provide measurable geophysical responses. Two historic induced polarisation (“IP”) traverses conducted by previous explorers at Spring Gully, one by RGC in 1994 and Altius in 2013.

The 2013 IP inversion results show three main anomalous areas of resistivity and chargeability. These have been simply called Eastern, Central and Western zones and are displayed along with interpreted structures and drilling coloured to gold grade in Figure 13.

The Western zone is dominated by a strongly chargeable flat lying chargeability anomaly semi coincident with elevated resistivity centred at 752250E. It appears to be fault bounded to the east and west as interpreted from the resistivity. It is situated within the Sofala Volcanics and correlates to a discrete magnetic response which may be contributing to the measured chargeability. SGRC066 is the closest drill hole located 50m to the east, which intersected **14m @ 1.41 from 26m** depth. The anomaly is untested by drilling.

The Central zone comprises a strong chargeability anomaly and is centred on 7525620E. The top of the chargeability anomaly closely corresponds to the known mineralisation at Spring Gully. A resistive anomaly located 100m to the west from the chargeability centred at 752230E may represent a quartz rich feeder zone or stock. It also is untested by drilling on this section.

The Eastern zone is characterised by a broader semi coincident region of elevated chargeability and lower resistivity. This may represent a sulphide rich package within the Chesleigh Formation. Previous drilling (SGRG059+060) has tested the resistivity response and intersected weak gold mineralisation up to 0.2g/t. The chargeable feature has not been effectively drilled tested.

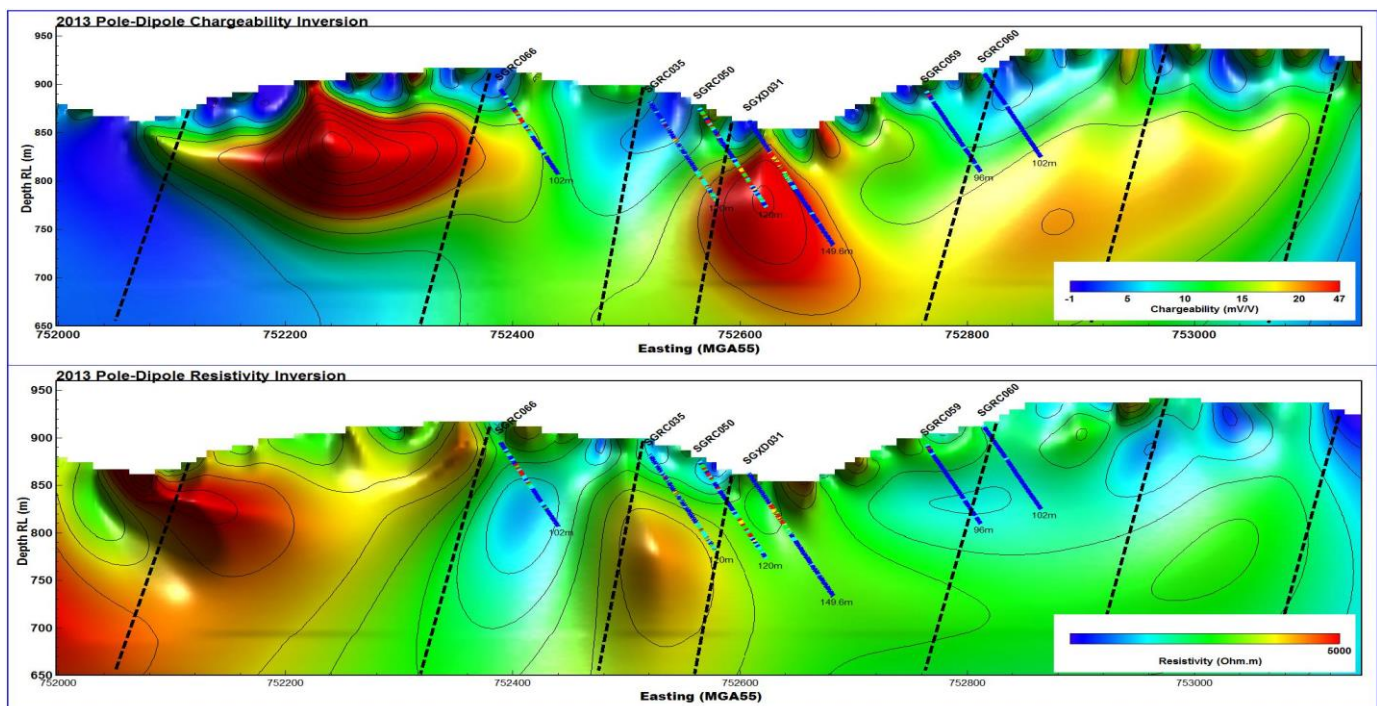


Figure 13 – 2013 IP Traverse Anomalies with Historical Drilling (dash black lines are structures)

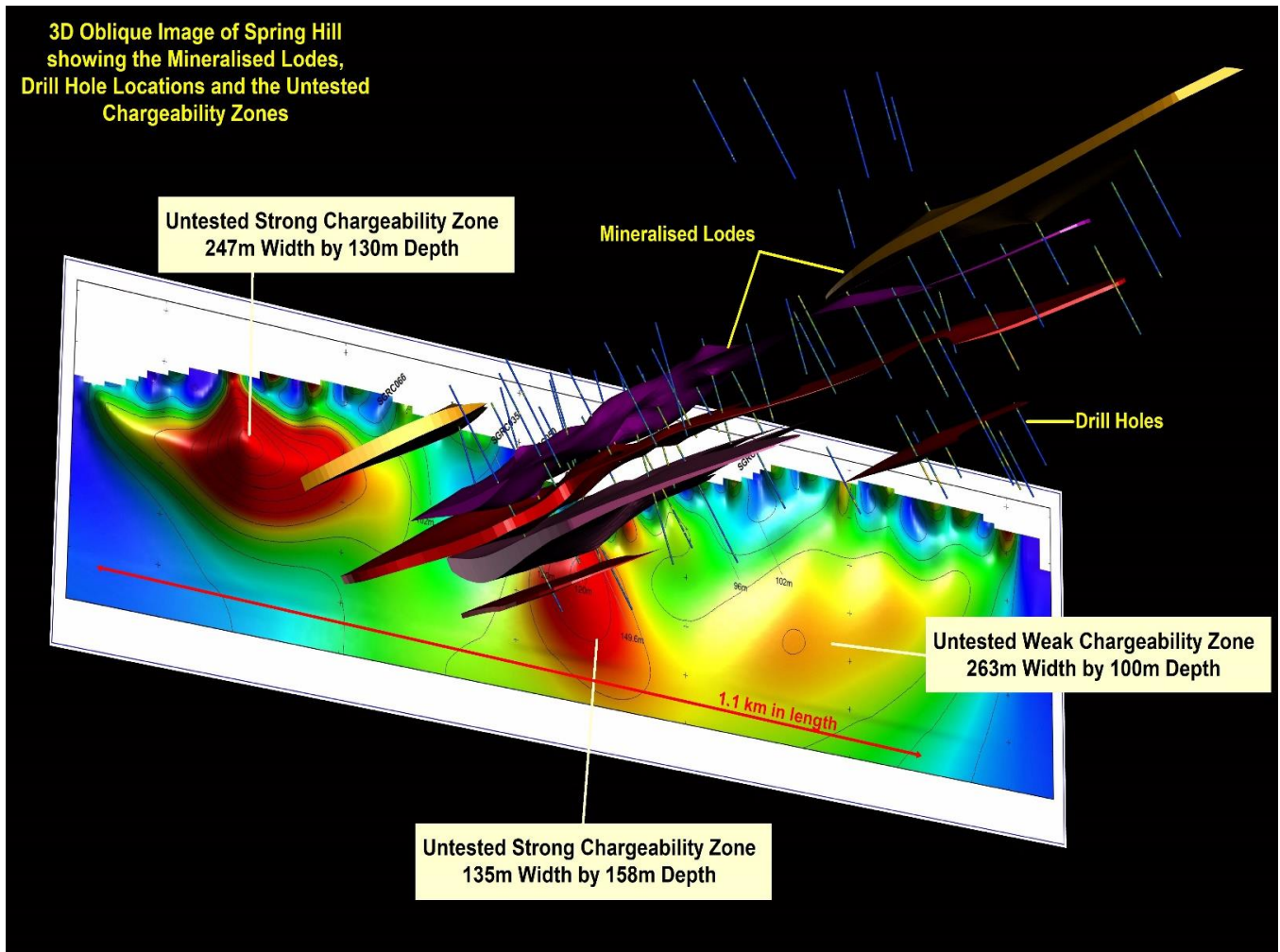


Figure 14 – 3D image showing the Mineralised Lodes, Historical Drilling and New Defined IP Targets

Wiles RC Drilling Program

The Wiles Prospect area is located 30km north of the town of Bathurst and surrounding the village of Wattle Flat in eastern New South Wales, approximately 200km west Sydney. Numerous old workings are known in the licence area, the larger ones including the Whalan's Hill Mine (with a recorded production of 397oz Au), the Surface Hill Mine (11,250oz Au), the Little Oaky Mine (911oz Au), the Caledonian Mine (435oz Au) and the Big Oaky Mine (production unknown).

The Wiles Gold Prospect is a recently discovered orogenic gold deposit on strike of the Big Oaky Fault between Whalans Hill and Caledonian Gold Prospects. A soil sampling campaign of the previously unexplored ground was conducted by Wattle producing exceptional results (soil samples returning 10.6 g/t Au, 9.26 g/t Au, 4.28 g/t Au and 4.01 g/t Au). This prospectivity was confirmed by shallow RC drilling in late 2020.

During June-July 2021, 14 RC holes for 794m were completed aimed at increasing geological confidence in the distribution of the gold from a previous drilling campaign and to test the high-grade gold soil sampling results in the southern and the north-western zone.

The structurally controlled gold mineralisation is hosted in quartz \pm carbonate veins/multiple veins / stockworks, with minor pyrite. The sulphides occur as disseminations in the altered country rock, within veins and veinlets, and as fracture coatings. The veining is mostly accompanied by moderate to intense siderite and minor fuchsite alteration of the volcanics and volcanoclastics. Cross sections are located at Figure 15 with intersections >0.5 g/t gold are detailed in Table 3.

Table 3 – Significant Gold Intersection from 2021 RC Drilling Program (cut-off grade >0.5 g/t Au)

Hole Id	From (m)	To (m)	Interval (m)	Gold Grade (g/t)
WFRC006a including	2	9	7	1.04
	6	8	2	1.95
	10	11	1	1.19
WFRC009	10	11	1	4.25
WFRC013	3	5	2	1.68
WFRC017	14	15	1	1.60
	27	30	3	1.17
WFRC019 including	5	7	2	0.62
	8	12	4	1.54
	10	11	1	3.35
WFRC024	26	28	2	0.65
	46	48	2	2.30
WFRC026	17	18	1	1.42
WFRC-P06 including	0	13	13	1.59
	9	13	4	3.40

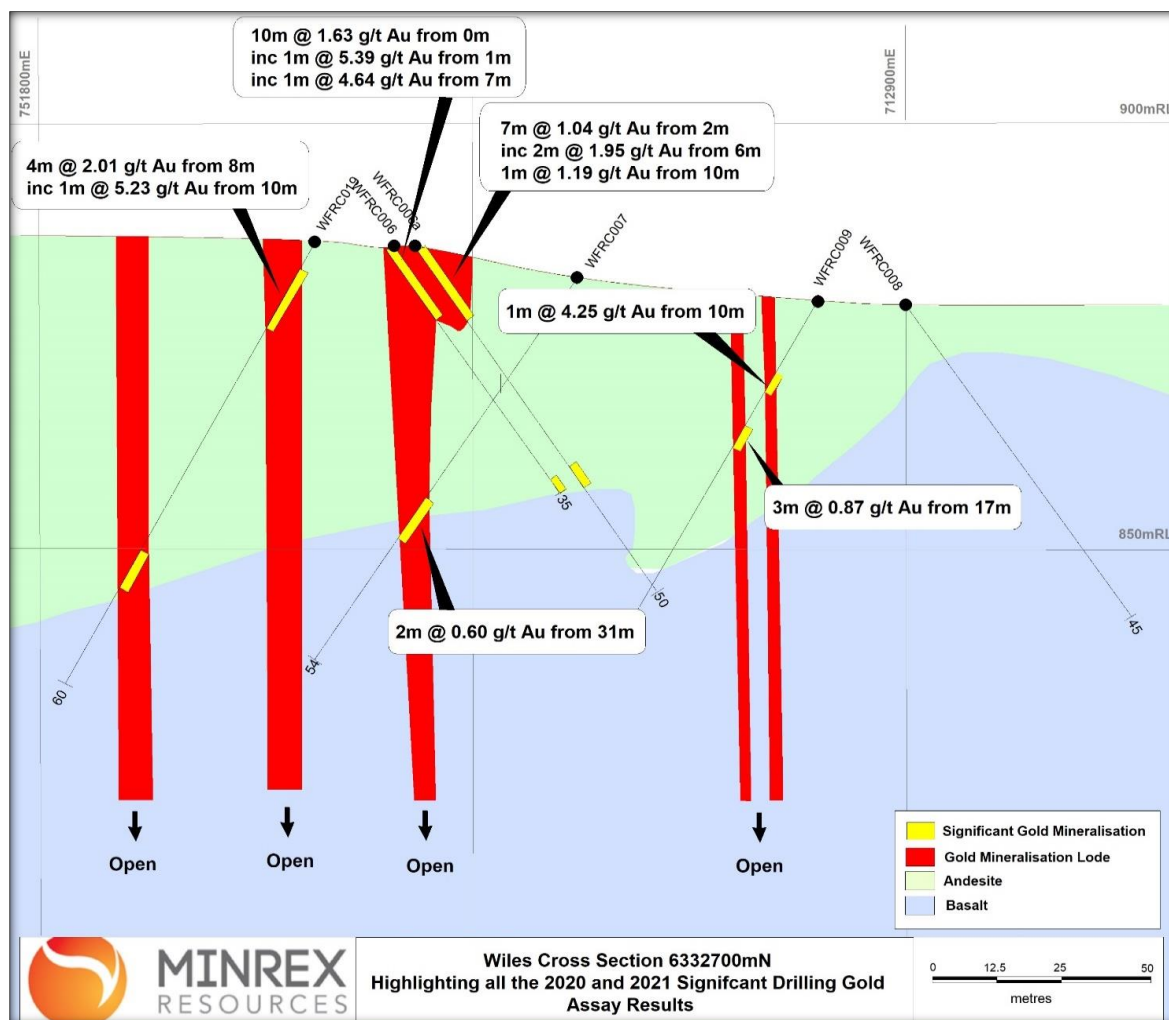


Figure 15 – Cross Section highlighting significant results with interpreted Gold Lodes

Queenslander RC Drilling Program

The Queenslander Prospect is centred around the old Queenslander Mine which is approximately 2km south-west of the township of Sofala in central NSW. Sofala is about 260km north-west of Sydney and can be accessed by the Great Western Highway. The Mine was first discovered in 1888 and worked until 1935 on a small scale. Total tonnage mined was in excess of 7,011t producing 3,696 oz Au averaging 6 g/t Gold.

From October to November 2021, 7 RC holes for 686m were completed designed to test the historical high-grade targets within a broad gold mineralisation structural corridor defined by coincident historical gold workings and to intersect the high-grade gold grades interpreted from geological interpretations.

The Queenslander mine occurs within an imbricated thrust zone at the point where the Big Oakey fault intersects the line of the Wiagdon Thrust and the Thrust veers to 205° along an 25° lineament. Associated with the alteration are stockworks and veinlets of quartz, carbonate and sulphides - principally pyrite and arsenopyrite.

Associated with carbonate and sulphide stockwork and veinlets is free gold and gold incorporated within the sulphide lattices. Gold also occurs disseminated within the altered diorite. The mineralisation envelopes of gold vary from 4 m up to 23 m true thickness.

Drill collar plan and cross section are located as Figures 16 to 18 with intersections > 0.5 g/t gold are detailed in Table 4.

Table 4 – Significant Gold Intersection from 2021 RC Drilling Program (cut-off grade >0.5 g/t Au)

Hole Id	From (m)	To (m)	Interval (m)	Gold Grade (g/t)
MQRC 2	27	28	1	0.50
	69	79	10	4.74
	including 72	79	7	6.59
	including 73	76	3	11.86
MQRC 3	65	69	4	1.23
	68	73	5	1.39
	89	91	2	3.08
MQRC 6	64	68	4	3.51
MQRC 7	53	59	6	2.21
	57	59	2	6.66
	64	87	23	5.08
	including 71	74	3	9.11
	including 76	87	11	5.61
	including 83	87	4	9.28

Follow-up extensional RC drilling is planned in the north, south and western portion of the main gold mineralisation zone. Strong extensive magnetic zone striking over 700m is associated with the high-grade gold mineralisation. This zone has been identified along strike and at depth of the main gold mineralisation and will be systematically tested through further drilling.

