

CAPRICE RESOURCES LTD

ABN 96 624 970 725

INTERIM CONSOLIDATED FINANCIAL REPORT

FOR THE HALF YEAR ENDED

31 DECEMBER 2023



CAPRICE RESOURCES LTD AND CONTROLLED ENTITY

TABLE OF CONTENTS

Directors' Report	1
Auditor's Independence Declaration	3
Consolidated Statement of Profit or Loss and Other Comprehensive Income	4
Consolidated Statement of Financial Position	5
Consolidated Statement of Changes in Equity	6
Consolidated Statement of Cash Flows	7
Notes to the Financial Statements	8
Directors' Declaration.....	13
Independent Auditor's Review Report	14

CAPRICE RESOURCES LTD AND CONTROLLED ENTITY

DIRECTORS' REPORT

The Directors present their report together with the interim consolidated financial report of Caprice Resources Ltd and its controlled entity (the Group) for the half year ended 31 December 2023 and the independent auditor's review report thereon.

Directors

The names of the Directors in office at any time during or since the end of the half year are:

Glen Whiddon (Non-Executive Chairman) appointed 12 February 2024

Scott Deakin (Non-Executive Director) appointed 23 February 2024

Philip Re (Non-Executive Director) appointed 31 August 2023

David Church (Non-Executive Chairman) resigned 12 February 2024

Andrew Muir (Managing Director) resigned 14 September 2023

Adam Miethke (Non-Executive Director) resigned 24 November 2023

Michael Caruso (Non-Executive Director) resigned 22 February 2024

Principal Activities

The principal activities of the Group are mineral exploration and evaluation. There were no significant changes in these activities during the half year.

Review of Operations

During the half year, the Group:

- completed a successful capital raise of \$1.9 million (before costs) through a private placement and fully underwritten right entitlement offer;
- accepted the resignations of Mr Andrew Muir as Managing Director and Mr Adam Miethke as Non-Executive Director;
- appointed Mr Philip Re was appointed as Non-Executive Director;
- executed a land access agreement for the Mukinbudin REE Project to enable a program of works submission to the Department of Energy, Mines, Industry Regulation and Safety;
- submitted applications for two additional tenements E70/6519 and E70/6520;
- completed further reconnaissance and mapping programs at the Northampton Project; and
- continued to assess next phase exploration at The Island Gold, Murchison and Wild Horse Hill Projects.

Financial Results

The loss of the Group for the period ending 31 December 2023 was \$430,695 (31 December 2022: \$655,054). During the half year, total expenses amounted to \$433,943 (31 December 2022: \$659,455).

Cash and cash equivalents amounted to \$1,467,153 at 31 December 2023 (30 June 2023: \$685,771).

Significant Changes in the State of Affairs

There were no other significant changes in the State of Affairs of the Group during the financial half year.

Events Subsequent to the End of the Reporting Period

The Group issued 59,756,805 unquoted options, exercisable at \$0.03 each with a 3-year term to the Lead Manager, Underwriter and Sub-underwriters of the \$1.9 million capital raise approved by shareholders at a meeting held on 31 January 2024.

Further board changes were effective in February with the resignations of Mr David Church and Mr Michael Caruso, and the appointment of Mr Glenn Whiddon as Non-Executive Chairman and Mr Scott Deakin as Non-Executive Director.

There were no other matters or circumstances occurred since the end of the financial half year that significantly affect or may significantly affect the operations of the Group, the results of those operations, or the situation of the Group in future financial years.

CAPRICE RESOURCES LTD AND CONTROLLED ENTITY

DIRECTORS' REPORT (*continued*)

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under s 307C of the *Corporations Act 2001* is set out on page 3.

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

On behalf of the Directors



Glenn Whiddon
Non-Executive Chairman

Dated this 13th day of March 2024

RSM Australia Partners

Level 32 Exchange Tower, 2 The Esplanade Perth WA 6000
GPO Box R1253 Perth WA 6844

T +61 (0) 8 92619100
F +61 (0) 8 92619111

www.rsm.com.au

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Caprice Resources Limited for the half-year ended 31 December 2023, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

