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# **Nex Metals Explorations Limited**

ABN: 63 124 706 449

Interim Financial Report

for the half-year ended 31 December 2024

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## Corporate Directory

### **DIRECTORS**

Thomas F Percy KC  
Kenneth M Allen  
Hock Hoo Chua  
Raja Mohd Azmi bin Raja Razali (Alternate Director to Hock Hoo Chua)

### **COMPANY SECRETARY**

Kenneth M Allen

### **PRINCIPAL OFFICE**

45 Guthrie Street  
OSBORNE PARK WA 6017

### **REGISTERED OFFICE**

45 Guthrie Street  
OSBORNE PARK WA 6017

### **AUDITORS**

Armada Audit and Assurance Pty Ltd  
18 Sangiorgio Court  
OSBORNE PARK WA 6017

### **SOLICITORS**

Lawton Gillon  
Level 7, 16 St George's Terrace  
PERTH WA 6000

### **SHARE REGISTRY**

Automic Group  
Level 5, 126 Phillip Street  
Sydney, NSW 2000  
Ph. 1300 288 664

### **STOCK EXCHANGE LISTING**

Australian Securities Exchange  
Home Exchange: PERTH, Western Australia  
Code: NME

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## Directors' Report

The directors of Nex Metals Explorations Limited (“Nex Metals” or “the Company”) (ASX: NME) and its controlled entity (“Group”) submit herewith the financial report for the half-year ended 31 December 2024. In order to comply with the provisions of the *Corporations Act 2001*, the Directors report as follows:

### Directors

The names of the directors who held office during or since the end of the half-year are:

Thomas F Percy KC

Kenneth M Allen

Hock Hoo Chua

Raja Mohd Azmi Bin Raja Razali (Alternate Director to Hock Hoo Chua)

### Operating Results

The operating loss of the Group for the half-year after providing for income tax amounted to \$421,215 (31 December 2023 – \$429,814).

### Review of Operations

#### Exploration

The Company, via its 20% interest in the Kookynie and Yundamindra Gold projects with Arika Resources Ltd (ASX:ARI) (previously known as Metalicity Ltd) advises that Arika has announced on the ASX platform of both NME and ARI exploration results relating to drilling at the Yundamindra Gold project. The company encourages shareholders to review both ASX platforms (and relevant webpages of both companies) for the results. The Company notes that the information contained in those announcements is that of Arika.

#### Finalisation of Matters with Metalicity Ltd (now Arika Resources Ltd ASX:ARI).

The Company announced during the period that all conditions have been satisfied or waived under the Formal Agreements with Metalicity Ltd (“MCT”) regarding the Kookynie and Yundamindra Joint Venture (“JV”) and completion has now taken place including the selective buy-back of 91,365,685 fully paid ordinary shares in the Company as approved at the shareholders meeting held on 24 June 2024, the Formal Agreements, amongst other things, brings to a closure the disputes between the 2 Companies allowing both Companies to moved forward both in their own right but also on the JV. Nex Metals interest in the JV is now to 20%, with ARI holding 80%.

#### Corporate

#### Appointment of Chief Executive Officer (CEO).

The Company announced the appointment of Mr. Maki Petkovski as the Chief Executive Officer of the Company, effective as of 15 August 2024. Mr Petkovski was brought in (as part of his role) and along with his extensive technical network to further the Kookynie gold tailings project to both optimise and expedite the monetising of the project for shareholders. Mr. Petkovski is a geologist and senior executive in the resource industry with extensive experience across the Australasian and Middle East North African (MENA) regions. Beginning his career in the gold sector with Central Norseman Gold Corporation in Western Australia, he has since developed a strong technical background as both a geologist and a geophysicist. His notable career spans over 30 years in the international upstream oil and gas industry, where he has held various managerial and senior technical roles with companies such as BP, Ampoex Ltd, Oil Search Ltd, and Petsec Energy Limited. Throughout his career, Mr. Petkovski has been part of teams in a number of resource discoveries, leading multi-disciplinary teams, and managing exploration and production assets in regions such as Egypt, Tunisia, Iraqi Kurdistan, Oman, Libya, Tunisia, and Algeria. In Australia, his operational experience includes contributions to projects in the Bonaparte, Browse, and Canning Basins, and the Northwest Shelf.