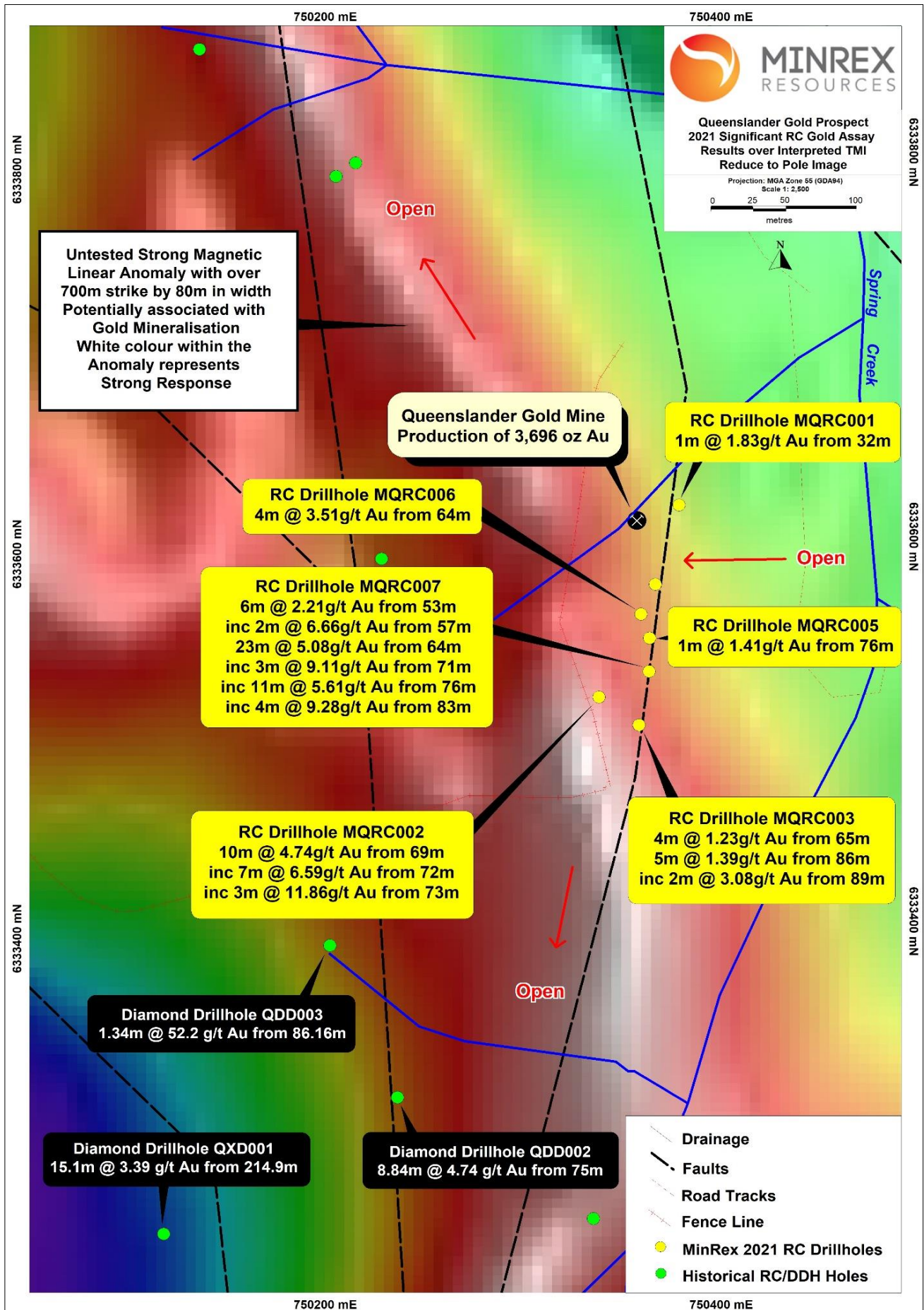


Figure 16 – Drillhole Assay Results Location Map with Interpreted Geology Map

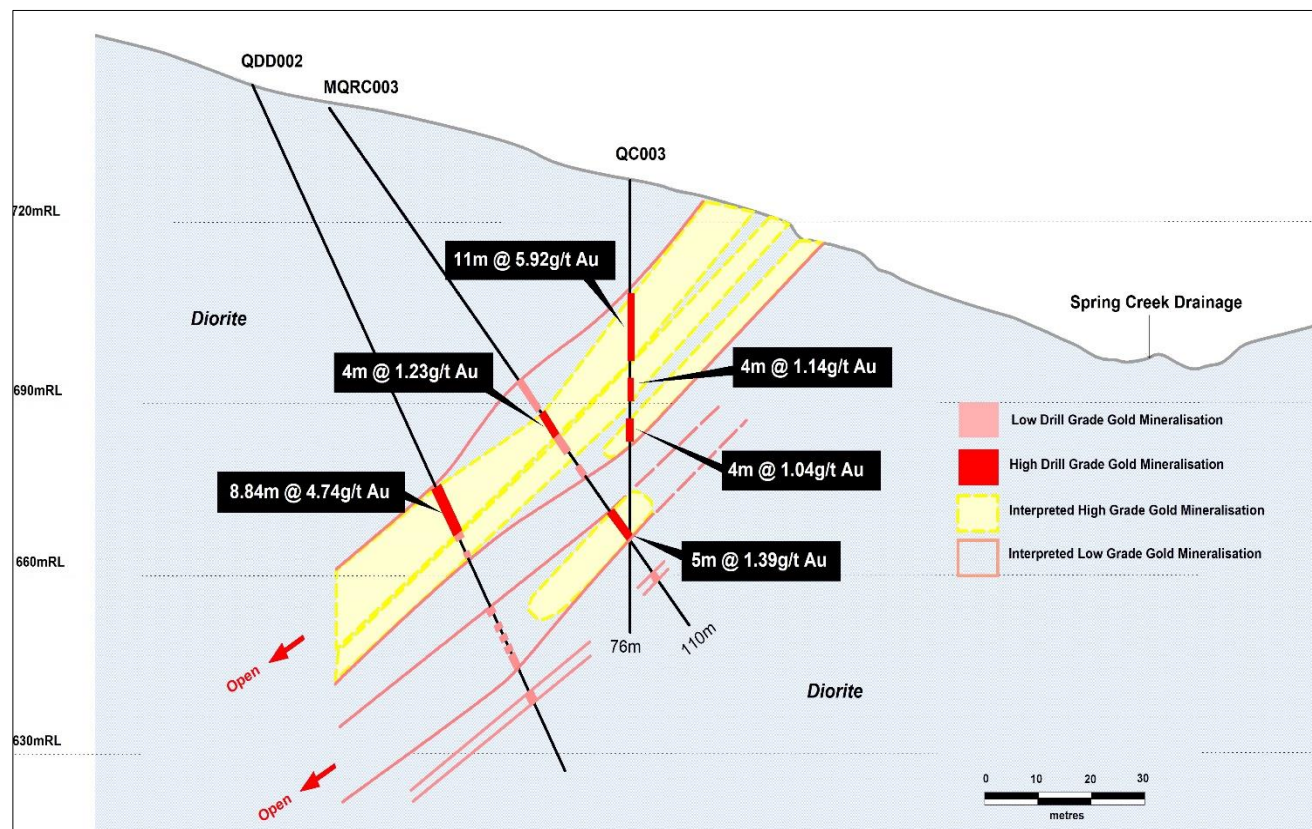


Figure 17 – Cross Section (eastern section) highlighting west dipping low/ high grade gold zones

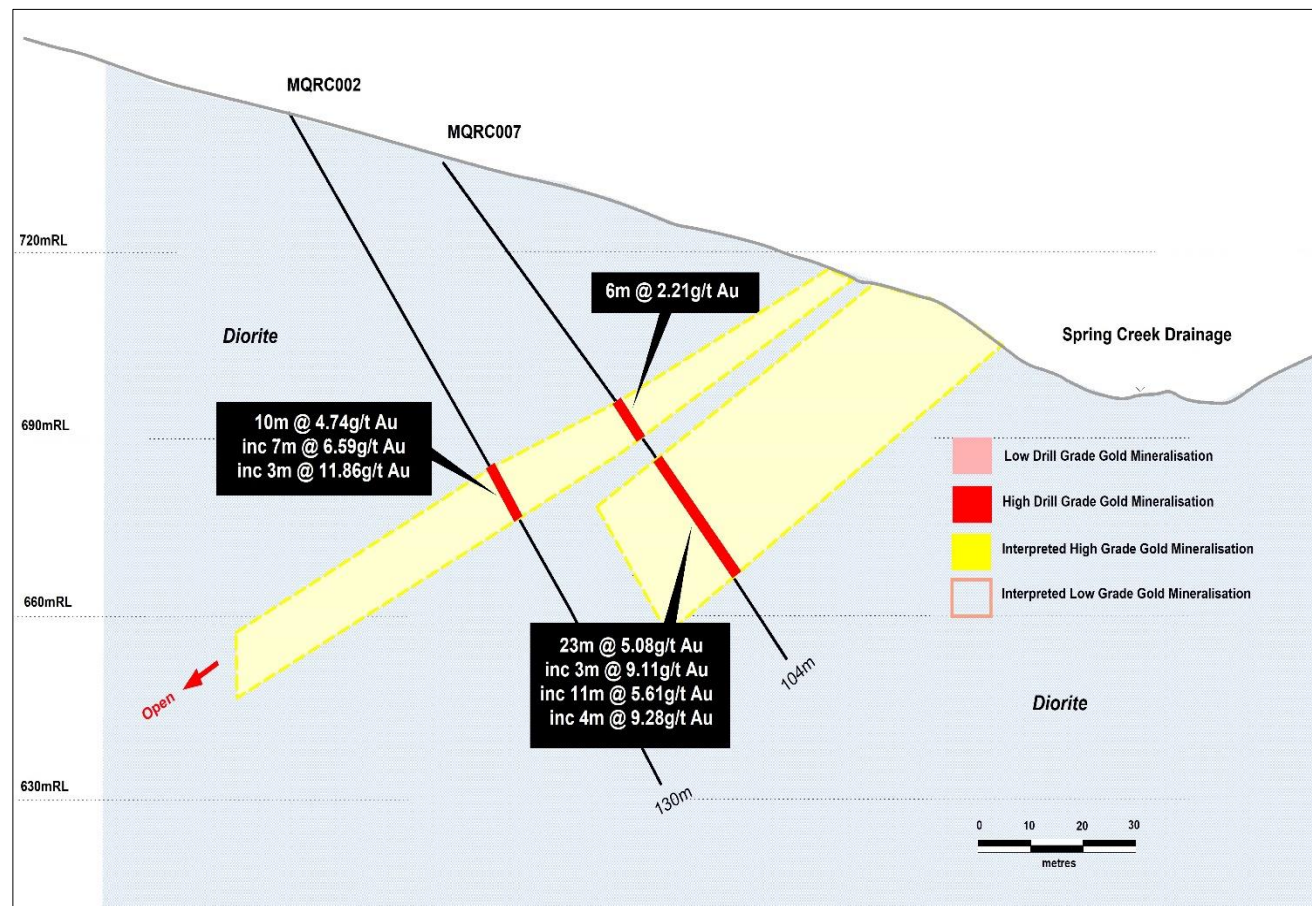


Figure 18 – Cross section (western section) highlighting thick high grade gold mineralised lodes

Mt Pleasant Project Area

The Mt Pleasant licence (EL 5947) is located approximately 30km south of Mudgee in central west NSW and has a total area of 167 km². From 1975 to 1982, CSR Limited and Pac MinEx Pty Limited completed 47 Diamond holes 47 for 14,986m and 9 Percussion Holes for another 996m. In total there has been over 15,897m completed just over the Mt Pleasant prospect.

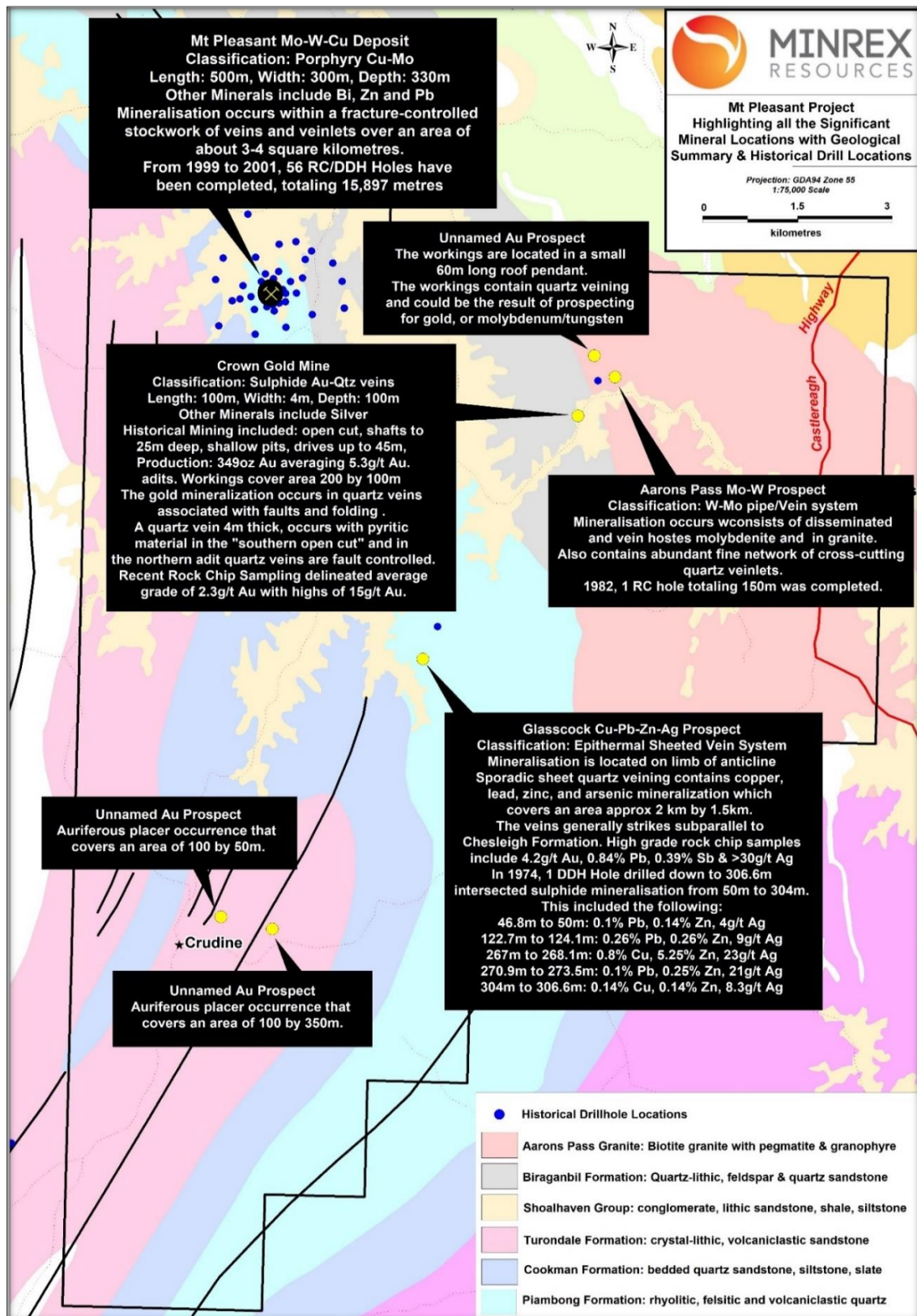


Figure 19 – Mt Pleasant Project area highlighting brief Geological Summary over the mineralised areas

Mineralisation at the Mt Pleasant prospect consists of molybdenum, scheelite and pyrite with minor wolframite, chalcopyrite, sphalerite, galena, and bismuthinite occurring within a fracture controlled stockwork of quartz veins and veinlets. The mineralisation is strongly associated with the upper stockwork portion of an intrusive porphyritic granite. Some significant molybdenum Intercepts are shown in Table 5 below.