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



RSM AUSTRALIA PARTNERS



TUTU PHONG
Partner

Perth, WA
Dated: 13 March 2024

CAPRICE RESOURCES LTD AND CONTROLLED ENTITY

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED 31 DECEMBER 2023

	Note	31 Dec 2023	31 Dec 2022
		\$	\$
Income			
Interest income		3,248	4,401
Total income		3,248	4,401
Expenses			
Administration expenses		(155,311)	(236,290)
Consultants and management expenses		(243,937)	(250,119)
Depreciation		(19,349)	(19,861)
Financial costs		(2,019)	(2,045)
Share based payments expense		-	(145,940)
Exploration costs expensed or written off		(13,327)	(5,200)
Total expenses		(433,943)	(659,455)
Loss before income tax for the half year		(430,695)	(655,054)
Income tax expense		-	-
Loss after income tax expense for the half year		(430,695)	(655,054)
Other comprehensive income			
<i>Items that will not be reclassified subsequently to profit or loss</i>			
Total other comprehensive income for the half year, net of tax		-	-
Total comprehensive loss for the half year		(430,695)	(655,054)
Attributable to:			
Members of Caprice Resources Ltd		(430,695)	(655,054)
Basic and diluted loss per share (cents per share)		(0.34)	(0.79)

The accompanying notes form part of these financial statements.

CAPRICE RESOURCES LTD AND CONTROLLED ENTITY

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

	Note	31 Dec 2023	30 Jun 2023
		\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		1,467,153	685,771
Trade and other receivables		26,032	39,337
Other assets		82,000	64,390
TOTAL CURRENT ASSETS		1,575,185	789,498
NON-CURRENT ASSETS			
Exploration and evaluation costs	2	14,288,973	13,753,290
Property, plant, and equipment		12,935	14,529
Right of use asset	6(b)	18,181	35,936
TOTAL NON-CURRENT ASSETS		14,320,089	13,803,755
TOTAL ASSETS		15,895,274	14,593,253
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		189,383	205,586
Provisions		7,667	36,192
Lease liability	6(c)	19,192	38,437
Premium funding	6 (d)	19,155	-
TOTAL CURRENT LIABILITIES		235,397	280,215
NON-CURRENT LIABILITIES			
Lease liability	6(c)	-	467
TOTAL NON-CURRENT LIABILITIES		-	467
TOTAL LIABILITIES		235,397	280,682
NET ASSETS		15,659,877	14,312,571
EQUITY			
Contributed equity	3(a)	19,940,149	18,162,148
Reserve	4	1,990,444	2,427,525
Accumulated losses		(6,270,716)	(6,277,102)
TOTAL EQUITY		15,659,877	14,312,571

The accompanying notes form part of these financial statements.

CAPRICE RESOURCES LTD AND CONTROLLED ENTITY

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED 31 DECEMBER 2023

	Note	Contributed Equity \$	Reserve \$	Accumulated Losses \$	Total \$
Balance at 1 July 2022		16,487,929	1,885,275	(5,096,805)	13,276,399
Loss after income tax expense for the half year		-	-	(655,054)	(655,054)
Other comprehensive income for the half year, net of tax		-	-	-	-
Total comprehensive loss for the half year		-	-	(655,054)	(655,054)
Transactions with owners, in their capacity as owners					
Shares issued as consideration for acquisition of tenements	3(b)	1,027,784	-	-	1,027,784
Transactions costs		(80,575)	-	-	(80,575)
Share-based payments		-	145,940	-	145,940
		947,209	145,940	-	1,093,149
Balance at 31 December 2022		17,435,138	2,031,215	(5,751,859)	13,714,494
Balance at 1 July 2023		18,162,148	2,427,525	(6,277,102)	14,312,571
Loss after income tax expense for the half year		-	-	(430,695)	(430,695)
Other comprehensive income for the half year, net of tax		-	-	-	-
Total comprehensive loss for the half year		-	-	(430,695)	(430,695)
Transactions with owners, in their capacity as owners					
Shares issued	3(b)	1,919,941	-	-	1,919,941
Transactions costs	3(b)	(141,940)	-	-	(141,940)
Share-based payments	4	-	(437,081)	437,081	-
		1,778,001	(437,081)	437,081	1,778,001
Balance at 31 December 2023		19,940,149	1,990,444	(6,270,716)	15,659,877

The accompanying notes form part of these financial statements.