### **Appointment of Advisers and Capital Raising.**

The Company appointed Indian Ocean Capital Pty Ltd (Sydney office) ('IOC') as its financial and strategic adviser. IOC has been engaged to review and provide a range of strategic and corporate advisory services to the Company in connection with its general capital markets strategy, and to assist in maximising longer-term stakeholder value with particular focus on funding the Kookynie Gold Project.

Integral to IOC's engagement is a review of Nex Metals capital raising initiatives, strategic investments and optimising the Company's current capital structure for future growth.

The Company held its Annual General meeting with shareholders on 25 November 2024 with all resolutions passing via Polls.

### **Capital Raisings and Share issues**

During the period, the Company undertook various capital raisings to sophisticated investors under the Company's current capacity.

### **Responsibility Statement**

The information in this report that relates to Exploration Results for the Kookynie Gold Project is based on, and fairly represents, information compiled and released by Arika Resources (JV partner) and has been reviewed by Mr Steven Nicholls, a Competent Person who is a Member of the Australian Institute Geoscientists (AIG). Mr Nicholls is a fulltime employee of Australia Geological Services Pty Ltd (trading as Apex Geoscience). Mr Nicholls has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration, and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the JORC Code. Mr Nicholls consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

### **Information relating to Previous Disclosure**

The Company confirms that it is not aware of any new information or data that materially affects the information included in the previous market announcements noted above and or in any footnotes or references and that all material assumptions and any technical parameters underpinning those previous market announcements continue to apply and have not materially changed.

### **Subsequent events**

On 14 January 2025, Nex Metals Explorations Ltd issued 39,238,330 shares at an issue price of \$0.027 per share. The total funds received from sophisticated and professional investors being \$1,059,453.

On 31 January 2025, Nex Metals Explorations Ltd issued 15,922,848 shares at an issue price of \$0.03 per share.

Other than the matters disclosed above there are no matters or circumstances that have arisen since 31 December 2024 that have or may significantly affect the operations, results, or state of affairs of the Group in future financial periods.

### **Auditor's Independence Declaration**

The Auditor's Independence Declaration under section 307C of the *Corporations Act 2001* has been received and is included on the following pages. Signed in accordance with a resolution of the Board of Directors.

On behalf of the Directors



Kenneth Allen  
Managing Director  
13 March 2025

**AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001  
TO THE DIRECTORS OF**

**NEX METALS EXPLORATIONS LIMITED**

As lead auditor for the review of Nex Metals Explorations Limited for the half-year ended 31 December 2024, I declare that, to the best of my knowledge and belief there have been:

- i) No contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- ii) No contraventions of any applicable code of professional conduct in relation to the review.

*Armada Audit  
& Assurance*

**ARMADA AUDIT & ASSURANCE PTY LTD**



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**NIGEL DIAS**

**DIRECTOR**

**Perth, Dated 13 March 2025**

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## Consolidated Condensed Statement of Profit or Loss and Other Comprehensive Income

### For the half-year ended 31 December 2024

	31 December 2024 \$	31 December 2023 \$
Other income	5,000	-
Occupancy expenses	(92,407)	(30,170)
Administration expenses	(63,697)	(54,454)
Consultants expenses	(77,355)	(88,970)
Depreciation	(3,612)	(4,644)
Employment and contractor expenses	(188,823)	(230,308)
Borrowing expenses	(139)	(11,268)
Travel expenses	(182)	(10,000)
Exploration and evaluation expenses	-	-
<b>Loss before income tax expense</b>	<b>(421,215)</b>	<b>(429,814)</b>
Income tax benefit	-	-
<b>Loss for the period</b>	<b>(421,215)</b>	<b>(429,814)</b>
<b>Other comprehensive income for the period</b>		-
<b>Total comprehensive loss attributable to owners of Nex Metals Explorations Limited</b>	<b>(421,215)</b>	<b>(429,814)</b>
<b>Loss Per Share</b>	<b>(0.002)</b>	<b>(0.28)</b>

The accompanying notes form part of this interim financial report.