Table 5 – Significant Gold Intersection from 2021 RC Drilling Program (cut-off grade >0.5 g/t Au)

Hole Id	From (m)	To (m)	Mineralised Interval	Mo (ppm)
8832S/09	16.7	230	213.3	416
8832S/10	51	63	12	325
8832S/11	11.3	54	42.7	565
8832S/13	18	27	9	350
incl incl	54	348	294	452
	123	150	27	748
	192	243	51	847
	336	345	9	800
8832S/16	132	180	48	387
8832S/17	17	47	30	311
8832S/44	206	22	15	420
	169	196	27	380
	268	304	36	310
8832S/45	187	301	114	413

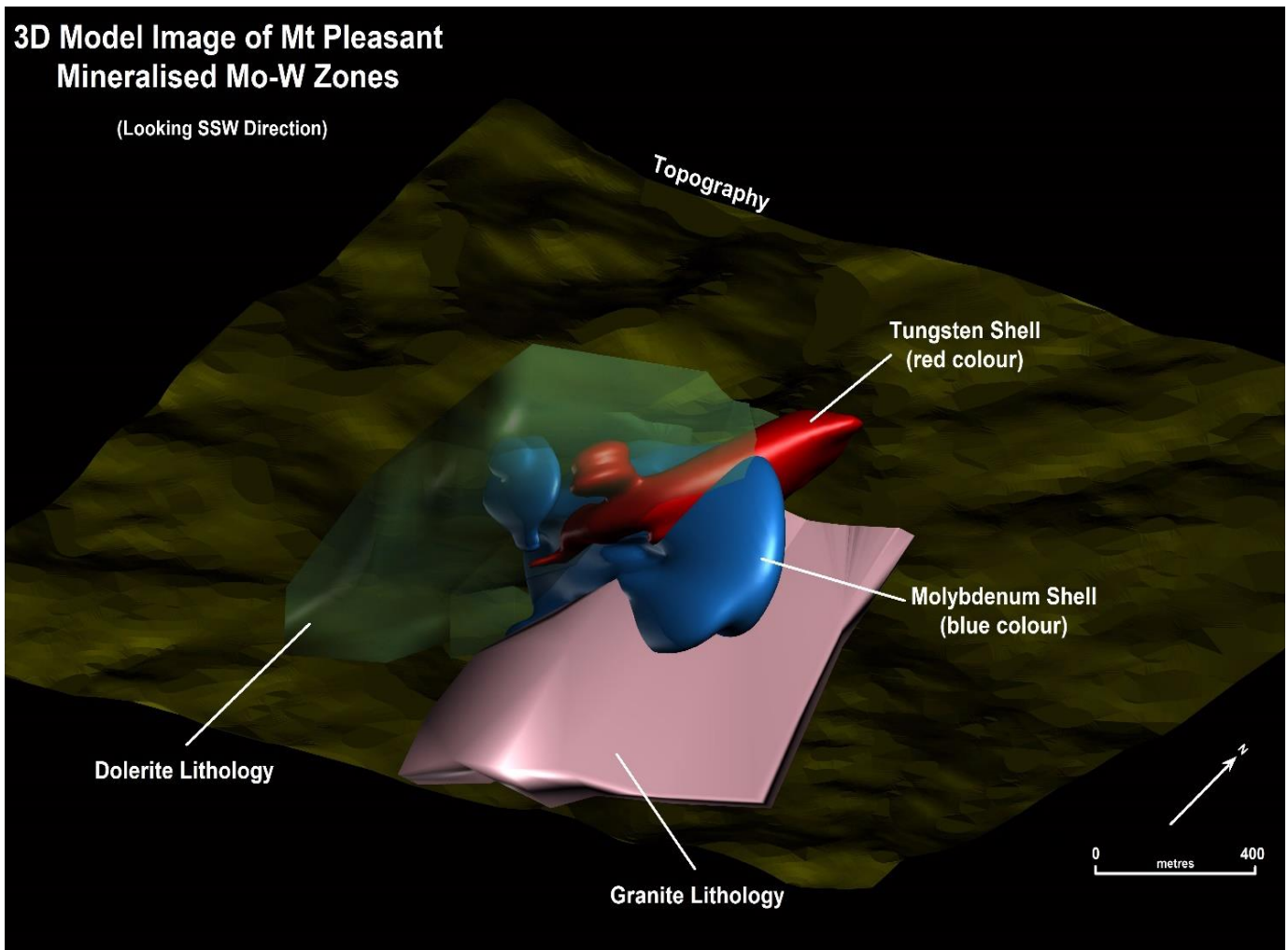


Figure 20– Mt Pleasant Oblique 3D Model highlighting the Mineralised Zones of Molybdenum & Tungsten

A total of 10 target areas have been selected within the project tenements based on the magnetic and radiometric responses. These have been preferentially selected over areas along mineralised structures within favourable lithology. These are summarised in Table 6 and Figure 21.

Table 6 – Target Anomaly Locations

Target Id	GDA94 East	GDA94 North	Comment
MTP_01	751466	6362333	Structural Jog in magnetics Au Target
MTP_02	755064	6360586	Magnetic trend joining Glacccock and Mt Pleasant under Permian
MTP_03	759411	6363355	Demagnetised zone on edge of Aarons Pass Granite (skarn?)
MTP_04	751691	6356388	Structural jog south of Glasscock, along same geological contact
MTP_05	756805	6353734	Structural jog south of Glasscock, along same geological contact
MTP_06	759001	6356273	Chesleigh intersects with Aaron Granite, interpreted dilation zone
MTP_07	753154	6354474	Structural intersection at contact of two formations
MTP_08	752909	6351337	Structural intersection along strike from Edwards Antimony Au Workings
MTP_09	751608	6366672	Structure on edge of Chesleigh Fm under Permian
MTP_10	753767	6362818	Magnetic anomaly associated with mapped gossan at Mt Pleasant

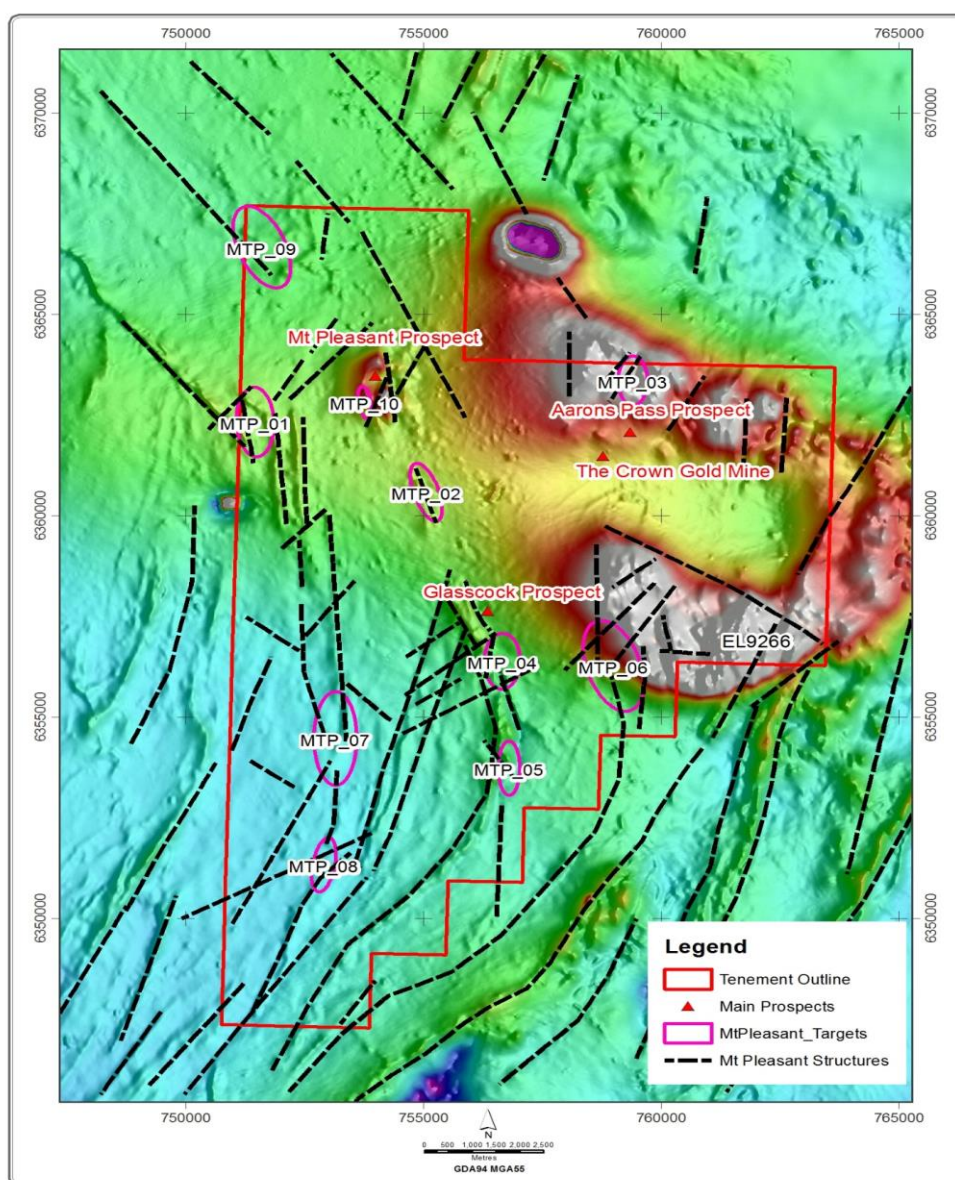


Figure 21 – Regional AMAG Interpretation with New Exploration Targets Anomalies

Previous Disclosure – 2012 JORC Code

This Annual Report contains information extracted from ASX market announcements reported in accordance with the 2012 edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves” (2012 JORC Code). Further details (including 2012 JORC Code reporting tables where applicable) of exploration results referred to in this Annual Report can be found in the following announcements lodged on the ASX:

• Significant New Multiple IP Targets over Spring Gully	09 August 2021
• Bamboo Creek Project Update	19 August 2021
• Surface Gold Intersected at Wiles Prospect	23 August 2021
• Mt Pleasant Project Approved for Exploration	9 September 2021
• Dalton Project Update	13 September 2021
• MRR Expands Lithium Portfolio in Highly Prospective Pilbara	17 November 2021
• Acquisition for Further Highly Prospective Lithium Projects	24 November 2021
• MinRex Completes Strongly Supported \$3M Placement	15 December 2021
• Investor Presentation	15 December 2021
• Lithium and Gold Exploration Project Update	14 January 2022
• High-Grade Gold Drilling Results Intersected at Queenslander	23 January 2022
• MinRex Acquires Another Lithium Project	20 February 2022
• Spodumene Discovered over 3 MRR Pilbara Lithium Projects	14 March 2022
• Outstanding Assays at MRR Tambourah North Lithium Project	10 April 2022
• \$13.5M Placement Cornerstone by Strategic Investors	20 April 2022
• Approvals Received for Maiden Drilling over Lithium Projects	25 May 2022
• New Larger Pegmatites identified over Tambourah North	29 May 2022

Copies of reports are available to view on the Company's website www.minrex.com.au. These reports were issued in accordance with the 2012 Edition of the JORC Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements.

Competent Persons Statement:

The information in this report that relates to Exploration Targets and Exploration Results is based on information compiled by Pedro Kastellorizos. Mr Kastellorizos is Non-Executive Director of MinRex Resources Limited and a Member of the AusIMM of whom have sufficient experience relevant to the styles of mineralisation under consideration and to the activity being reported to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Targets, Exploration Results and Mineral Resources. Mr. Kastellorizos have verified the data disclosed in this release and consent to the inclusion in this release of the matters based on the information in the form and context in which it appears.

The information in this report that relates to Exploration Targets and Exploration Results is based on information compiled by Ian Shackleton. Mr. Shackleton is the Non-Executive of MinRex Resources Limited and is a Member of the AIG of whom have sufficient experience relevant to the styles of mineralisation under consideration and to the activity being reported 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. Mr. Shackleton has verified the data disclosed in this release and consent to the inclusion in this release of the matters based on the information in the form and context in which it appears.

The information in this report that relates to Mineral Resources is based on information compiled and reviewed by Mr. Alfred Gillman, Director of independent consulting firm, Odessa Resource Pty Ltd. Mr. Gillman is a Fellow and Chartered Professional of the Australasian Institute of Mining and Metallurgy (the AusIMM) and has sufficient experience relevant to the styles of mineralisation under consideration and to the activity being reported to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Mineral Resources. Mr Gillman is a full-time employee of Odessa Resource Pty Ltd, who specialises in mineral resource estimation, evaluation, and exploration. Neither Mr Gillman nor Odessa Resource Pty Ltd holds any interest in MinRex Resource Ltd, its related parties, or in any of the mineral properties that are the subject of this announcement. Mr Gillman consents to the inclusion in this ASX release of the matters based on information in the form and context in which it appears.

Corporate

Sunny Corner Option

On 19 July 2021 MinRex announced that it has exercised its option with Argent Minerals Ltd (ASX: ARD) to acquire farm-in rights to earn up to a 90% interest in the exploration area of EL 5964 (part of the Sunny Corner Project). The consideration to Argent Minerals comprised of \$100,000 option exercise fee upon the exercise of the option and the issue of 5,000,000 MinRex shares.

Capital Raisings

On 22 December 2021 MinRex completed the issue of 91,562,500 shares at \$0.032 under a placement pursuant to its Listing Rule 7.1 and 7.1A capacity. An additional 2,187,500 shares (at \$0.032) were issued under the placement to related parties on 21 February 2022. The placement raised a total of \$3,000,000 before costs. Funds raised were applied to exploration on the new East Pilbara projects acquired by MinRex, continuation of exploration on Company's existing WA and NSW gold-silver-base metal projects and for general working capital requirements.

On 22 December 2021 the Company issued a total of 250,000 shares following the exercise of Unlisted Options exercisable at \$0.04 on or before 8 April 2023 raising a total of \$10,000 in cash.

On 14 January 2022 the Company issued a total of 14,040,141 shares following the exercise of 5,306,250 Unlisted Options exercisable at \$0.04 on or before 8 April 2023, 8,500,000 Unlisted Options exercisable at \$0.04 on or before 30 September 2022 and 233,891 Unlisted Options exercisable at \$0.04 on or before 31 October 2022, raising a total of \$561,605 in cash.

On 1 February 2022 the Company issued a total of 8,393,750 shares following the exercise of 3,381,250 Unlisted Options exercisable at \$0.04 on or before 8 April 2023, 5,000,000 Unlisted Options exercisable at \$0.04 on or before 30 September 2022 and 12,500 Unlisted Options exercisable at \$0.04 on or before 31 October 2022, raising a total of \$335,750.

On 21 February 2022 the Company issued a total of 14,018,757 shares following the exercise of 11,843,750 Unlisted Options exercisable at \$0.04 on or before 8 April 2023, 175,007 Unlisted Options exercisable at \$0.04 on or before 31 October 2022 and 2,000,000 Unlisted Options exercisable at \$0.045 on or before 9 April 2023, raising a total of \$570,750.

On 25 March 2022 the Company issued a total of 9,333,333 shares following the exercise of 1,000,000 Unlisted Options exercisable at \$0.04 on or before 8 April 2023 and 8,333,333 Unlisted Options exercisable at \$0.04 on or before 30 September 2022, raising a total of \$373,333.

On 4 April 2022, the Company issued a total of 2,000,000 shares following the exercise of Unlisted Options exercisable at \$0.045 on or before 9 April 2023 raising a total of \$90,000.

On 8 April 2022 the Company issued a total of 6,500,000 shares following the exercise of Unlisted Options exercisable at \$0.04 on or before 8 April 2023 raising a total of \$260,000.

On 11 April 2022 the Company issued a total of 250,000 shares following the exercise of Unlisted Options exercisable at \$0.04 on or before 8 April 2023 raising a total of \$10,000.

On 28 April 2022 the Company issued a total of 108,064,516 shares at \$0.062 per share under a placement pursuant to Listing Rule 7.1 and 7.1A capacities and as announced on 21 April 2022. Subject to shareholder

approval, the placement offered free attaching unlisted options (ex. \$0.10, 2 years term from the date of issue) on the basis of one option for every two shares subscribed for under the placement.

On 21 April 2022 the Company announced that it had received legally binding signed commitment letters from a group of cornerstone investors wishing to part take in Company's placement to take up to a total of 109,677,419 cornerstone group investment shares at an issue price of \$0.062 per share. Subject to shareholder approval, free attaching unlisted options (ex. \$0.10, 2 years term from the date of issue) on the basis of one option for every two shares subscribed for by the cornerstone group investors would also be issued. On 24 June 2022 the Company issued a total of 50,806,452 cornerstone group investment shares at \$0.062 per share pursuant to Listing Rule 7.1 capacity.

On 24 June 2022 the Company issued a total of 625,000 shares following the exercise of 625,000 Unlisted Options exercisable at \$0.04 on or before 8 April 2023 raising a total of \$25,000.

East Pilbara Project Acquisitions

During the period, MinRex signed various acquisition agreements in relation to the acquisition of the new East Pilbara Lithium-Tin-Tantalum-Rare Earth Projects set out above. The key terms of the acquisitions are set out below.

Odette

- MinRex acquired 100% of the issued capital of Odette Five Pty Ltd (Odette Five) from shareholders of Odette Five on 21 February 2022, which was conditional on shareholder approval obtained at a general meeting held on 16 February 2022.
- The consideration paid to the Odette Five vendors comprised of 86,437,470 shares and the assumption of existing loans of Odette Five up to \$150,000, which was re-paid at completion of the acquisition.
- Odette Five also secured the rights to acquire certain mineral rights in exploration licence applications E45/5871, E45/5873 and E45/5869 from True Fella Pty Ltd (being the holder of such applications). The mineral rights extend all battery metals, tin and rare earth metals (including lithium (Li), Caesium (Cs), Rubidium (Rb), Tantalum (Ta), Niobium (Nb), beryllium (Be) and lanthanide series elements 57 to 71). Odette Five agreed to procure, subject to Shareholders approving the Odette Acquisition, that the Company will assume the obligations to pay the following consideration to True Fella for the acquisition of such mineral rights: \$50,000 in cash, 10,000,000 shares and a 1% gross overriding royalty payable on any minerals extracted from E45/5871, E45/5873 and E45/5869. Following shareholder approval on 16 February 2022, the Company issued the shares on 25 February 2022.
- Following shareholder approval on 16 February 2022, a total of 3,457,500 shares were issued to Canaccord Genuity Financial Pty Ltd as an introduction fee for the acquisition of the Odette Five Pty Ltd.