CAPRICE RESOURCES LTD AND CONTROLLED ENTITY

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 31 DECEMBER 2023

	Note	31 Dec 2023	31 Dec 2022
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Payments to suppliers		(402,994)	(640,238)
Interest paid		(2,018)	(2,045)
Interest received		2,521	4,312
Net cash used in operating activities		(402,491)	(637,971)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for exploration expenditure		(518,325)	(520,743)
Payments for acquisition of mining tenements		(43,771)	-
Net cash used in investing activities		(562,096)	(520,743)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares	3(b)	1,919,941	1,027,784
Share issue costs paid		(133,363)	(6,116)
Reduction in finance lease liabilities	6(c)	(19,712)	(17,566)
Reduction in premium funding	6(d)	(20,897)	-
Net cash generated from financing activities		1,745,969	1,004,102
Net increase/(decrease) in cash held		781,382	(154,612)
Opening cash and cash equivalents		685,771	1,958,751
Cash and cash equivalents at end of half year		1,467,153	1,804,139

The accompanying notes form part of these financial statements.

CAPRICE RESOURCES LTD AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2023

The consolidated financial statements and notes represent those of Caprice Resources Ltd (**the Company**) and its controlled entity (together, **the Group**), which are companies limited by shares, incorporated, and domiciled in Australia.

The consolidated financial statements were authorised for issue on 13 March 2024 by the Directors of the Company.

NOTE 1: MATERIAL ACCOUNTING POLICIES

Basis of Preparation

The general purpose consolidated financial statements for the interim half year reporting period ended 31 December 2023 have been prepared in accordance with Australian Accounting Standard 134 *Interim Financial Reporting* and the *Corporations Act 2001*, as appropriate for 'for-profit' orientated entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*.

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

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, except for the policies stated below.

New Standards and Interpretations

In the half year ended 31 December 2023, the Directors have reviewed all the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are relevant to the Group's operations and effective for annual reporting periods commencing on or after 1 July 2023.

The Group has adopted all the new or amended Accounting Standards and Interpretations issued by the AASB that are mandatory for the current reporting period. It has been determined by the Directors that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on the Group and, therefore, no change is necessary to accounting policies.

Future effects of the implementation of these standards will depend on future details.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted by the Group.

CAPRICE RESOURCES LTD AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2023

NOTE 2: EXPLORATION AND EVALUATION ASSETS

	Note	31 Dec 2023 \$	30 Jun 2023 \$
Tenement acquisition costs		7,498,073	7,490,853
Capitalised exploration expenditure		6,790,900	6,262,437
		14,288,973	13,753,290
<i>Movements in carrying value</i>			
Balance at the beginning of the year		13,753,290	11,455,373
Tenement acquisition costs		7,220 ⁽¹⁾	800,437 ⁽²⁾
Exploration expenditure capitalised		528,463	1,497,480
Balance at the end of the year		14,288,973	13,753,290

⁽¹⁾ \$7,220 relates to an increase in stamp duty payable for Mukinbudin Project.

⁽²⁾ \$824,249 relates to Mukinbudin Project; (\$23,812) relates to reduction in stamp payable for Island Gold Project.

The balance carried forward represents the acquisition costs and capitalised exploration expenditure of the Western Australian and Northern Territory tenements which are in the exploration and evaluation phase. Ultimate recoupment of exploration expenditure carried forward is dependent on successful development and commercial exploitation, or alternatively, the sale of respective areas.

NOTE 3: CONTRIBUTED EQUITY

(a) Share capital

	31 Dec 2023 \$	30 Jun 2023 \$
Fully paid ordinary shares - 223,420,276 (30 Jun - 116,756,931)	19,940,149	18,162,148
	19,940,149	18,162,148

(b) Movements in ordinary share capital:

Date	Details	Number of Shares	Issue Price	\$
1 July 2022	Balance at 1 July 2022	82,223,473		16,487,929
22 December 2022	Shares issued via placement (tranche 1)	20,555,680	0.050	1,027,784
20 March 2023	Shares issued as part consideration for the acquisition of Mukinbudin Project	7,777,778	0.054	420,000
11 February 2022	Shares issued via placement (tranche 2)	6,200,000	0.050	310,000
	Less: Transaction costs	-		(83,565)
30 June 2023	Balance at 30 June 2023	116,756,931		18,162,148
17 November 2023	Shares issued via placement	17,511,889	0.0180	315,214
20 December 2023	Shares issued via entitlement offer	89,151,456	0.0180	1,604,727
	Less: Transaction costs	-		(141,940)
31 December 2023	Balance at 31 December 2023	223,420,276		19,940,149