## Consolidated Condensed Statement of Financial Position As at 31 December 2024

	Note	31 December 2024 \$	30 June 2024 \$
<b>Current assets</b>			
Cash and cash equivalents		472,816	292,286
Other current assets		2,400	7,103
<b>Total current assets</b>		<u>475,216</u>	<u>299,389</u>
<b>Non-current assets</b>			
Plant and equipment		34,598	38,211
Capitalised exploration and evaluation expenditure	2	<u>576,076</u>	<u>572,076</u>
<b>Total non-current assets</b>		<u>610,674</u>	<u>610,287</u>
<b>Total assets</b>		<u>1,085,890</u>	<u>909,676</u>
<b>Current liabilities</b>			
Payables	3	1,683,011	1,536,207
Borrowings	4	263,888	517,663
Provisions		181,773	175,746
Share Subscriptions received in advance	3	<u>698,373</u>	
<b>Total current liabilities</b>		<u>2,827,045</u>	<u>2,229,616</u>
<b>Total liabilities</b>		<u>2,827,045</u>	<u>2,229,616</u>
<b>Net liabilities</b>		<u>(1,741,155)</u>	<u>(1,319,940)</u>
<b>Equity</b>			
Issued capital	5	27,915,804	27,915,804
Option reserve		2,260,245	2,260,245
Accumulated losses		<u>(31,917,204)</u>	<u>(31,495,989)</u>
<b>Total deficiency in equity</b>		<u>(1,741,155)</u>	<u>(1,319,940)</u>

The accompanying notes form part of this interim financial report.

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## Consolidated Condensed Statement of Cash Flows

### For the half-year ended 31 December 2024

	31 December 2024	31 December 2023
	\$	\$
<b>Cash flows from operating activities</b>		
Other receipts	14,833	128
Payments to suppliers and employees	(278,194)	(323,652)
Net cash used in operating activities	(263,361)	(323,524)
<b>Cash flows from investing activities</b>		
Payments for exploration expenditure	-	(5,515)
Net cash used in investing activities	-	(5,515)
<b>Cash flows from financing activities</b>		
Share Subscriptions received in advance	698,373	-
Proceeds from borrowings	-	94,585
Repayment of borrowings	(254,482)	(5,652)
Net cash provided by financing activities	443,891	88,933
<b>Net increase/(decrease) in cash and cash equivalents</b>	180,530	(240,106)
<b>Cash and cash equivalents at the beginning of the period</b>	292,286	270,262
<b>Cash and cash equivalents at the end of the period</b>	472,816	30,156

The accompanying notes form part of this interim financial report.

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## Consolidated Condensed Statement of Changes in Equity For the half year ended 31 December 2024

	Consolidated Attributable to equity holders			
	Issued Capital \$	Option Reserve \$	Accumulated Losses \$	Total Deficiency in Equity \$
Balance at 1 July 2023	28,266,507	2,260,245	(30,916,877)	(390,125)
Loss for the period	-	-	(429,814)	(429,814)
<i>Total comprehensive loss for the period</i>	-	-	(429,814)	(429,814)
<i>Transactions with owners in their capacity as owners</i>				
<i>Total contributions by owners</i>	-	-	-	-
Balance at 31 December 2023	28,266,507	2,260,245	(31,346,691)	(819,939)

	Consolidated Attributable to equity holders			
	Issued Capital \$	Option Reserve \$	Accumulated Losses \$	Total Deficiency in Equity \$
Balance at 1 July 2024	27,915,804	2,260,245	(31,495,989)	(1,319,940)
Loss for the period			(421,215)	(421,215)
<i>Total comprehensive loss for the period</i>			(421,215)	(421,215)
Balance at 31 December 2024	27,915,804	2,260,245	(31,917,204)	(1,741,155)

The accompanying notes form part of this interim financial report.

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## Notes to the Condensed Interim Financial Statements For the half-year ended 31 December 2024

### 1. Basis of preparation

The interim financial report is a general purpose financial report prepared in accordance with the *Corporations Act 2001* and AASB 134 *Interim Financial Reporting*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'. The interim financial report does not include full disclosures of the type normally included in an annual financial report. It is recommended that this interim financial report be read in conjunction with the annual financial report for the year ended 30 June 2024 and any public announcements made by Nex Metals Explorations Limited during the half-year in accordance with continuous disclosure requirements arising under the *Corporations Act 2001*.