Abeh

- MinRex acquired 100% of exploration licences E45/4953, E45/4275, E45/4601 and E45/4266 and mineral rights in exploration licences E45/5071, E45/4455 and E45/3926 from the Abeh Pty Ltd) and Maxwell Peter Strindberg (Abeh Vendors). The mineral rights extend all battery metals, tin and rare earth metals (including lithium (Li), Caesium (Cs), Rubidium (Rb), Tantalum (Ta), Niobium (Nb), beryllium (Be) and lanthanide series elements 57 to 71).
- The Consideration paid to the Abeh Vendors comprised a non-refundable deposit of \$5,000, 40,000,000 shares and the grant of a 1% NSR royalty payable on any minerals extracted from the acquired licences (E45/4953, E45/4275, E45/4601 and E45/4266) and pursuant to the Company's mineral rights on E45/5071, E45/4455 and E45/3926.

- A total of 2,400,000 shares were to be issued to Manor Ventures Pty Ltd as an introduction fee for the acquisition of the Abeh tenements.
- The acquisition and associated share issues were conditional on shareholder approval, obtained at the general meeting held on 16 February 2022. The shares were issued on 25 February 2022.

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

- Successfully completed an oversubscribed placement to raise \$3 million before cost. Funds raised have or will be applied to exploration on the new East Pilbara projects to be acquired by MinRex, subject to Shareholder approval, continuation of exploration on the Company's existing WA and NSW gold-silver-base metal projects and for general working capital requirements.
- Completed the issue of 91,562,500 shares at \$0.032 under the placement pursuant to its Listing Rule 7.1 and 7.1A capacity on 22 December 2021. An additional 2,187,500 shares (at \$0.032) were issued under the placement to related parties and was subject to shareholder approval which was approved subsequent to the end of the period.
- On 14 February 2022, Mr Glenn Whiddon resigned as the Non-Executive Director.
- On 18 February 2022 the Company announced, that with effect from 16 March 2022, Mr George Karageorge will be appointed as the Managing Director and Chief Executive Officer ('CEO'), and Mr Pedro Kastellorizos will step down as current CEO and will be appointed as Non-Executive Director of the Company.
- On 21 February 2022, following shareholder approval on 16 February 2022, the Company issued a total of 2,671,876 shares settling a total of \$85,500 in lieu of consulting fees for work outside the scope of usual non-executive director duties undertaken by Messrs Karageorge and Pearse, including evaluation of new opportunities, field work and business development activities.
- On 21 February 2022, the Company converted a total of 21,000,000 Incentive Performance Rights, held by Directors and CEO of the Company, into fully paid ordinary shares as a result of set milestones being achieved, being the VWAP of the Company's shares over 20 consecutive trading days (on which the shares have actually traded) reaching \$0.04 and \$0.045 respectively at any time prior to the expiry date. The set milestones were achieved during January 2022.
- On 21 February 2022, following shareholder approval on 16 February 2022, the Company issued 86,437,470 shares at a deemed issue price of \$0.018 (fair value of shares is \$0.068 per share) in consideration for the acquisition of 100% of the issued capital of Odette Five Pty Ltd, who holds four exploration licences and five exploration licence applications in the Pilbara region of WA considered highly prospective for Lithium-Tin-Tantalum¹. Further consideration, being the assumption of existing loans of Odette Five of \$150,000, was paid in cash by MinRex on 22 February 2022.
- On 25 February 2022, following shareholder approval on 16 February 2022, the Company issued 40,000,000 shares at a deemed issue price of \$0.018 (fair value of shares is \$0.068 per share) to Abeh vendors in consideration for the acquisition of four exploration licences and mineral rights to battery metals over three additional exploration licences in the Pilbara region of WA considered highly prospective for Lithium-Tin-Tantalum². Further consideration, being a non-refundable deposit of \$5,000, was paid in cash by MinRex on 30 November 2021 and a 1% NSR royalty payable to Abeh vendors on any minerals extracted from the Abeh tenement licences and pursuant to MinRex's mineral rights.

¹ Refer to ASX announcement dated 17 November 2021.

² Refer to ASX announcement dated 24 November 2021.

SIGNIFICANT CHANGES IN STATE OF AFFAIRS (CONTINUED)

- As announced by the Company on 14 January 2022, subsequent to the Odette Five Acquisition Agreement being executed, Odette Five Pty Ltd secured mineral rights to the battery metals over two additional exploration licence applications in the Pilbara held by True Fella Pty Ltd (**Pilbara Mineral Rights**), which the Company acquired via the Odette Acquisition. On 25 February 2022, following shareholder approval on 16 February 2022, the Company issued 6,666,666 shares at a deemed issue price of \$0.018 (fair value of shares is \$0.068 per share) pursuant to the acquisition of Pilbara Mineral Rights. An addendum to the original term sheet between Odette Five Pty Ltd and True Fella Pty Ltd was subsequently executed for the acquisition of additional mineral rights to battery metals over the exploration licence application known as the Garden Greek Lithium Project (E45/5869)³. MinRex was not a party to this addendum, but has since acquired Odette Five Pty Ltd and has settled this acquisition via issuance of 3,333,334 consideration shares (at a deemed issue price of \$0.018) under Company's Listing Rules 7.1 capacity. Further consideration to be paid by MinRex is a 1% gross overriding royalty payable on any minerals extracted from E45/5869 tenement.
- On 25 February 2022, following shareholder approval on 16 February 2022, the Company issued a total of 5,857,500 shares at a deemed issue price of \$0.018 (fair value of shares is \$0.068 per share) as fees for introducing Abeh and Odette Acquisitions to the Company.
- On 25 February 2022, following shareholder approval on 16 February 2022, the Company issued a total of 13,000,000 Incentive Performance Rights to Directors and Chief Executive Officer.
- On 11 April 2022 the Company announced the appointment of Mr Ian Shackleton as the Exploration Manager.
- On 6 May 2022 the Company announced the appointment of Mr Ian Shackleton as Non-Executive Director. Mr Shackleton is also Company's Exploration Manager.

In the opinion of Directors, there were no significant changes in the state of affairs of the Company that occurred during the period under review not otherwise disclosed in this report or in the financial report.

SIGNIFICANT EVENTS AFTER THE REPORTING DATE

- On 21 July 2022 the Company provided an update in respect of some of the cornerstone investors who signed legally binding commitment letters with the Company to participate in the placement as announced on 21 April 2022 and subsequently on 10 June 2022, but who subsequently failed to pay the require subscription moneys. The Company advised that it had instigated proceedings in the Supreme Court of Western Australia seeking payment of agreed subscription moneys or damages arising from breach of the commitment letters, plus interest and costs. On 16 August 2022, the Company issued a total of 8,467,742 cornerstone group investment shares at \$0.062 per share pursuant to Listing Rule 7.1 capacity.
- On 5 August 2022, Mr James Pearse resigned as the Non-Executive Director.
- Subsequent to the financial year end, the Company issued a total of 7,875,000 shares following the exercise of 7,875,000 Unlisted Options exercisable at \$0.04 raising a total of \$315,000.
- On 2 September 2022, the Company will announce resignations of Mr James Bahen from the Board and Miss Aida Tabakovic from the Company Secretary position.
- The impact of the Coronavirus ('COVID-19') pandemic is ongoing for the Group up to 30 June 2022, it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

³ Refer to ASX announcement dated 21 February 2022.

There are no matters or circumstances that have arisen since the end of the year which will significantly affect, or may significantly affect, the state of affairs or operations of the Company in future financial periods.

LIKELY DEVELOPMENTS AND EXPECTED RESULTS OF OPERATIONS

The Company will continue with its exploration activities, whilst at the same time, will continue to review other corporate opportunities to drive shareholder wealth.

ENVIRONMENTAL REGULATIONS AND PERFORMANCE

The Company holds participating interests in various exploration tenements. The various authorities granting such tenements require the tenement holder to comply with the terms of the grant of the tenement and all directions given to it under those terms of the tenement. There have been no known breaches of the Company's environmental conditions, and no such breaches have been notified by any government agencies during the year ended 30 June 2022.

INDEMNIFICATION AND INSURANCE OF DIRECTORS AND OFFICERS

The Company has made an agreement indemnifying all the Directors and officers of the Company against all losses or liabilities incurred by each Director or officer in their capacity as Directors or officers of the Company to the extent permitted by the Corporations Act 2001. The indemnification specifically excludes wilful acts of negligence. The Company paid insurance premiums in respect of Directors' and Officers' Liability Insurance contracts for current officers of the Company. The liabilities insured are damages and legal costs that may be incurred in defending civil or criminal proceedings that may be brought against the officers in their capacity as officers of the Company. The total amount of insurance premiums paid has not been disclosed due to confidentiality reasons.

INDEMNIFICATION OF AUDITORS

To the extent permitted by law, the Company has agreed to indemnify its auditors, PKF Perth, 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 PKF Perth during or since the financial year.

DIRECTORS' MEETINGS

During the financial year, 9 meetings of Directors were held. Attendances by each Director during the year were as follows:

Director	Directors' Meetings Eligible to Attend	Director's Meetings Attended
Mr George Karageorge	9	9
Mr James Bahen	9	9
Mr James Pearse	9	9
Mr Pedro Kastellorizos ¹	3	3
Mr Ian Shackleton ²	1	1
Mr Glenn Whiddon ³	4	5

¹ Mr Kastellorizos was appointed as a Non-Executive Director on 16 March 2022.

² Mr Shackleton was appointed as a Non-Executive Director on 6 May 2022.

³ Mr Whiddon resigned as a Non-Executive Director on 14 February 2022.

PROCEEDINGS ON BEHALF OF COMPANY

MinRex received notice on 28 March 2022 that winding up proceedings had been commenced in the NSW Supreme Court against MinRex by a creditor (BG Drilling Pty Ltd) in relation to an outstanding debt of approximately \$67K (plus claimed costs and interest) from a drilling campaign completed by MinRex in NSW in June 2021. MinRex entered into confidential and without prejudice discussions with the creditor and has now settled the proceedings, resulting in the proceedings being dismissed by consent (with leave of the Court and no order as to costs) and the parties being excused from any attendances.

No other 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 party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings. The Company was not a party to any other proceedings during the year.

CORPORATE

As at the date of this report, the following shares, options and performance rights were on issue.

Ordinary Shares	No.
Fully Paid Ordinary Shares	1,076,489,703
Options	
4 cents Unlisted options expiring 30 September 2022	4,000,000
4 cents Unlisted options expiring 31 October 2022	1,601,772
4 cents Unlisted options expiring 8 April 2023	50,135,417
4.5 cents Unlisted options expiring 9 April 2023	18,500,000
Performance Rights	
Unlisted, expiring 13 May 2025	1,000,000
Unlisted, expiring 25 February 2027	13,000,000

CORPORATE GOVERNANCE

In recognising the need for the highest standards of corporate behaviour and accountability, the Directors of MinRex support and have adhered to the principles of sound corporate governance. The Board recognises the recommendations of the Australian Securities Exchange Corporate Governance Council, and considers that MinRex is in compliance with those guidelines to the best extent possible, which are of importance to the commercial operation of a junior listed resources company. During the financial year, shareholders continued to receive the benefit of an efficient and cost-effective corporate governance policy for the Company.

The Board of Directors of MinRex Resources Limited is responsible for corporate governance of the Company. The Board guides and monitors the business and affairs of the Company on behalf of the shareholders by whom they are elected and to whom they are accountable.

The Company's corporate governance policies and procedures are based on the Australian Securities Exchange Corporate Governance Council's (the Council's) "Corporate Governance Principles and Recommendations" (the Recommendations). In accordance with the 4th Edition of the Recommendations, the Corporate Governance Statement must contain certain specific information and must disclose the extent to which the Company has followed the guidelines during the reporting period. Where a recommendation has not been followed that fact must be disclosed, together with the reasons for the departure. The Company has disclosed its corporate governance statement on the Company website at www.minrex.com.au.

REMUNERATION REPORT (AUDITED)

This report outlines the remuneration arrangements in place for the Directors of MinRex Resources Limited in accordance with the requirements of the Corporation Act 2001 and its Regulations. For the purpose of this report, Key Management Personnel ('KMP') of the Company are defined as those persons having authority and responsibility for planning, directing and controlling the major activities of the Company, directly or indirectly, including any Director (whether executive or otherwise) of the Company. The 2021 Remuneration Report was approved and adopted by shareholders at the Company's Annual General Meeting held on 24 November 2021.

Details of Key Management Personnel

Mr George Karageorge	Managing Director and CEO
Mr James Bahen	Non-Executive Director
Mr Pedro Kastellorizos	Non-Executive Director – <i>appointed on 16 March 2022</i>
Mr Ian Shackleton	Non-Executive Director – <i>appointed on 6 May 2022</i>
Mr James Pearce	Non-Executive Director – <i>resigned 5 August 2022</i>
Mr Glenn Whiddon	Non-Executive Director – <i>resigned 14 February 2022</i>

Remuneration Policy

The Board, in capacity as a Remuneration Committee, is responsible for determining and reviewing remuneration compensation arrangements for the executive and non-executive Directors. The Remuneration Committee assesses the appropriateness of the nature and amount of emoluments of such officers on a periodic basis by reference to relevant employment market conditions and individual's experience and qualifications with the overall objective of ensuring maximum stakeholder benefit from the retention of a high-quality board and executive team. The Company does not directly link the nature and amount of the emoluments of such officers to the Group's financial or operational performance. The expected outcome of the remuneration policy is to attract and retain the best executives and directors to run and manage the Group, as well as create goal congruence between directors, executives and shareholders.

As part of its Corporate Governance Policies and Procedures, the Board has adopted a formal Remuneration Committee Charter.

The rewards for Directors' have no set or pre-determined performance conditions or key performance indicators as part of their remuneration due to the current nature of the business operations. The Remuneration Committee determines appropriate levels of performance rewards as and when they consider rewards are warranted.

The table below shows the performance of the Company as measured by loss per share in the last five years:

	30 June 2022	30 June 2021	30 June 2020	30 June 2019	30 June 2018
Loss per share during the year (cents)	(0.38)	(0.27)	(0.75)	(0.94)	(2.17)
Share price per share as at year end	\$0.031	\$0.019	\$0.013	\$0.013	\$0.041

Details of the nature and amount of each element of the emolument of each Director of the Company for the financial year are as follows:

2022		Short-term benefits			
<i>Director</i>	<i>Directors/CEO Fees</i>	<i>Consulting Fees/ Exploration Manager fees⁵</i>	<i>Share-based Payments – Performance Rights⁷</i>	<i>Post-employment benefits</i>	<i>Total</i>
Mr George Karageorge ¹	119,522	117,737 ⁵	107,950	-	345,209
Mr James Bahen	31,274	-	114,179	-	145,453
Mr James Pearse	31,274	36,900 ⁵	114,179	-	182,353
Mr Pedro Kastellorizos ²	189,808	33,715 ⁵	88,131	-	311,654
Mr Ian Shackleton ³	5,785	37,879 ⁶	-	4,366	48,030
Mr Glenn Whiddon ⁴	16,875	-	104,092	-	120,967
Total	394,538	226,231	528,531	4,366	1,153,666
2021		Short-term benefits			
<i>Director</i>	<i>Directors' Fees</i>	<i>Consulting Fees</i>	<i>Share-based Payments – Performance Rights</i>	<i>Post-employment benefits</i>	<i>Total</i>
Mr James Bahen	27,000	-	19,908	-	46,908
Mr Glenn Whiddon	27,000	-	19,908	-	46,908
Mr. James Pearse	27,000	28,548	19,908	-	75,456
Mr George Karageorge	12,903	28,490	-	-	41,393
Total	93,903	57,038	59,724	-	210,665

¹ Mr Karageorge was appointed as a Non-Executive Director on 18 December 2020. He transitioned into the role of Managing Director and CEO on 16 March 2022. The Directors/CEO Fees paid to Mr Karageorge during the financial year include the services as a Non-Executive Director until 15 March 2022 and as a Managing Director & CEO from 16 March 2022 until the end of financial year.

² Mr Kastellorizos was appointed as a Non-Executive Director on 16 March 2022. Prior to this date he served as CEO of the Company. The Directors/CEO Fees paid to Mr Kastellorizos during the financial year include the services as a CEO until 15 March 2022 and as a Non-Executive Director from 16 March 2022 until the end of financial year.

³ Mr Shackleton was appointed as a Non-Executive Director on 6 May 2022 the amounts above represent payments to him from this date.

⁴ Mr Whiddon resigned as a Non-Executive Director on 14 February 2022.

⁵ These are fees incurred in performing additional services outside of the scope of ordinary duties as a Director/CEO.

⁶ These are fees incurred in performing Exploration Manager services.

⁷ These are as per *Corporations Regulation 2M.3.03 (1) Item 11*.

There were no other Executive officers of the Company during the financial year ended 30 June 2022. Given the nature of the Company's present activity, no remuneration is performance related other than those relating to share-based payments.

There were no cash bonuses, non-monetary bonuses, post-employment benefits, long term benefits other than superannuation made during this year or previous year to KMPs.