CAPRICE RESOURCES LTD AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2023

NOTE 4: RESERVES

	31 Dec 2023	30 Jun 2023
	\$	\$
(a) Reserves		
Options	1,990,444	2,427,525
Movements:		
<i>Options</i>		
Opening balance	2,427,525	1,885,275
Share based payments	-	200,925
Expired performance rights transferred to accumulated losses	(437,081)	(46,594)
Options issued as consideration for tenement	-	387,919
Closing balance	1,990,444	2,427,525

NOTE 5: SHARE-BASED PAYMENTS

During the period ended 31 December 2023, non-vesting share-based payments being performance rights expensed at 30 June 2023 totaling (\$437,081) were transferred from reserves to; accumulated losses (refer to Note 4).

The performance rights have been valued by the Directors using the Black-Scholes option pricing mode together with the movements following;

	Class A Performance Rights	Class B Performance Rights	Class C Performance Rights	
Underlying value of the security	\$0.250	\$0.250	\$0.250	
Exercise price	n/a	n/a	n/a	
Grant date	27/04/2021	27/04/2021	27/04/2021	
Expiry date	27/04/2024	27/04/2024	27/04/2024	
Life of options/performance rights in years	3.00	3.00	3.00	
Volatility	90.42%	90.42%	90.42%	
Risk free rate	0.11%	0.11%	0.11%	
Number of options/performance rights	150,000	250,000	350,000	
Valuation per options/performance rights	\$0.1726	\$0.1496	\$0.1318	
Valuation	\$25,890	\$37,400	\$46,130	
Share-based payment expense for half year 31/12/2023	-	-	-	
Share based payment reversed for half year 31/12/2023	(\$18,754)	(\$27,098)	(\$33,426)	
	Class D Performance Rights	Class E Performance Rights	Class F Performance Rights	Class G Performance Rights
Underlying value of the security	\$0.250	\$0.250	\$0.250	\$0.250
Exercise price	n/a	n/a	n/a	n/a
Grant date	27/04/2021	27/04/2021	27/04/2021	27/04/2021
Expiry date	27/04/2024	27/04/2025	27/04/2026	27/04/2026
Life of options/performance rights in years	3.00	3.00	4.00	5.00
Volatility	90.42%	90.42%	90.42%	90.42%
Risk free rate	0.11%	0.11%	0.11%	0.11%
Number of options/performance rights	250,000	500,000	750,000	1,500,000
Valuation per options/performance rights	\$0.2500	\$0.2500	\$0.2500	\$0.2500
Valuation	\$62,500	\$125,000	\$187,500	\$375,000
Share-based payment expense for half year 31/12/2023	-	-	-	-
Share-based payment reversed for half year 31/12/2023	(\$45,284)	(\$67,932)	(\$81,532)	(\$163,055)

CAPRICE RESOURCES LTD AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2023

NOTE 6: CAPITAL COMMITMENTS AND LEASES

(a) Mineral exploration expenditure

The Group must meet the following tenement expenditure commitments to maintain them in good standing until they are joint ventured, sold, reduced, relinquished, exemptions from expenditure are applied or are otherwise disposed of. These commitments are not provided for in the consolidated financial statements and are:

	31 Dec 2023	30 Jun 2023
	\$	\$
Not later than one year	1,021,410	891,590
After one year but less than five years	2,128,580	1,839,610
	<u>3,149,990</u>	<u>2,731,200</u>

(b) Right of use asset

	31 Dec 2023	30 Jun 2023
	\$	\$
Opening balance	35,936	71,445
Additions	-	-
Depreciation	(17,755)	(35,509)
	<u>18,181</u>	<u>35,936</u>

The Company commenced an office lease on 1 July 2021 and commenced an office equipment lease on 27 August 2021, both leases are for a 3-year term.

(c) Lease Liabilities

	31 Dec 2023	30 Jun 2023
	\$	\$
Current liability	19,192	38,437
Non-current liability	-	467
	<u>19,192</u>	<u>38,904</u>

	31 Dec 2023	30 Jun 2023
	\$	\$
Opening balance	38,904	74,740
Additions	-	-
Interest	866	3,520
Principal	(20,578)	(39,356)
	<u>19,192</u>	<u>38,904</u>

(d) Other commitments due within 1 year

The Company arranged an insurance premium funding loan of \$40,052 over a 10-month payment plan with the final instalment payable on 31 May 2024. As at 31 December 2023, the balance remaining on this loan was \$19,155 (30 June 2023: Nil).