The interim financial report has been prepared on an accruals basis and is based on historical costs, modified, where applicable by the measurement at fair value for certain classes of assets. The accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial report.

#### **Standards and Interpretations in issue not yet adopted**

The Directors have reviewed all new Standards and Interpretations in issue not yet adopted for the half-year ended 31 December 2024. As a result of this the Directors have determined that there is no impact, material or otherwise, of the standards and interpretations in issue not yet adopted on the Group's business and, therefore, no change is necessary to the Group's accounting policies.

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current period.

#### **Statement of Compliance**

The interim financial statements were authorised for issue on 13 March 2025.

#### **Significant estimates and judgements**

The preparation of the interim financial statements requires management to make judgements and estimates that affect the application of policies and the reported amounts of assets, liabilities, income and expenses.

The judgements and estimates applied in the interim financial statements were the same as those applied to the Company's last annual report for the year ended 30 June 2024.

For purposes of preparing the interim financial statements, the half-year has been treated as a discrete reporting period.

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## Notes to the condensed interim financial statements For the half-year ended 31 December 2024 (cont'd)

### 1. Basis of preparation (cont'd)

#### Going Concern

The interim financial report has been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and discharge of liabilities in the normal course of business. As disclosed in the interim financial report, the Group incurred a loss of \$421,215 and had net cash outflows from operating activities of \$263,361 for the half-year ended 31 December 2024. As at that date, the Group had net current liabilities of \$2,351,829 and net liabilities of \$1,741,155. Notwithstanding this deficiency of net assets as at balance date, the Directors believe that there are reasonable grounds to believe that Consolidated Entity will be able to continue as a going concern after consideration of the following events that have occurred after balance date, resulting in a deferral/reduction of net current liabilities of \$2,441,371 as follows:

Share Subscriptions received in advance of \$698,373 was settled when the capital raising was completed on 14 January 2025 (Refer to note 8 subsequent events)	\$698,373
The total amount owing to Allens Business Group at 31 December 2024 is \$263,888. Mr Ken Allen from Allens Business Group Pty Ltd has agreed in writing to not seek cash payments for its unpaid balances until the Group is in a financial position to pay.	\$263,888
The total unpaid directors fees at 31 December 2024 was \$803,399. The directors have agreed not to seek cash payments for its unpaid balances until the Group is in a financial position to pay.	\$803,399
Accrued rent and accounting fees owed to Allen's Business Group of \$493,938. The Company has received written confirmation these payables will not be called for repayment until the Company is in a financial position to pay.	\$493,938
Annual leave liability of \$181,773 owing to Director Ken Allen. The director has provided a written confirmation to the Company to defer payment until at least 16 March 2026.	\$181,773
<b>Total</b>	<b>\$2,441,371</b>

Furthermore, other factors leading to the decision that the Consolidated Entity will be able to continue as a going concern include:

- Allens Business Group Pty Ltd, an entity controlled by the Director, Ken Allen, has agreed in writing to continue to cover any short term funding needs up to a further \$750,000 to assist with payment of current payables. The \$750,000 line of credit is in addition to the \$263,888 that has been drawn down to 31 December 2024;
- On 14 January 2025, Nex Metals Explorations Ltd issued 39,238,330 at an issue price of \$0.027 per share. The total funds received from sophisticated and professional investors being \$1,059,453. The Company has received \$698,373 at 31 December 2024 as Share Subscriptions Received in Advance.
- On 31 January 2025, Nex Metals Explorations Ltd issued 15,922,848 at an issue price of \$0.03 per share. The total funds received from sophisticated and professional investors being \$300,000 with the balance of the shares issued for services received.

The Directors of the Company have considered the material uncertainties that exists regarding going concern. In the event of one or a combination of these events occurring, the Company may not be able to continue as a going concern:

- If further capital raisings are not successful;
- If the directors and creditors are not willing to accept payment via shares;
- If Allens Business Group Pty Ltd is unable to provide further financial support;

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## Notes to the condensed interim financial statements

### For the half-year ended 31 December 2024 (cont'd)

#### 1. Basis of preparation (cont'd)

Based on the factors above there is a material uncertainty that may cast significant doubt about whether the Consolidated Entity will continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the half-year financial report ended 31 December 2024.