Directors' fees

From 1 July 2021 all Non-Executive Directors receive a base fee of \$2,000 per month plus a \$250 per month expense allowance (exclusive of GST). From 16 March 2022 the base fee increased to \$3,500 per month (exclusive of GST).

The Company's Constitution provides that the remuneration of Non-Executive Directors will not be more than the aggregate fixed sum determined by a general meeting. Before a determination is made by the Company in a general meeting, the aggregate sum of fees payable by the Company to the Non-Executive Directors is a maximum of \$350,000 per annum, which was adopted by shareholders at a General Meeting held on 11 March 2020. This amount of the aggregate fixed sum may only be increased with the approval of Shareholders at a general meeting. Summary details of remuneration of the Non-Executive Directors are provided in the table above. The remuneration is not dependant on the satisfaction of performance conditions.

Directors are entitled to be paid reasonable travelling, accommodation and other expenses incurred in consequence of their attendance at meetings of Directors and otherwise in the execution of their duties as Directors. A Director may also be paid additional amounts as fees or as the Directors determine where a Director performs extra services or makes any special exertions, which in the option of the Directors are outside the scope of the ordinary duties of a Director.

Consulting fees

As there were no full-time executives engaged by the Company during 2021 financial year and all Directors' fees charged have been historically very low, the Board of Directors resolved to pay each and any Director the sum of \$350 per hour (exclusive of GST) in consulting fees for any work performed in the pursuit of other corporate opportunities, as fair compensation for the professional work undertaken. During 2022 financial year as the Company's Board structure expanded, the Board of Directors resolved to cap any consulting fees at \$1,250 per day (exclusive of GST) based on a \$180 per hour rate (exclusive of GST).

Share-based payments – Performance Rights

During the current financial year and as approved by shareholders, a total of 18,000,000 Performance Rights were issued as part of equity-based remuneration packages to the Directors and the CEO. The total fair value of these Performance Rights is \$693,085 and they will vest over the period of five years. A total of 23,000,000 performance rights issued in the prior and current financial years were converted to Shares. The amortised value for the current financial year is \$588,255.

Director's interests held in MinRex Resources Limited Shares

	1 July 2021	Net change during the year	30 June 2022
Directors			
Mr George Karageorge	1,750,000	10,278,299	12,028,299
Mr James Bahen	12,500,000	5,000,000	17,500,000
Mr James Pearse	1,666,667	5,717,188	7,383,855
Mr Pedro Kastellorizos ¹	-	3,000,000	3,000,000
Mr Ian Shackleton ²	-	300,000	300,000
Mr Glenn Whiddon ³	16,839,674	-	16,839,674
	32,756,341	24,295,487	57,051,828

¹ Mr Kastellorizos was appointed as a Non-Executive Director on 16 March 2022. The interest in shares shown under 1 July 2021 date reflects the number of shares Mr Kastellorizos held as at 16 March 2022.

² Mr Shackleton was appointed as a Non-Executive Director on 6 May 2022. The interest in shares shown under 1 July 2021 date reflects the number of shares Mr Shackleton held as at 6 May 2022.

³ Mr Whiddon has no relevant interest in the 1,926,412 shares held by Nautical Holdings WA Pty Ltd. Jane Whiddon is the controller of this entity. They are only included in this notice for good corporate governance purposes. Mr Whiddon resigned as a director on 14 February 2022. The balance at 30 June 2022 disclosed above represents his holding on the date of resignation.

Director's interests held in MinRex Resources Limited Options

	1 July 2021	Net change during the year	30 June 2022
Directors			
Mr George Karageorge	875,000	-	875,000
Mr James Bahen	3,125,000	-	3,125,000
Mr James Pearse	416,667	-	416,667
Mr Pedro Kastellorizos ¹	-	1,000,000	1,000,000
Mr Ian Shackleton ²	-	-	-
Mr Glenn Whiddon ³	3,125,000	-	3,125,000
	7,541,667	1,000,000	8,541,667

¹Mr Kastellorizos was appointed as a Non-Executive Director on 16 March 2022. The interest in options shown under 1 July 2021 date reflects the number of options Mr Kastellorizos held as at 16 March 2022 being his date of appointment.

²Mr Shackleton was appointed as a director on 6 May 2022. The interest in options shown under 1 July 2021 date reflects the number of options Mr Shackleton held as at 6 May 2022 being his date of appointment.

³Mr Whiddon resigned as a director on 14 February 2022. The balance at 30 June 2022 disclosed above represents his holding on the date of resignation.

Director's interests held in MinRex Resources Limited Performance Rights

	1 July 2021	Net change during the year⁴	30 June 2022
Directors			
Mr George Karageorge	-	4,000,000	4,000,000
Mr James Bahen	5,000,000	(2,000,000)	3,000,000
Mr James Pearse	5,000,000	(2,000,000)	3,000,000
Mr Pedro Kastellorizos ¹	-	4,000,000	4,000,000
Mr Ian Shackleton ²	-	-	-
Mr Glenn Whiddon ³	5,000,000	(5,000,000)	-
	15,000,000	(1,000,000)	14,000,000

¹Mr Kastellorizos was appointed as a Non-Executive Director on 16 March 2022. The interest in performance rights shown under 1 July 2021 date reflects the number of performance rights Mr Kastellorizos held as at 16 March 2022 being his date of appointment.

²Mr Shackleton was appointed as a director on 6 May 2022. The interest in performance rights shown under 1 July 2021 date reflects the number of performance rights Mr Shackleton held as at 6 May 2022 being his date of appointment.


³Mr Whiddon resigned as a director on 14 February 2022. The balance at 30 June 2022 disclosed above represents his holding on the date of resignation.

⁴Performance Rights were issued as part of equity-based remuneration packages to the Directors, as approved by shareholders at 26 November 2021 Annual General Meeting and 16 February 2022 General Meeting respectively.

Other transactions with Key Management Personnel

There were no other transactions with Key Management Personnel, other than the consulting fees paid during the year to the Directors of the Company to pursue and review other corporate activities, as disclosed in the Remuneration Short-Term Benefits table in the Remuneration Report.

END OF REMUNERATION REPORT (AUDITED)

A handwritten signature in dark ink, appearing to read 'G. Karageorge', is written over a light blue rectangular stamp or watermark.

George Karageorge
Managing Director and CEO

Perth, 2 September 2022

AUDITOR INDEPENDENCE AND NON-AUDIT SERVICES

Section 307C of the Corporations Act 2001 requires the Company's auditors to provide the Directors of MinRex with an Independence Declaration in relation to the audit of the full year financial report. A copy of this declaration appears on page 44 of this financial report.

PKF Perth provided non-audit services to the Company during the year, with a fee \$16,350 for the provision of tax compliance services (refer note 16). The Directors are satisfied that the provision of non-audit services is compatible with the general standard of independence for auditors imposed by the Corporations Act 2001. The nature and scope of each type of non-audit service provided means that the auditor independence was not compromised.

AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF MINREX RESOURCES LIMITED

In relation to our audit of the financial report of Minrex Resources Limited for the year ended 30 June 2022, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the Corporations Act 2001 or any applicable code of professional conduct.



PKF PERTH



SHANE CROSS

PARTNER

2 SEPTEMBER 2022

**WEST PERTH,
WESTERN AUSTRALIA**

Level 4, 35 Havelock Street, West Perth, WA 6005
PO Box 609, West Perth, WA 6872
T: +61 8 9426 8999 F: +61 8 9426 8900 www.pkfperth.com.au

PKF Perth is a member firm of the PKF International Limited family of legally independent firms and does not accept any responsibility or liability for the actions or inactions of any individual member or correspondent firm or firms.

Liability limited by a scheme approved under Professional Standards Legislation.

Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the year ended 30 June 2022

	Notes	30-Jun-22 \$	30-Jun-21 \$
Revenue from ordinary activities			
Interest income		4,475	67
Other income		12,325	17,500
		<u>16,800</u>	<u>17,567</u>
Expenditure			
Depreciation and amortisation		(66,816)	(50,931)
Corporate expenses		(918,754)	(370,292)
Exploration and evaluation expenditure write-off	9	(804,203)	(341,355)
Management and administration expenses	5	(277,676)	(190,098)
Marketing and promotional expenses		(118,440)	(21,045)
Share-based payment expense	14	(528,531)	(70,369)
Impairment of assets		(70,036)	-
Gain/(loss) on right-of-use asset	10	21,630	-
Reversal/(Impairment losses) on right-of-use asset	10	25,490	(25,887)
Total expenditure		<u>(2,737,336)</u>	<u>(1,052,410)</u>
Finance costs	10	(2,518)	(3,422)
Loss from ordinary activities before income tax expense		(2,723,054)	(1,055,832)
Income tax expense	6	-	-
Net loss attributable to the members of MinRex Resources Limited		(2,723,054)	(1,055,832)
Other comprehensive income			
Other comprehensive income		-	-
Income tax relating to items of other comprehensive income		-	-
Other comprehensive income for the year, net of tax		-	-
Total comprehensive loss for the year		(2,723,054)	(1,055,832)
Basic loss per share attributable to the ordinary equity holders of the Company (cents)			
	18	(0.38)	(0.27)
Diluted loss per share attributable to the ordinary equity holders of the Company (cents)			
	18	(0.38)	(0.27)

The above Consolidated Statement of Profit or Loss and other Comprehensive Income should be read in conjunction with the accompanying notes

Consolidated Statement of Financial Position

As at 30 June 2022

		30-Jun-22 \$	30-Jun-21 \$
Current Assets	Notes		
Cash and cash equivalents	7(a)	14,186,746	2,450,024
Other receivables	8	247,308	51,540
Prepayments		19,385	18,208
Total Current Assets		14,453,439	2,519,772
Non-Current Assets			
Exploration, evaluation and development expenditure	9	19,807,840	9,437,857
Right-of-use asset	10	128,781	72,943
Plant and equipment	11	209,111	49,522
Total Non-Current Assets		20,145,732	9,560,322
Total Assets		34,599,171	12,080,094
Current Liabilities			
Trade and other payables	12	341,390	349,926
Provision for annual leave		4,370	-
Lease liabilities	10	24,685	57,491
Total Current Liabilities		370,445	407,417
Non-Current Liabilities			
Lease liabilities	10	105,027	45,202
Total Liabilities		475,472	452,619
Net Assets		34,123,699	11,627,475
Equity			
Contributed equity	13	41,516,489	16,071,499
Share-based payment reserve	14	52,755	278,467
Accumulated losses		(7,445,545)	(4,722,491)
Total Equity		34,123,699	11,627,475

The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes

Consolidated Statement of Changes in Equity

For the year ended 30 June 2022

	Contributed equity (Note 13)	Share-based payment reserve (Note 14)	Accumulated losses	Total Equity
30 June 2021	\$	\$	\$	\$
Balance at 1 July 2020	9,806,530	-	(3,666,659)	6,139,871
Net loss for the year	-	-	(1,055,832)	(1,055,832)
Comprehensive income for the year	-	-	-	-
Total comprehensive loss for the year	-	-	(1,055,832)	(1,055,832)
Transaction with owners recorded directly in equity				
Shares issued	3,220,000	-	-	3,220,000
Consideration for acquisition of exploration assets	3,450,000	-	-	3,450,000
Share issue costs	(405,031)	-	-	(405,031)
Share-based payments	-	278,467	-	278,467
Options expired unexercised	-	-	-	-
Balance at 30 June 2021	16,071,499	278,467	(4,722,491)	11,627,475
30 June 2022				
Balance at 1 July 2021	16,071,499	278,467	(4,722,491)	11,627,475
Net loss for the year	-	-	(2,723,054)	(2,723,054)
Comprehensive income for the year	-	-	-	-
Total comprehensive loss for the year			(2,723,054)	(2,723,054)
Transaction with owners recorded directly in equity				
Consideration for acquisition of exploration assets	10,226,058	-	-	10,226,058
Shares issued pursuant to placements	12,850,000	-	-	12,850,000
Shares issued pursuant to exercise of options	2,236,439	-	-	2,236,439
Shares issued in lieu of Director and Consultancy fees	117,200	-	-	117,200
Share issue costs	(738,950)	-	-	(738,950)
Share-based payments	754,243	(225,712)	-	528,531
Balance at 30 June 2022	41,516,489	52,755	(7,445,545)	34,123,699

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes

Consolidated Statement of Cash Flows**For the year ended 30 June 2022**

	Notes	30-Jun-22	30-Jun-21
		\$	\$
Cash flows from operating activities			
Payments to suppliers and employees		(861,090)	(341,005)
Payments for exploration, evaluation and development expenditure	9	(1,494,165)	(341,355)
Government grants and incentives		-	17,500
Interest received		4,475	67
Net cash used in operating activities	7(b)	(2,350,780)	(664,793)
Cash flows from investing activities			
Payments for exploration assets		(60,000)	(321,857)
Payments for plant and equipment	11	(235,764)	(57,264)
Proceeds from sale of plant and equipment		63,636	-
Net cash used in investing activities		(232,128)	(379,121)
Cash flows from financing activities			
Proceeds from issue of ordinary shares		12,850,000	3,220,000
Proceeds from options exercised		2,236,439	-
Proceeds from issue of options		-	2,200
Payment for share issue costs		(738,950)	(199,133)
Repayment of lease liabilities	10	(27,859)	(32,816)
Net cash from financing activities		14,319,630	2,990,251
Net increase/(decrease) in cash and cash equivalents		11,736,722	1,946,337
Cash and cash equivalents at beginning of the year		2,450,024	503,687
Cash and cash equivalents at end of the year	7(a)	14,186,746	2,450,024

The above Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes

1. Corporate Information

MinRex Resources Limited and its controlled entities (“the Company” or “the Group”) is a for-profit company domiciled in Australia and publicly listed on the Australian Securities Exchange (“ASX”). The nature of the operations and the principal activities of the Company are described in the Directors’ Report. The financial report for the year ended 30 June 2022 was authorised for issue in accordance with a resolution of the Directors on 2 September 2022.

2. Summary of Significant Accounting Policies

(a) Basis of preparation

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 has also been prepared on a historical cost basis. The financial report is presented in Australian dollar.

(b) Compliance with International Financial Reporting Standards (“IFRS”)

The financial report also complies with IFRS as issued by the International Accounting Standards Board.

(c) Principles of consolidation

The consolidated financial statements incorporate all of the assets, liabilities and results of the parent, MinRex Resources Limited, and all of its wholly-owned subsidiaries (including any structured entities). Subsidiaries are entities the parent controls. The parent controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. A list of the wholly-owned subsidiaries is provided in note 24.

The assets, liabilities and results of all subsidiaries are fully consolidated into the financial statements of the Group from the date on which control is obtained by the Group. The consolidation of a subsidiary is discontinued from the date that control ceases. Intercompany transactions, balances and unrealised gains or losses on transactions between group entities are fully eliminated on consolidation. Accounting policies of subsidiaries have been changed and adjustments made where necessary to ensure uniformity of the accounting policies adopted by the Group.

Equity interests in a subsidiary not attributable, directly or indirectly, to the Group are presented as “non-controlling interests”. The Group initially recognises non-controlling interests that are present ownership interests in subsidiaries and are entitled to a proportionate share of the subsidiary’s net assets on liquidation at either fair value or at the non-controlling interests’ proportionate share of the subsidiary’s net assets. Subsequent to initial recognition, non-controlling interests are attributed their share of profit or loss and each component of other comprehensive income. Non-controlling interests are shown separately within the equity section of the Consolidated Statement of Financial Position and Consolidated Statement of Comprehensive Income.

2. Summary of Significant Accounting Policies (continued)

(d) Going concern

This report has been prepared on the going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business. The Company has incurred a net loss of \$2,723,054 during the year ended 30 June 2022 (net loss 2021: \$1,055,832), and experienced net cash outflows from operating activities of \$2,350,780 (2021: \$664,793). At the date of this report, the Directors are satisfied there are reasonable grounds to believe that, having regard to the Group's financial position and the Directors' belief that the Company will be able to meet its obligations as and when they fall due.

The financial report does not contain any adjustments relating to the recoverability and classification of recorded assets or to the amounts or classification of recorded assets or liabilities that might be necessary should the Company not be able to continue as a going concern.

The impact of the Coronavirus (COVID-19) pandemic is ongoing and while it has not significantly impacted the Group up to 30 June 2022, it is not practicable to estimate the potential impact, positive or negative, after the reporting date. Several measures have been implemented to protect in line with recommended Government guidelines and procedures. Changes in Government guidelines and/or general business operability because of the ongoing COVID-19 pandemic have the potential to impact the Company.

(e) New, revised or amending Accounting Standards and Interpretations adopted

During the year ended 30 June 2022, the Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the AASB that are mandatory for the current reporting period. Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

(f) Revenue recognition

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the Group is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the Group: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised. The Company has concluded that it is acting as a principal in all of its revenue arrangements.

Interest income

Interest income is recorded using the effective interest rate, which is the rate that exactly discounts the estimated future cash payments or receipts through the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset or liability.

Other income

Other income is recognised when it is received or when the right to receive payment is established.

2. Summary of Significant Accounting Policies (continued)

(g) Income tax

The income tax expense (revenue) comprises current income tax expense (income) and deferred tax expense (income).

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at the end of the reporting period. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the period as well unused tax losses.