The Directors are not aware of any other commitments that have not been recognised as liabilities as at 31 December 2023 (30 June 2023: Nil).

CAPRICE RESOURCES LTD AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2023

NOTE 7: CONTINGENT LIABILITIES AND CONTINGENT ASSETS

The following components of the consideration of Goldview Metals Pty Ltd are disclosed as contingent liabilities:

- Royalty: Goldview's major shareholder, Michael Caruso, will retain a 1.5% Net Profit After Tax (NPAT) royalty over material processed from the Island Gold Project. The Company has the right to purchase the 1.5% NPAT royalty for \$1,500,000 at any time before the commencement of production; and
- Milestone payment: 5,000,000 shares in the Company to be issued to shareholders of Goldview or their nominees upon reporting to the ASX a mineral resource in accordance with the JORC 2012 Edition Guidelines of a minimum of 250,000 ounces of gold at a minimum grade of 2.0 g/t of gold.

The following components of the consideration for the acquisition of the Yungara Project from Belres Pty Ltd are disclosed as contingent liabilities:

- Royalty: Belres Pty Ltd will retain a 2.5% Net Profit After Tax (NPAT) smelter royalty over any product extracted and sold, removed, or disposed of from the Yungara Project; and
- Cash Payment: Belres Pty Ltd will receive a cash payment of \$250,000 on completion of a positive Pre-Feasibility Study.

The following components of the consideration for the acquisition of the Mukinbudin Rare Earth Element Project from Curiosity Exploration Pty Ltd and Syndicate Minerals Pty Ltd (subject to shareholder approval) are disclosed as contingent liabilities:

- Shares: 7,780,000 CRS ordinary fully paid shares; and
- Options: 7,000,000 with a \$0.10 exercise price and 3-year expiry, and 15,000,000 with a \$0.20 exercise price and 3-year expiry.

The Group has no other contingent liabilities or contingent assets as at 31 December 2023.

NOTE 8: SEGMENT INFORMATION

The Group's operations are in one reportable business segment, being the exploration for gold, lead, zinc, copper, and rare earth elements in Australia.

NOTE 9: EVENTS AFTER THE REPORTING PERIOD

No matters or circumstances have arisen since the end of the financial half year that significantly affect or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years, other than;

- The Group issued 59,756,805 unquoted options, exercisable at \$0.03 each with a 3-year term to the Lead Manager, Underwriter and Sub-underwriters of the \$1.9 million capital raise which was approved by shareholders at a meeting held on 31 January 2024.
- Further changes to the Board were effective in February with the resignation of Mr David Church and Mr Michael Caruso, and the appointment of Mr Glenn Whiddon as Non-Executive Chairman and Mr Scott Deakin as Non-Executive director.

CAPRICE RESOURCES LTD AND CONTROLLED ENTITY

DIRECTORS' DECLARATION

In the opinion of the Directors of the Company:

1. The consolidated financial statements and notes, as set out within this financial report, are in accordance with the Corporations Act 2001 Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
2. The attached consolidated financial statements and notes give a true and fair view of the Group's financial position as at 31 December 2023 and of the performance for the half year ended on that date; and
3. There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001 on behalf of the Directors.



Glenn Whiddon
Non-Executive Chairman

Dated this 13th day of March 2024



RSM Australia Partners

Level 32 Exchange Tower, 2 The Esplanade Perth WA 6000
GPO Box R1253 Perth WA 6844

T +61 (0) 8 92619100
F +61 (0) 8 92619111

www.rsm.com.au

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF CAPRICE RESOURCES LIMITED**

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Caprice Resources Limited (the Company) which comprises the consolidated statement of financial position as at 31 December 2023, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the Company and the entities it controlled at the half-year end or from time to time during the half-year.

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

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

Basis for Conclusion

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

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

THE POWER OF BEING UNDERSTOOD
AUDIT | TAX | CONSULTING

RSM Australia Partners is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.

RSM Australia Partners ABN 36 965 185 036

Liability limited by a scheme approved under Professional Standards Legislation

Directors' Responsibility for the Half-Year Financial Report

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

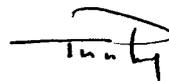
Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2023 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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



RSM AUSTRALIA PARTNERS



TUTU PHONG
Partner

Perth, WA
Dated: 13 March 2024