#### 2. Capitalised exploration and evaluation expenditure

	31 December 2024 \$	30 June 2024 \$
Opening balance	572,076	1,108,180
Current year expenditure	4,000	14,599
Sale of exploration asset (i)	-	(550,703)
Closing balance	<u>576,076</u>	<u>572,076</u>

- a. The recoupment of cost carried forward in relation to areas of interest in the exploration and evaluation phases is dependent on the successful development and commercial exploitation or sale of the respective areas. The exploration asset relates to a 20% share held by Nex Metals Explorations Limited in the Kookynie and Yundamindra Joint Venture ("JV").

##### (i) Sale of 29% Interest in the Kookynie and Yundamindra Project

The Company and Metalicity announced on 21 December 2023 the signing and execution of all final agreements in relation to settling all matters between the parties. As previously announced by Nex and Metalicity (ASX Release 29 September 2023), on completion of the matters set out in the agreements, MCT will hold an 80% interest in the JV (currently 51%) with NEX retaining the remaining 20%, with both parties to contribute to future expenditure in accordance with their respective interests (or be diluted), and NEX will acquire 100% of certain non-core prospecting licences along with the tailing rights.

As the Company met the substantive conditions of the agreement at 30 June 2024 and shareholder approval was obtained the Company accounted for the reduction in the exploration asset at 30 June 2024 of \$550,703 representing the 29% disposal of the Company's share in Kookynie and Yundamindra Project plus acquiring the 100% of certain non-core prospecting licences and the tailings rights. The consideration received being the share cancellation of 91,365,685 fully paid ordinary shares was accounted for as a reduction in share capital. The amount debited to share capital is the net amount of consideration paid being \$550,703, as AASB 132 requires that consideration received is directly recognised in equity with no gain or loss recorded.

#### 3. Payables

	31 December 2024 \$	30 June 2024 \$
Trade payables and accruals (i)	551,612	507,669
Accrued director fees (ii)	803,399	700,538
Share Subscriptions received in advance (iv)	698,373	-
Shares application monies(iii)	328,000	328,000
	<u>2,381,384</u>	<u>1,536,207</u>

## Notes to the condensed interim financial statements For the half-year ended 31 December 2024 (cont'd)

### 3. Payables (Cont'd)

- (i) Trade payables are non-interest bearing and are normally settled on 30-60 day terms. Included in the trade and other payable is \$493,938 relating to accounting fees and rent payable to Allens Business Group Pty Ltd a Company related to the director Ken Allen. Allen's Business Group has confirmed that these amounts will not be called for repayment until at least 16 March 2026.
- (ii) Directors have agreed not to call on Directors fees payable until at least 16 March 2026.
- (iii) This represents share application monies from Raja Mohd Azmi bin Raja Razali. Mr Ken Allen has provided a written confirmation to the Company that he will cover the payment for this amount.
- (iv) Share Subscriptions received in advance of shares issued. The shares were issued on 14 January 2025. On 14 January 2025, Nex Metals Explorations Ltd issued 39,238,330 at an issue price of \$0.027 per share. The total funds received from sophisticated and professional investors being \$1,059,453. This included the 698,373 received in advance at 31 December 2024.

	31 December 2024 \$	30 June 2024 \$
<b>4. Borrowings</b>		
Borrowings	263,888	517,663
	<b>263,888</b>	<b>517,663</b>

- (i) This loan is interest free and is with Allens Business Group Pty Ltd, an entity controlled by Mr Ken Allen. Allens Business Group Pty Ltd has agreed to not seek cash payments for its unpaid balances until the Group is in a financial position to settle.