Current and deferred income tax expense (income) is charged or credited directly to equity instead of the profit or loss when the tax relates to items that are credited or charged directly to equity. Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future tax deductions are available. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates enacted or substantively enacted at the end of the reporting period. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised. Where temporary differences exist in relation to investments in subsidiaries, branches, associates, and joint ventures, deferred tax assets and liabilities are not recognised where the timing of the reversal of the temporary difference can be controlled and it is not probable that the reversal will occur in the foreseeable future.

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur.

Deferred tax assets and liabilities are offset where a legally enforceable right of set-off exists, the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

2. Summary of Significant Accounting Policies (continued)

(h) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short term highly liquid investments with original maturities of three months or less.

(i) Trade and other receivables

Amounts receivable from third parties are carried at amortised cost. The recoverability of the debts is assessed at balance date and specific allowance is made for any doubtful accounts.

(j) Mining tenements and mineral exploration and evaluation expenditure

Exploration and evaluation costs are written off in the year they are incurred. Acquisition costs are capitalised and carried forward where right to tenure of the area of interest is current and they are expected to be recouped through sale or successful development and exploitation of the area of interest or, where exploration and evaluation activities in the area of interest have not reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

Where an area of interest is abandoned or the Directors decide that it is not commercial, any accumulated acquisition costs in respect of that area are written off in the financial period the decision is made. Each area of interest is also reviewed at the end of each accounting period and accumulated costs are written off to the extent that they will not be recoverable in the future.

Amortisation is not charged on costs carried forward in respect of areas of interest in the development phase until production commences.

(k) Plant and equipment

Each class of plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment losses. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to profit or loss during the financial period in which they are incurred.

Depreciation and amortisation

The depreciable amount of all fixed assets including buildings is calculated using the straight-line method, over their estimated useful lives to the economic entity commencing from the time the asset is held ready for use.

The straight-line depreciation and amortisation rates used for each class of assets are as follows:

- ◆ Plant and equipment 20%
- ◆ Motor vehicle 20%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each reporting date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the Consolidated Statement of Comprehensive Income.

2. Summary of Significant Accounting Policies (continued)

(l) 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, except where included in the cost of inventories, an estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the site or asset.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Where the Company expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. Right-of use assets are subject to impairment or adjusted for any re-measurement of lease liabilities.

The Company has elected not to recognise a right-of-use asset and corresponding lease liability for short-term leases with terms of 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to profit or loss as incurred.

(m) Impairment of assets

At each reporting date, the Company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed in profit and loss.

Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

(n) Trade and other payables

Liabilities are recognised for amounts to be paid in the future for goods or services received, whether or not billed to the Company. Due to their short-term nature, they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 – 45 days of recognition.

(o) Lease liabilities

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate.

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

2. Summary of Significant Accounting Policies (continued)

(p) Finance costs

Finance costs attributable to qualifying assets are capitalised as part of the asset. All other finance costs are expensed in the period in which they are incurred.

(q) Provisions

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are measured at the present value of the expected liabilities.

(r) Contributed equity

Ordinary shares are classified as equity. Costs directly attributable to the issue of new shares or options are shown as a deduction from the equity proceeds, net of any income tax benefit.

(s) Goods and services tax ("GST")

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the Consolidated Statement of Financial Position are shown inclusive of GST.

Cash flows are presented in the Consolidated Statement of Cash Flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(t) Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Directors of MinRex Resources Limited.

(u) Earnings per share ("EPS")

Basic EPS is calculated by dividing the net profit/(loss) attributable to members of the Company for the reporting period, after excluding any costs of servicing equity, by the weighted average number of ordinary shares of the Company, adjusted for any bonus issue.

Diluted EPS is calculated by dividing the basic EPS earnings/(loss), adjusted by the after-tax effect of financing costs associated with dilutive potential ordinary shares and the effect on revenues and expenses of conversion to ordinary shares associated with dilutive potential ordinary shares, by the weighted average number of ordinary shares and dilutive ordinary shares adjusted for any bonus issue.

(v) Parent entity information

In accordance with the Corporations Act 2001, these financial statements present the results of the Group only. Supplementary information about the parent entity is disclosed in note 23.

2. Summary of Significant Accounting Policies (continued)

(w) New accounting standards for application in future periods

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the Group for the annual reporting period ended 30 June 2022. The Group has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

3. Significant accounting estimates, judgments and assumptions

The preparation of financial statements requires management to make judgments and estimates relating to the carrying amounts of certain assets and liabilities. Actual results may differ from the estimates made. Estimates and assumptions are reviewed on an ongoing basis.

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 accounting period are:

Impairment of exploration and evaluation assets and investments in and loans to subsidiaries

The ultimate recoupment of the value of exploration and evaluation assets, the Company's investment in subsidiaries, and loans to subsidiaries is dependent on the successful development and commercial exploitation, or alternatively, sale, of the exploration and evaluation asset.

A review of impairment indicators is carried out on a regular basis. There is significant estimation and judgement in assessing impairment indicators.

The key areas of judgement and estimation include:

- Recent exploration and evaluation results and resource estimates;
- Environmental issues that may impact on the underlying tenements;
- Fundamental economic factors that have an impact on the planned operations and carrying values of assets and liabilities.

Carrying Value of Exploration and Evaluation Assets

The Company assessed the carrying value of its exploration expenditure for indicators of impairment and concluded that impairment testing of the project was not required.

Share-based payment transactions

The Company measures the cost of equity-settled transactions by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by using either the Binomial or Black-Scholes model taking into account the terms and conditions upon which the instruments were granted. The accounting estimates and assumptions relating to equity-settled share-based payments would have no impact on the carrying amounts of assets and liabilities within the next annual reporting period but may impact profit or loss and equity. Refer to note 15 for further information.

Coronavirus (COVID-19) pandemic

Judgement has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have on the Group based on known information. This consideration extends to the nature of the products and services offered, customers, supply chain and geographic regions in which the Group operates.

4. Segment information

For management purposes, the Company is organised into one main operating segment, which involves exploration for gold and other minerals. All of the Company's activities are interrelated, and discrete financial information is reported to the Board (Chief Operating Decision Makers) as a single segment. Accordingly, all significant operating decisions are based upon analysis of the Company as one segment. The financial results from this segment are equivalent to the consolidated financial statements of the Company as a whole. Total revenue earned by the Company is generated in Australia and all the Company's non-current assets reside in Australia.

5. Management and administration expenses	30-Jun-22	30-Jun-21
	\$	\$
Audit and compliance costs	52,825	63,165
Legal and professional support	81,891	27,638
General office expenses	142,564	98,820
Bank charges	396	475
	277,676	190,098

6. Income tax	30-Jun-22	30-Jun-21
	\$	\$
(a) Income tax expense		
Current tax	-	-
Deferred tax	-	-
	-	-

(b) Numerical reconciliation between aggregate tax expense recognised in the Consolidated Statement of Profit or Loss and tax expense calculated per the statutory income tax rate

A reconciliation between tax expense and the product of accounting loss before income tax multiplied by the Group's applicable tax rate is as follows:

	30-Jun-22	30-Jun-21
	\$	\$
Loss before income tax expense	(2,723,054)	(1,055,832)
Tax at the company rate of 25% (2021: 26%)	(680,763)	(274,516)
Impact of change in corporate tax rate	-	177,802
Non-deductible expenses	10,166	14,134
Tax losses and temporary differences not recognised	670,597	82,581
Income tax expense	-	-

6. Income tax (continued)

(c) Deferred tax

The following temporary differences existed at the balance sheet date:

	30-Jun-22	30-Jun-21
	\$	\$
<i>Deferred tax assets</i>		
Accruals	3,784	5,799
Superannuation payable	-	-
Unrecognised tax losses	2,921,573	2,018,066
Section 40-880 deductions	223,201	121,692
Net Lease Liability	233	2,272
Deferred tax assets not recognised	(1,766,454)	(1,354,277)
	<u>1,382,337</u>	<u>793,552</u>
<i>Deferred tax liabilities</i>		
Prepayments	4,847	4,552
Exploration	1,377,490	789,000
Right-of-use assets	-	-
	<u>1,382,337</u>	<u>793,552</u>
Net deferred tax	<u>-</u>	<u>-</u>

There was a deferred tax liability of \$1,382,337 as at 30 June 2022 (2021: \$793,552).

The aggregate deferred tax asset has not been carried forward as an asset in the Consolidated Statement of Financial Position as realisation of the benefit is not regarded as probable and will only be obtained if:

- (a) the Company derives future assessable income of a nature and of an amount sufficient to enable the benefit from the exploration expenditure and tax losses to be realised;
- (b) the Company continues to comply with the conditions for deductibility imposed by the law; and
- (c) no changes in tax legislation adversely affect the Company in realising the benefit from the tax losses.

Income tax Consolidation

MinRex and its wholly owned Australian subsidiaries are part of an income tax consolidated group and have entered into tax sharing and tax funding agreements. Under the terms of these agreements, the subsidiaries will reimburse MinRex for any current income tax payable by MinRex arising in respect of their activities. The reimbursements are payable at the same time as the associated income tax liability falls due and will therefore be recognised as a current tax-related receivable by MinRex when they arise. In the opinion of the Directors, the tax sharing agreement is also a valid agreement under the tax consolidation legislation and limits the joint and several liability of the subsidiaries in the case of a default by MinRex.

Change in corporate tax rate

There was a legislated change in the corporate tax rate applying to future income years. The impact of this reduction in the corporate tax rate has been reflected in the unrecognised deferred tax positions and the prima facie tax reconciliation above.

7. Cash and cash equivalents	30-Jun-22	30-Jun-21
	\$	\$
(a) Reconciliation of cash and cash equivalents		
Cash comprises of:		
Cash at bank	14,186,746	2,439,420
Bank guarantee	-	10,604
Total cash and cash equivalents	14,186,746	2,450,024
 (a) Reconciliation of operating loss after tax to the cash flows from operations		
	30-Jun-22	30-Jun-21
	\$	\$
Loss from ordinary activities after tax	(2,723,054)	(1,055,832)
Non-cash flows in loss:		
Depreciation and amortisation	66,816	50,931
Share based payments	528,531	70,369
Impairment of assets	70,036	-
Realised gain on right-of-use asset	(21,630)	-
Impairment losses on right-of-use asset	(25,490)	25,887
Finance costs	2,518	-
Changes in assets and liabilities:		
Increase in other receivables	(140,534)	(19,567)
(Increase)/Decrease in prepayments	(1,178)	582
Increase/(decrease) in trade and other payables	(106,795)	262,837
Net cash used in operating activities	(2,350,780)	(664,793)
 8. Other receivables	30-Jun-22	30-Jun-21
	\$	\$
GST refundable	227,308	31,540
Other receivables	20,000	20,000
	247,308	51,540

The carrying amount of these receivables approximates their fair value and are not considered to be impaired.

9. Exploration, evaluation and development expenditure	30-Jun-22	30-Jun-21
	\$	\$
(a) Area of interest		
East Pilbara Gold Project – Western Australia	5,656,000	5,656,000
East Lachlan Fold Belt – New South Wales	4,304,357	3,781,857
White Springs Project – Western Australia	37,500	-
Abeh Tenements – Western Australia	2,888,200	-
Odette Five Pty Ltd – Western Australia	6,921,783	-
Carrying amount at the end of the year	19,807,840	9,437,857

	30-Jun-22	30-Jun-21
	\$	\$
(a) Reconciliation		
Carrying amount at beginning of the year	9,437,857	5,656,000
Exploration and evaluation assets acquired ¹	10,369,983	3,781,857
Additions	804,203	341,355
Less write-off of exploration and evaluation expenditure*	(804,203)	(341,355)
Carrying amount at end of the year	19,807,840	9,437,857

¹ Asset Acquisition

During the period, MinRex exercised its option to farm into the Sunny Corner tenement EL5964 through the issue of 30,000,000 shares at a deemed issue price of \$0.02 per share (fair value of shares is \$0.0174 per share as at grant date). Refer to Notice of Annual General Meeting held on 26 November 2021 for more details on Sunny Corner JV. During the December 2021 quarter, the Company acquired Moghul Mining Pty Ltd, being the owner of the White Springs Project, which comprises a single tenement EL45/5852, located in the East Pilbara, WA. The consideration paid by MinRex comprised a \$10,000 cash payment and the issue of 1,250,000 shares at a deemed issue price of \$0.016 (fair value of shares is \$0.022 per share as at grant date), and a 0.75% NSR royalty payable on minerals extracted from EL45/5852. Shareholders ratified the acquisition at Company's Annual General Meeting held on 26 November 2021.

The Company also entered into a binding term sheet for the acquisition of a portfolio of exploration licences and mineral rights from Abeh Pty Ltd vendors. During the period, the Company paid \$5,000 non-refundable cash deposit. During the period, MinRex issued 40,000,000 shares at a deemed issue price of \$0.018 per share, (fair value of shares is \$0.068 per share as at grant date) to Abeh vendors in consideration for the acquisition of four exploration licences and mineral rights to battery metals over three additional exploration licences in the Pilbara region of WA considered highly prospective for Lithium-Tin-Tantalum⁴. Further consideration, being a non-refundable deposit of \$5,000, was paid in cash by MinRex on 30 November 2021 with a 1% NSR royalty payable to Abeh vendors on any minerals extracted from the Abeh tenement licences and pursuant to MinRex's mineral rights also forming part of the consideration. Refer to Notice of General Meeting held on 16 February 2022 for more details relating to Abeh exploration licences and mineral rights acquisition.

During the period the Company issued 86,437,470 shares at a deemed issue price of \$0.018 per share, (fair value of shares is \$0.068 per share as at grant date) in consideration for the acquisition of 100% of the issued capital of Odette Five Pty Ltd, who holds four exploration licences and five exploration licence applications in the Pilbara region of WA considered highly prospective for Lithium-Tin-Tantalum⁵. Further consideration, being the assumption of existing loans of Odette Five of \$150,000, was paid in cash by MinRex on 22 February 2022.

⁴ Refer to ASX announcement dated 24 November 2021.

⁵ Refer to ASX announcement dated 17 November 2021.

9. Exploration, evaluation and development expenditure (continued)

Subsequent to the Odette Five Acquisition Agreement being executed, Odette Five Pty Ltd secured mineral rights to the battery metals over two additional exploration licence applications in the Pilbara held by True Fella Pty Ltd ('Pilbara Mineral Rights'), which the Company acquired via the Odette Acquisition. On 25 February 2022, following shareholder approval on 16 February 2022, the Company issued 6,666,666 shares at a deemed issue price of \$0.018 per share, (fair value of shares is \$0.068 per share as at grant date) pursuant to the acquisition of Pilbara Mineral Rights. An addendum to the original term sheet between Odette Five Pty Ltd and True Fella Pty Ltd was subsequently executed for the acquisition of additional mineral rights to battery metals over the exploration licence application known as the Garden Greek Lithium Project (E45/5869)⁶. MinRex was not a party to this addendum, but has since acquired Odette Five Pty Ltd and has settled this acquisition via issuance of 3,333,334 consideration shares at a deemed issue price of \$0.018 per share, (fair value of shares is \$0.068 per share as at grant date) under Company's Listing Rule 7.1 capacity. Further consideration to be paid by MinRex comprises of a 1% gross overriding royalty payable on any minerals extracted from E45/5869 tenement.

* Exploration expenditure written off amounts at balance date is in line with the Group's accounting policy on exploration, evaluation and development assets.

Refer to the table below for summary of the consideration costs recognised by MinRex for the Sofala Projects, Sofala JV, Sunny Corner JV, the White Springs Project, the Abeh tenements and mineral rights, the Odette Five Pty Ltd and associated rights from True Fella Pty Ltd. Deemed value price for share considerations was based on the market closing price of MinRex's shares at grant date, being the shareholder approval date.

	Contract Party	Number of Shares issued	Fair Value (\$)	Cash paid (\$)	Total consideration (\$)
Sunny Corner JV					
Consideration for exercise of farm-in option	Argent Minerals Ltd	30,000,000	522,500	-	522,500
Total capitalised costs for Sunny Corner as at 30 June 2022					522,500
Abeh Tenements					
Deposit paid on acquisition	Abeh Pty Ltd vendors			5,000	5,000
Consideration for acquisition of tenements	Abeh Pty Ltd vendors	40,000,000	2,720,000		2,720,000
Shares issued pursuant to introductions made	Manor Ventures Pty Ltd	2,400,000	163,200		163,200
Total capitalised costs for Abeh Tenements as at 30 June 2022					2,888,200
White Springs					
Acquisition of Moghul Mining Pty Ltd, the owner of EL45/5852 tenement	John Heugh Victory Trust	1,250,000	27,500	10,000	37,500
Total capitalised costs for acquisition of Moghul Mining Pty Ltd as at 30 June 2022					37,500

⁶ Refer to ASX announcement dated 21 February 2022.

Odette Five Pty Ltd

Acquisition of Odette Five Pty Ltd	True Fella Pty Ltd	-	-	10,000	10,000
	Odette Five Pty Ltd				
Acquisition of Odette Five Pty Ltd	vendors	86,437,470	5,877,748	-	5,877,748
	Canaccord				
Shares issued pursuant to introductions made	Genuity Financial Ltd	3,457,500	235,110	-	235,110
Acquisition of Odette Five Pty Ltd – Additional Mineral Rights	True Fella Pty Ltd	6,666,666	453,333	45,000	498,333
Acquisition of Odette Five Pty Ltd – Additional tenements	True Fella Pty Ltd	3,333,334	226,666	-	226,666
Exploration costs capitalised on consolidation					73,926
Total capitalised costs for acquisition of Odette Five Pty Ltd as at 30 June 2022					6,921,783

Total acquisition costs capitalised in this year-end 30 June 2022	10,369,983
--	-------------------

10. Leases

The Group has lease contract for its corporate office, which has a three year lease term. The Group's obligations under its lease are secured by the lessor's title to the leased assets.

Set out below is the carrying amount of right-of-use asset recognised and the movements during the year:

	30-Jun-22	30-Jun-21
	\$	\$
Right-of-use asset		
Carrying amount at beginning of the year	72,943	49,783
Additions	134,261	87,531
Depreciation for the year	(43,642)	(38,484)
Impairment upon termination of lease	(34,781)	(25,887)
Carrying amount at end of the year	128,781	72,943

10. Leases (continued)

Set out below are carrying amounts of lease liabilities and the movements during the year:

	30-Jun-22	30-Jun-21
	\$	\$
Lease liabilities		
Carrying amount at beginning of the year	102,693	47,978
Additions	134,261	87,531
Repayments	(25,341)	(32,816)
(Gain)/loss on termination of lease	(21,630)	-
Termination of lease	(60,271)	-
Carrying amount at end of the year	129,712	102,693
 Lease liability – current	 24,685	 57,491
Lease liability – non-current	105,027	45,202
 Depreciation expense for right-of-use asset	 43,642	 38,484
Impairment losses on right-of-use asset	34,781	25,887
Interest expense on lease liabilities	2,518	3,422
Total amount recognised in statement of profit or loss	80,941	67,793

11. Plant and equipment	30-Jun-22	30-Jun-21
	\$	\$
Office equipment and furniture		
Carrying amount at beginning of the year	1,356	4,705
Additions	-	-
Depreciation for the year	(1,356)	(3,349)
Carrying amount at end of the year	-	1,356
Cost	43,744	43,744
Accumulated depreciation	(43,744)	(42,388)
Carrying amount at end of the year	-	1,356
Motor vehicle		
Carrying amount at beginning of the year	48,166	-
Additions	235,764	57,264
Disposals	(53,000)	-
Depreciation for the year	(21,818)	(9,098)
Carrying amount at end of the year	209,112	48,166
Cost	240,027	57,264
Accumulated depreciation	(30,915)	(9,098)
Carrying amount at end of the year	209,112	48,166
Total plant and equipment		
Carrying amount at beginning of the year	49,522	4,705
Additions	235,764	57,264
Disposal	(53,000)	-
Depreciation for the year	(23,174)	(12,447)
Carrying amount at end of the year	209,112	49,522
Cost	283,772	101,008
Accumulated depreciation	(74,660)	(51,486)
Carrying amount at end of the year	209,112	49,522
12. Trade and other payables	30-Jun-22	30-Jun-21
	\$	\$
Trade payables	325,646	257,715
Accruals	15,744	92,211
	341,390	349,926

Trade creditors are expected to be paid on 30-day terms.

13. Contributed equity	30-Jun-22 No.	30-Jun-22 \$	30-Jun-21 No.	30-Jun-21 \$
Ordinary Shares				
Fully paid ordinary shares	1,060,146,961	41,516,489	551,137,055	16,071,499
	1,060,146,961	41,516,489	551,137,055	16,071,499
	30-Jun-22	30-Jun-22	30-Jun-21	30-Jun-21
Movements in ordinary shares on issue:	No.	\$	No.	\$
At beginning of the year	551,137,055	16,071,499	206,970,388	9,806,530
Share issued during the year – Placement	252,620,968	12,850,000	171,666,667	3,220,000
Share issued during the year – Options Exercised	55,410,981	2,236,439	-	-
Shares issued on conversion of performance rights	23,000,000	754,243	-	-
Shares issued in lieu of Director and Consultancy fees	4,432,987	117,200	-	-
Consideration for acquisition of exploration assets	173,544,970	10,226,058	172,500,000	3,450,000
Share issue costs		(738,950)	-	(405,031)
At end of the year	1,060,146,961	41,516,489	551,137,055	16,071,499

Terms and conditions of contributed equity

Ordinary shares participate in dividends and the proceeds on winding up of the Company in proportion to the number of shares held. The fully paid ordinary shares have no par value.

At the shareholders' meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

Capital risk management

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

In order to maintain or adjust the capital structure, the Group may issue new shares or sell assets. During 2022 financial year, the Group's strategy, which was unchanged from 2021 financial year, was to maintain borrowings outside of trade and other payables.

14. Share-based payments reserve	30-Jun-22 \$	30-Jun-21 \$
At beginning of the year	278,467	-
Unlisted Options expired unexercised	-	-
Share-based payments vesting expense*	528,531	276,267
Conversion of performance rights	(754,243)	-
Unlisted Options issued	-	2,200
At end of the year	52,755	278,467

* Refer to note 15 for valuation technique and assumptions.

The share-based payments reserve records the fair value of options issued to CEO, Directors and suppliers.

15. Share-based payments

Grant date/entitlement	Number of instruments	Grant date	Fair value per instrument \$	Value \$
Performance Rights issued on 16 September 2020 exercisable on or before 16 September 2025 *	15,000,000	16-Sep-20	0.0248	372,000
Performance Rights issued on 13 May 2021 exercisable on or before 13 May 2024 **	4,000,000	13-May-21	0.0207-0.024	93,015
Performance Rights issued on 22 December 2021 exercisable on or before 16 September 2025 ***	5,000,000	22-Dec-21	0.0189	94,500
Performance Rights issued on 25 February 2022 exercisable on or before 25 February 2027 (Class A) ****	6,500,000	25-Feb-22	0.0466	302,944
Performance Rights issued on 25 February 2022 exercisable on or before 25 February 2027 (Class B) *****	6,500,000	25-Feb-22	0.0455	295,606
Total value at 30 June 2022				1,158,065

*Pursuant to AASB 2 Section 15(b), the Performance Rights presume that the services to be rendered by Directors as consideration for the Rights will be received in the future and will vest over the period of 5 years. Fair value in the amount of \$372,000 represents total Performance Right value. The amortised value for the current period is \$312,276 (2021: \$59,724). Refer to Note 15 (i) below.

** Pursuant to AASB 2 Section 15(b), the Performance Rights presume that the services to be rendered by CEO as consideration for the Rights will be received in the future and will vest over the period of 3 years. Fair value in the amount of \$93,015 represents total Performance Right value. Refer to Note 15 (ii) below. The expensed value for the current period is \$78,044.

*** Pursuant to AASB 2 Section 15(b), the Performance Rights presume that the services to be rendered by the Directors and the CEO as consideration for the Rights will be received in the future and will vest over the period of 3.81 years. Fair value in the amount of \$94,500 represents total Performance Right value. Refer to Note 15 (iii) below. The expensed value for the current period is \$94,500.

**** Pursuant to AASB 2 Section 15(b), the Performance Rights presume that the services to be rendered by the Directors and the CEO as consideration for the Rights will be received in the future and will vest over the period of 3 years. Fair value in the amount of \$302,944 represents total Performance Right value. Refer to Note 15 (iv) below. The expensed value for the current period is \$22,124.

***** Pursuant to AASB 2 Section 15(b), the Performance Rights presume that the services to be rendered by the Directors and the CEO as consideration for the Rights will be received in the future and will vest over the period of 5 years. Fair value in the amount of \$295,606 represents total Performance Right value. Refer to Note 15 (v) below. The expensed value for the current period is \$21,588.

15. Share-based payments (continued)

- (i) 15,000,000 Performance Rights issued as part of equity-based remuneration packages of Directors have been calculated using binomial option pricing model with the following inputs:

Performance Rights Granted on 16 September 2020	
Expected volatility (%)	100
Risk free interest rate (%)	0.43
Weighted average expected life of Performance Rights (years)	4.22
Expected dividends	Nil
Performance Right exercise price (\$)	Nil
Share price at grant date (\$)	0.026
Fair value of Performance Right (\$)	0.0248
Expiry date	16 September 2025

- (ii) 4,000,000 Performance Rights issued as part of equity-based remuneration packages of CEO have been calculated using binomial option pricing model with the following inputs:

Performance Rights Granted on 13 May 2021	
Expected volatility (%)	100
Risk free interest rate (%)	0.11
Weighted average expected life of Performance Rights (years)	2.87
Expected dividends	Nil
Performance Right exercise price (\$)	Nil
Share price at grant date (\$)	0.024
Fair value of Performance Right (\$)	0.0207 - 0.024*
Expiry date	13 May 2024

* The 4,000,000 Performance Rights comprised 500,000 Performance Rights which vest upon achievement of 20-day VWAP of the Company's share price reaching \$0.040 (their fair value is \$0.0213), 500,000 Performance Rights which vest upon achievement of 20-day VWAP of the Company's share price reaching \$0.045 (their fair value is \$0.0207) and 3,000,000 Performance Rights which vest upon achievement of various non-market condition milestones (their fair value is \$0.024).

- (iii) 5,000,000 Performance Rights issued as part of equity-based remuneration packages of Directors have been calculated using binomial option pricing model with the following inputs:

Performance Rights Granted on 24 November 2021	
Expected volatility (%)	100
Risk free interest rate (%)	1.44
Weighted average expected life of Performance Rights (years)	3.81
Expected dividends	Nil
Performance Right exercise price (\$)	Nil
Share price at grant date (\$)	0.021
Fair value of Performance Right (\$)	0.0189*
Expiry date	16 September 2025

* The 5,000,000 Performance Rights comprised 5,000,000 Performance Rights which vest upon achievement of 20-day VWAP of the Company's share price reaching \$0.040 (their fair value is \$0.0189).

15. Share-based payments (continued)

- (iv) 6,500,000 Performance Rights Class A issued as part of equity-based remuneration packages of the CEO and Directors have been calculated using binomial option pricing model with the following inputs:

Performance Rights Granted on 25 February 2022	
Expected volatility (%)	100
Risk free interest rate (%)	1.94
Weighted average expected life of Performance Rights (years)	4.97
Expected dividends	Nil
Performance Right exercise price (\$)	Nil
Share price at grant date (\$)	0.05
Fair value of Performance Right (\$)	0.0466*
Expiry date	25 February 2027

*The 6,500,000 Performance Rights which vest upon achievement of 20 consecutive days of trading in which the Company's share price reaches \$0.08 (their fair value is \$0.0466).

- (v) 6,500,000 Performance Rights Class B issued as part of equity-based remuneration packages of the CEO and Directors have been calculated using binomial option pricing model with the following inputs:

Performance Rights Granted on 25 February 2022	
Expected volatility (%)	100
Risk free interest rate (%)	1.94
Weighted average expected life of Performance Rights (years)	4.97
Expected dividends	Nil
Performance Right exercise price (\$)	Nil
Share price at grant date (\$)	0.05
Fair value of Performance Right (\$)	0.0455*
Expiry date	25 February 2027

*The 6,500,000 Performance Rights which vest upon achievement of 20 consecutive days of trading in which the Company's share price reaches \$0.010 (their fair value is \$0.0455).

- (vi) A summary of movements of Options and Performance Rights is as follows:

	30-Jun-22	30-Jun-22	30-Jun-21	30-Jun-21
	No.	\$	No.	\$
At beginning of the year	156,523,170	278,467	35,356,503	-
Options issued (exercisable at \$0.040)	-	-	79,166,667	-
Options issued (exercisable at \$0.045)	-	-	22,000,000	208,098
Options issued to CEO			1,000,000	10,645
Options exercised	(55,410,981)	-	-	-
Performance Rights issued to Directors	13,000,000 ¹	43,711	15,000,000	59,724
Performance Rights issued to CEO	5,000,000 ¹	94,500	4,000,000	-
Performance Rights vesting to Shares	(23,000,000) ²	(754,243)	-	-
Share based payments vesting expense	-	390,320	-	-
At end of the year	96,112,189	52,755	156,523,170	278,467

15. Share-based payments (continued)

¹ Refer to (iii),(iv) and (v) above.

² Performance Rights that vested include 3,000,000 of the rights detailed in (ii) and all of the Performance Rights detailed in (i) and (iii) above.

16. Auditor's remuneration

	30-Jun-22	30-Jun-21
	\$	\$
Amounts received or due and receivable by PKF Perth are as follows:		
Audit Services – PKF Perth	52,825	39,000
Other Services – PKF Perth	16,350	6,000
	69,175	45,000

17. Key management personnel disclosures

The totals of remuneration paid or due to be paid to the KMP of the Company during the year are as follows:

(a) Remuneration of Key Management Personnel

	30-Jun-22	30-Jun-21
	\$	\$
Short-term employment benefits		
Directors' and CEO fees	394,538	93,903
Consulting fees and exploration manager fee	226,231	57,038
Superannuation	4,366	-
Share-based payments	528,531	59,724
Total short-term employment benefits	1,153,666	210,665

(b) Other transactions with key management personnel

There were no other transactions with Key Management Personnel, with the exception of that disclosed at (d) below.

(c) Outstanding balances

The following balances were outstanding at the reporting date in relation to the transactions with related parties:

During 2022 financial year, total of \$4,366 in superannuation was payable to Non-Executive Director, Mr Ian Shackleton. The amount represents the liability owed from the date of his appointment as a Non-Executive Director. There were no other outstanding amounts payable to Directors of the Company (2021: \$2,817). No consulting fees were payable to Directors of the Company as at the end of the financial year (2021: \$Nil).

(d) Related party transactions

There are no related party transactions during the period apart from the payment of Directors' fees, Consulting fees and Exploration Manager fees as disclosed at (a) above.

18. Loss per share	30-Jun-22	30-Jun 21
Basic loss per share (cents)	(0.38)	(0.27)
Weighted average number of ordinary shares used in calculating basic loss per share	725,358,987	392,403,081
Effect of dilution	-	-
Adjusted weighted average number of ordinary shares used in calculating diluted loss per share	725,358,987	392,403,081

19. Financial risk management

Exposure to interest rate, liquidity and credit risk arises in the normal course of the Company's business. The Company does not hold or issue derivative financial instruments.

The Company uses different methods as discussed below to manage risks that arise from these financial instruments. The objective is to support the delivery of the financial targets while protecting future financial security. Risk management is carried out by executive management with guidance from the Audit & Risk Management Committee. Primary responsibility for the identification and management of financial risks rests with the Board.

(a) Liquidity risk

The Company manages liquidity risk by maintaining sufficient cash facilities to meet the operating requirements of the business. The responsibility for liquidity risk management rests with the Board of Directors.

Maturity analysis for financial liabilities

Financial liabilities of the Company comprise trade and other payables. As at 30 June 2021 and 30 June 2022, all financial liabilities are contractually matured within 30 days.

(b) Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or the fair value of financial instruments.

The Company's exposure to market risk for changes to interest rate risk relates primarily to its earnings on cash.

Interest rate sensitivity

The following table demonstrates the sensitivity of the Company's Consolidated Statement of Comprehensive Income to a reasonably possible change in variable interest rates, with all other variables constant.

19. Financial risk management (continued)

	Effect on post tax earnings increase/(decrease)	Effect on equity including accumulated losses increase/(decrease)	Effect on post tax earnings increase/ (decrease)	Effect on equity including accumulated losses increase/(decrease)
	30-Jun-22	30-Jun-22	30-Jun-21	30-Jun-21
	\$	\$	\$	\$
Increase 50 basis points	70,934	70,934	12,250	12,250
Decrease 50 basis points	(70,934)	(70,934)	(12,250)	(12,250)

A sensitivity of 50 basis points has been used as this is considered reasonable given the current level of both short term and long-term Australian Dollar interest rates. The change in basis points is derived from a review of historical movements and management's judgement of future trends.

(c) Credit risk exposures

Credit risk represents the risk that the counterparty to the financial instrument will fail to discharge an obligation and cause the Company to incur a financial loss. The Company's maximum credit exposure is the carrying amounts of financial assets in the Consolidated Statement of Financial Position.

At 30 June 2022, the Company held cash at bank. The cash was held with financial institution with a rating from Standard & Poor of AA or above (long term). The Company has no past due or impaired debtors as at 30 June 2022 (2021: Nil).

(d) Fair value

The carrying values of the financial instruments as at 30 June 2022 approximates their fair values due to their short-term nature.

20. Contingent liabilities and commitments

In addition, and pursuant to the Sofala Projects and the Sofala Farm-in Rights, a 2% net smelter royalty in respect of all mineral production from the Sofala Projects and the Sofala Farm-in Rights will be payable by MinRex upon the achievement of the set milestone; and

Pursuant to the Sunny Corner Farm-in, 25,000,000 Shares will be issued by MinRex upon the ground access for drilling on the Sunny Corner Tenement being granted, 30,000,000 Shares to be issued by MinRex upon the Company acquiring a 90% beneficial interest in, and legal title to, the Sunny Corner Tenement and a 2% net smelter royalty in respect of all mineral production from the exploration area of the Sunny Corner Tenements will be payable by MinRex upon the achievement of the set milestone.