### 5. Issued Capital

Movements in share capital were as follows:  
Year ended 30 June 2024

		Fully Paid Ordinary Shares	\$
1 July 2023	Opening balance	352,532,527	28,266,507
	Shares issued at \$0.018	11,111,112	200,000
	Shares Cancellation (i)	-	(550,703)
30 June 2024	Closing balance	<b>363,643,639</b>	<b>27,915,804</b>

## Notes to the condensed interim financial statements For the half-year ended 31 December 2024 (cont'd)

### 5. Issued Capital (Cont'd)

Period ended 31 December 2024

		Fully Paid Ordinary Shares	\$
1 July 2024	Opening balance	363,643,639	27,915,804
	Shares Issued		
	Shares cancellation (ii)	(91,365,685)	-
31 December 2024	Closing balance	<b>272,277,954</b>	<b>27,915,804</b>

- (i) Refer to Note 2 for the details regarding Shares Cancellation  
(ii) Refer to Note 2 for the details regarding Shares Cancellation

### 6. Segment Reporting

The Directors have considered the requirements of AASB 8 “Operating Segments” and the internal reports that are reviewed by the chief operating decision maker, the board of directors, in allocating resources and have concluded that at this time there are no separately identifiable segments.

Throughout the half-year, the Group remained focused on mineral exploration over a number of areas of interest in Western Australia.

### 7. Contingencies

There are no other known significant contingencies as at 31 December 2024.

### 8. Subsequent events

On 14 January 2025, Nex Metals Explorations Ltd issued 39,238,330 at an issue price of \$0.027 per share. The total funds received from sophisticated and professional investors being \$1,059,453. The Company has received \$698,373 at 31 December 2024 as Share Subscriptions Received in Advance.

On 31 January 2025, Nex Metals Explorations Ltd issued 15,922,848 at an issue price of \$0.03 per share.

Other than the matters disclosed above there are no matters or circumstances that have arisen since 31 December 2024 that have or may significantly affect the operations, results, or state of affairs of the Group in future financial periods.

## **Directors' Declaration**

The directors of the Company declare that:

- The attached financial statements and notes comply with the *Corporations Act 2001*, Australian Accounting Standard *AASB 134 Interim Financial Reporting*, the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- The attached financial statements and notes give a true and fair view of the Group's financial position as at 31 December 2024 and of its performance for the financial half-year ended on that date; and
- Subject to Note 1, 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*.



---

Kenneth Allen  
Managing Director  
Perth, 13 March 2025

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**ARMADA**  
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## Independent Auditor's Review Report to the Members of Nex Metals Explorations Limited

### Report on the Half-Year Financial Report

#### Conclusion

We have reviewed the accompanying Condensed Consolidated Half-Year Financial Report of Nex Metals Explorations Limited ("the Group"), which comprises the condensed consolidated statement of financial position as at 31 December 2024, the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of cash flows and the condensed consolidated statement of changes in equity for the half-year ended on that date, notes comprising a summary of significant accounting policies, other explanatory notes and the directors' declaration of the Group comprising the Company and the entities it controlled at half-year end from time to time during the half-year.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the Condensed Consolidated Half-Year Financial Report of Nex Metals Explorations Limited is not in accordance with the *Corporations Act 2001* including:

- (a) Giving a true and fair view of the Group's financial position as at 31 December 2024 and of its performance for the half-year ended on that date; and
- (b) Complying with Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*;

#### Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibility for the Review of the Financial Report* section of our report. We are independent of the Group in accordance with the independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code. We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the Group, would be in the same terms if given to the directors as at the time of this auditor's review report.

#### Material Uncertainty Related to Going Concern

We draw attention to Note 1 in the financial report, which indicates that the Company incurred a net loss of \$421,215 during the half-year ended 31 December 2024, as of that date, the Company's current liabilities exceeded its total assets by \$2,351,829. As stated in Note 1, these events or conditions, along with other matters as set forth in Note 1, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the half-year financial report ended 31 December 2024. Our review conclusion is not modified in respect of this matter.

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### Directors' Responsibility for the Half-Year Financial Report

The Directors of the Group are responsible for the preparation of the Condensed Consolidated 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 Condensed Consolidated Half-Year Financial report that gives a true and fair view is free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility for the Review of the Half-Year Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the Condensed Consolidated Half-Year Financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2024 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*. A review of a 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.

*Armada Audit  
& Assurance*

**ARMADA AUDIT & ASSURANCE PTY LTD**

**Nigel Dias Director, Dated 13 March 2025, Perth Western Australia.**

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