Pursuant to the acquisition of Odette Five Pty Ltd a 1% gross overriding royalty payable on any minerals extracted from E45/5869, E45/5871 & E45/5873 tenement is also payable on the achievement of the set milestone.

20. Contingent liabilities and commitments (continued)

The Consideration payable to the Abenh Vendors comprises of a 1% NSR royalty payable on any minerals extracted from the acquired licences (E45/4953, E45/4275, E45/4601 and E45/4266) and pursuant to the Company's mineral rights on E45/5071, E45/4455 and E45/3926.

As at the date of this report, no other contingent liabilities or commitments had been identified.

21. Capital commitments

The Company's minimum expenditure commitments in relation to its tenements are as follows:

	30-Jun-22	30-Jun-21
	\$	\$
Within 1 year	103,169	278,858
Between 2 and 5 years	1,645,366	232,006
Over 5 years	21,492	-
	1,770,027	510,864

22. Events subsequent to reporting date

There are no matters or circumstances that have arisen since the end of the year which will significantly affect, or may significantly affect, the state of affairs or operations of the Company in future financial periods except for:

- On 21 July 2022 the Company provided an update in respect of some of the cornerstone investors who signed legally binding commitment letters with the Company to participate in the placement as announced on 21 April 2022 and subsequently on 10 June 2022, but who subsequently failed to pay the require subscription moneys. The Company advised that it had instigated proceedings in the Supreme Court of Western Australia seeking payment of agreed subscription moneys or damages arising from breach of the commitment letters, plus interest and costs. On 16 August 2022, the Company issued a total of 8,467,742 cornerstone group investment shares at \$0.062 per share pursuant to Listing Rule 7.1 capacity.
- On 5 August 2022, Mr James Pearse resigned as the Non-Executive Director.
- Subsequent to the financial year end, the Company issued a total of 7,875,000 shares following the exercise of 7,875,000 Unlisted Options exercisable at \$0.04 raising a total of \$315,000.
- On 2 September 2022, the Company will announce resignations of Mr James Bahen from the Board and Miss Aida Tabakovic from the Company Secretary position.
- The impact of the Coronavirus ('COVID-19') pandemic is ongoing for the Group up to 30 June 2022, it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

23. Parent information

The accounting policies of the parent entity, which have been applied in determining the financial information shown below, are the same as those applied in the consolidated financial statements.

STATEMENT OF FINANCIAL POSITION	30-Jun-22	30-Jun-21
	\$	\$
ASSETS		
Current assets	14,369,014	2,481,109
Non-current assets	21,637,949	10,053,012
TOTAL ASSETS	36,006,963	12,534,121
LIABILITIES		
Current liabilities	326,078	233,940
Non-current liabilities	105,028	45,202
TOTAL LIABILITIES	431,106	279,142
NET ASSETS	35,575,857	12,254,979
Contributed equity	41,516,489	16,071,499
Share-based payment reserve	52,755	278,467
Accumulated losses	(5,993,387)	(4,094,987)
TOTAL EQUITY	35,575,857	12,254,979
Loss for the year	(1,898,400)	(727,068)
Other comprehensive income		-
Total comprehensive loss	(1,898,400)	(727,068)

There are no material guarantees or capital commitments to be disclosed.

24. Interests in controlled entities

The consolidated financial statements incorporate the assets, liabilities and the results of the following subsidiaries in accordance with the accounting policy described in note 2. The recently acquired subsidiaries do not form part of business combinations as the acquired subsidiaries were not considered a business under the AASB.

Name	Country of incorporation	Date of incorporation	Equity holding	
			30 June 2022	30 June 2021
East Pilbara Conglomerates Pty Ltd	Australia	17 November 2017	100%	100%
SR (Sale Entity) Pty Ltd	Australia	17 November 2017	100%	100%
Sofala Minerals Pty Ltd	Australia	11 September 2020	100%	100%
MR Resources Pty Ltd	Australia	30 July 2020	100%	100%
Moghul Mining Pty Ltd*	Australia	23 November 2020	100%	-
Odetta Five Pty Ltd**	Australia	25 January 2021	100%	-

* Acquired on 20 October 2021.


** Acquired on 21 February 2022.

MinRex Resources Limited
DIRECTORS' DECLARATION

In accordance with a resolution of the Directors of MinRex Resources Limited, I state that:

1. In the opinion of the Directors:
 - (a) the financial statements and notes of MinRex Resources Limited are in accordance with the *Corporations Act 2001*, including:
 - (i) giving a true and fair view of the financial position of the Group as at 30 June 2022 and of its performance, for the year ended on that date; and
 - (ii) complying with Accounting Standard (including the Australian Accounting Interpretation) and the Corporations Regulations 2001;
 - (b) the financial statements and notes also comply with International Financial Reporting Standards as disclosed in note 2(b); and
 - (c) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
2. This declaration has been made after receiving the declarations required to be made to the Directors in accordance with sections of 295A of the *Corporations Act 2001* for the financial year ended 30 June 2022.

On behalf of the Board



George Karageorge
Managing Director & CEO

Perth
2 September 2022

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF

MINREX RESOURCES LIMITED

Report on the Financial Report

Opinion

We have audited the accompanying financial report of Minrex Resources Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 2022, 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, notes comprising a summary of significant accounting policies and other explanatory information, and the Directors' Declaration.

In our opinion the accompanying financial report of Minrex Resources Limited 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 2022 and its performance for the year ended on that date; 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Group in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Level 4, 35 Havelock Street, West Perth, WA 6005
PO Box 609, West Perth, WA 6872
T: +61 8 9426 8999 F: +61 8 9426 8900 www.pkfperth.com.au

PKF Perth is a member firm of the PKF International Limited family of legally independent firms and does not accept any responsibility or liability for the actions or inactions of any individual member or correspondent firm or firms.

Liability limited by a scheme approved under Professional Standards Legislation.

Key Audit Matters

The key audit matters are matters that, in our professional judgement, were of most significance in our audit of the financial report of the current year. These matters addressed in the context of our audit of the financial report, and in forming our opinion thereon, of which we do not provide a separate opinion on. For the matters below, our description of how our audit addressed the matter is provided in that context

Capitalised Exploration and Evaluation Asset

Why significant	How our audit addressed the key audit matter
<p>As at 30 June 2022 the carrying value of exploration and evaluation assets was \$19,807,840 (2021: \$9,437,857) and the total impairment recognised during the year was \$804,203 (2021: \$341,355), as disclosed in Note 9.</p> <p>The Group's accounting policy in respect of exploration and evaluation asset is outlined in Note 2(j) with the nature of critical estimates and judgements relating to this balance outlined in Note 3.</p> <p>Significant judgement is required:</p> <ul style="list-style-type: none"> • in determining whether facts and circumstances indicate that the exploration and evaluation assets should be tested for impairment in accordance with Australian Accounting Standard AASB 6 Exploration for and Evaluation of Mineral Resources ("AASB 6"); and • in determining the treatment of exploration and evaluation expenditure in accordance with AASB 6, and the Group's accounting policy. In particular: <ul style="list-style-type: none"> ○ whether areas of interest meet the recognition conditions for an asset; and ○ which elements of exploration and evaluation expenditures qualify for capitalisation for each area of interest. 	<p>Our work included, but was not limited to, the following procedures:</p> <ul style="list-style-type: none"> • to assess indicators of impairment and analyse the appropriateness of the impairment charge made during the year we performed the following: <ul style="list-style-type: none"> ○ assessing whether the rights to tenure of the areas of interest remained current at reporting date as well as confirming that rights to tenure are expected to be renewed for tenements that will expire in the near future; ○ holding discussions with the directors and management as to the status of ongoing exploration programmes for the areas of interest, as well as assessing if there was evidence that a decision had been made to discontinue activities in any specific areas of interest; and • obtaining and assessing evidence of the Group's future intention for the areas of interest, including reviewing future budgeted expenditure and related work programmes; • considering whether exploration activities for the areas of interest had reached a stage where a reasonable assessment of economically recoverable reserves existed; • testing, on a sample basis, exploration and evaluation expenditure incurred during the year for compliance with AASB 6 and the Group's accounting policy; and assessing the appropriateness of the related disclosures in Note 9.

Value of Share Based Payments

Why significant

For the year ended 30 June 2022 the value of share-based payments expenses totalled \$528,531, as disclosed in Note 14. This amount has been expensed.

The Group's accounting judgement and estimates in respect of share-based payments is outlined in Notes 3 and 15.

We consider this to be a key audit matter due to significant judgement required in relation to:

- The valuation method used in the model; and
- The assumptions and inputs used within the model.

How our audit addressed the key audit matter

Our work included, but was not limited to, the following procedures:

- Reviewed the independent expert's valuations of performance rights issued, including:
 - ensuring the independence of the independent expert;
 - assessing the credentials of the independent expert;
 - assessing the appropriateness of the valuation method used; and
 - assessing the reasonableness of the assumptions and inputs used within the valuation model.
- Reviewed Board meeting minutes and ASX announcements as well as enquired of relevant personnel to ensure all share-based payments had been recognised;
- Assessed the allocation and recognition to ensure reasonable; and
- Assessed the appropriateness of the related disclosures in Notes 3, 14 and 15.

Other Information

Those charged with governance 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 2022, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon, with the exception of the Remuneration Report.

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 Directors' for the Financial Report

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

In preparing the financial report, the Directors are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Group or to cease operations, or have 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 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 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. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the Group 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.

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, actions taken to eliminate threats or safeguards applied.

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

Report on the Remuneration Report

Opinion

We have audited the Remuneration Report included in the Directors' Report for the year ended 30 June 2022.

In our opinion, the Remuneration Report of Minrex Resources Limited for the year ended 30 June 2022, complies with section 300A of the Corporations Act 2001.

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.



PKF PERTH



SHANE CROSS

PARTNER

2 SEPTEMBER 2022

WEST PERTH,

WESTERN AUSTRALIA

ASX Additional Information

Additional information required by the Australian Securities Exchange Ltd and not shown elsewhere in this report is as follows. The information is current as at 26 August 2022.

(a) Distribution of Shareholders

Number of Shares Held	Number of Shareholders	Number of Shares
1 - 1,000	53	10,216
1,001 - 5,000	45	144,770
5,001 - 10,000	362	3,158,707
10,001 - 100,000	1,948	86,519,431
100,001 and over	1,126	982,531,579
Total	3,534	1,072,364,703

The number of shareholders holding less than a marketable parcel is 266.

Top Twenty Shareholders

	Holder name	Securities	%
1	St Barnabas Investments Pty Ltd <The Melvista Family A/C>	60,697,050	5.66
2	Argent Minerals Limited	30,000,000	2.80
3	Australia United Mining Limited	29,000,000	2.70
4	Mr Jianjun Li	21,271,774	1.98
5	Kyriazis Holdings Pty Ltd <Kyriazis Family A/C>	15,371,291	1.43
6	High Fidelity Capital Pty Ltd <Championship Vinyl A/C>	13,125,000	1.22
7	HSBC Custody Nominees (Australia) Limited	12,761,475	1.19
8	Geobase Australia Pty Ltd	11,847,345	1.10
9	Zero Nominees Pty Ltd	11,800,000	1.10
10	BNP Paribas Noms Pty Ltd <DRP>	10,811,257	1.01
11	Woodrif Pty Ltd	10,625,000	0.99
12	Payzone Pty Ltd <St Barnabas Super A/C>	10,500,000	0.98
13	Mr George Karageorge & Mrs Sandra Karageorge <The Geosan Family A/C>	10,465,799	0.98
14	Milford Resources Pty Ltd	10,000,000	0.93
15	CS Fourth Nominees Pty Limited <HSBC Cust Nom Au Ltd 11 A/C>	9,330,560	0.87
16	Mr James Timothy Bahen <Grajagan A/C>	9,166,667	0.85
17	Mrs Hui An	8,672,742	0.81
18	Mrs Leigh Sinclair <Holden Sinclair Family A/C>	8,597,345	0.80
19	Seamist Enterprises Pty Ltd	8,333,333	0.78
20	Golden Hope Pty Ltd <The William Family A/C>	8,064,516	0.75
	Total	310,441,154	28.95

(b) Substantial Shareholder (Holding not less than 5%)

	Holder name	Securities	%
1	St Barnabas Investments Pty Ltd <The Melvista Family A/C>	60,697,050	5.66

(d) Class of Shares and Voting Rights

There is only one class of share. All ordinary shares carry one vote per share.

(e) Unquoted option and performance rights securities

The Company has the following classes of unquoted options and performance rights on issue.

	Number	Expiry Date	Exercise price
	4,000,000	30 September 2022	\$0.040
	1,601,772	31 October 2022	\$0.040
	50,135,417	8 April 2023	\$0.040
	18,500,000	9 April 2023	\$0.045
	1,000,000	13 May 2024	\$0.00
	13,000,000	25 February 2027	\$0.00

(f) Restricted Securities

Nil

(g) On-Market Buy Back

There is no current on-market buy back of ordinary shares.

Schedule of Interests in Mining Tenement

Region	Project	Tenement	Area approx.	Grant Date	Expiry Date	Current Interest
East Pilbara	Dalton	E45/4681	9 km ²	13-07-17	12-07-22 ⁶	70%
East Pilbara	Bamboo Creek	E45/4560	69km ²	27-10-17	26-10-22	70%
East Pilbara	Bamboo Creek	E45/4853	6 km ²	11-10-17	10-10-22	70%
East Pilbara	Marble Bar South	P45/3039	8.26 ha	02-07-18	01-07-22 ⁷	70%
East Pilbara	Marble Bar North	P45/3040	3.03 ha	02-07-18	01-07-22 ⁷	70%
East Pilbara	White Springs	E45/5852	108.4 km ²	Applied for 29-01-21	N/A	100%
East Pilbara	Coondina East	E45/5851	133.8 km ²	18-08-21	17-08-26	100%
East Pilbara	Coondina South (East)	E46/1381	108.1 km ²	17-08-21	16-08-26	100%
East Pilbara	Coondina South (West)	E45/5850	184.5 km ²	18-08-21	16-08-26	100%
East Pilbara	Haystack Well	E46/1380	57.1 km ²	17-08-21	17-08-26	100%
East Pilbara	Twenty-Five Mile Rocks	E63/2109	11.65 km ²	Applied for 26-05-21	N/A	100%
East Pilbara	Wingarnie East	E15/1823	14.59 km ²	Applied for 26-05-21	N/A	100%
East Pilbara	Moolyella (Sisters)	E45/5871	19.23 km ²	01-07-22	30-06-27	0% ⁴
East Pilbara	Moolyella (Takga)	E45/5873	32.05 km ²	Applied for 08-03-21	N/A	0% ⁴
East Pilbara	Moolyella (Garden Well)	E45/5869	19.24 km ²	01-07-22	30-06-27	0% ⁴
East Pilbara	Soanesville West	E45/5071	16.72 km ²	01-11-17	28-01-25	0% ⁵
East Pilbara	Soanesville South	E45/4455	24.41 km ²	08-12-15	11-08-25	0% ⁵
East Pilbara	Soanesville Central	E45/3926	6.39 km ²	30-03-12	29-03-24	0% ⁵
East Pilbara	Tambourah North	E45/4953	1.77 km ²	18-04-18	17-04-23	100%
East Pilbara	Tambourah Creek	E45/4275	22.35 km ²	25-09-13	20-07-24	100%
East Pilbara	Shaw River	E45/4601	86.17 km ²	16-07-15	29-12-26	100%
East Pilbara	Coondina	E45/4266	19.12 km ²	13-07-14	17-07-24	100%
Murchison	Deflector Extended	E59/1657	15 km ²	12-07-11	11-07-23	100%
East Lachlan Fold	Mt Pleasant	EL9266	58 units	19-08-21	19-08-24	100%
East Lachlan Fold	Sofala	EL7423 ¹	14 units	30-11-09	30-11-27	-
East Lachlan Fold	Sofala	EL7974 ²	4 units	11-10-12	11-10-23	-
East Lachlan Fold	First Find	EL8976	7 units	14-04-20	14-04-23	100%
East Lachlan Fold	Sunny Corner North	EL5964 ³	19 units	12-07-02	12-07-23	-
East Lachlan Fold	Sunny Corner North	EL9133	54 units	13-04-21	13-04-24	100%
East Lachlan Fold	Sunny Corner South	EL9504	12 units	17-02-21	17-02-24	100%

Notes:

1. Subject to Farm-In and Joint Venture with Fortius Mines Pty Ltd to earn up to an 80% interest in EL7423.
2. Subject to Farm-In and Joint Venture with Wattle Resources Pty Ltd to earn up to an 80% interest in EL7974.
3. Subject to Farm-in with Sunny Silver Pty Ltd and Sunshine Reclamation Pty Ltd to earn up to 90% interest in the exploration area of EL5964.
4. The Company has secured mineral rights to all battery metals from current holder, True Fella Pty Ltd.
5. The Company has secured mineral rights to all battery metals from current holders, Abeh Pty Ltd or Maxwell Peter Strindberg.
6. Five-year extension lodged on 29-06-22 remains pending.
7. Four-year extension lodged on 17-06-22 remains pending.