



RED HILL MINERALS LIMITED

ABN: 44 114 553 392

FINANCIAL REPORT

HALF YEAR ENDED 31 DECEMBER 2023

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DIRECTORS' REPORT

Your directors present their report, together with the financial statements of Red Hill Minerals Limited ("Red Hill Minerals", "Red Hill" or "the Company") for the half year ended 31 December 2023 and the independent auditor's review report thereon.

DIRECTORS

The names of directors who held office during or since the end of the half year and until the date of this report are as follows. Directors were in office for this entire period unless otherwise stated.

Joshua Pitt	Executive Chairman
Garry Strong	Non-Executive Director
Mark Okeby	Non-Executive Director
Nanette Allen	Non-Executive Director

REVIEW OF OPERATIONS

West Pilbara Gold and Base Metal Project

During the half year, Red Hill Minerals continued to advance exploration on its West Pilbara Gold and Base Metal Project. The area covers a 1,600 square kilometre contiguous package, located adjacent to the western margin of the Hamersley Basin (Figure 1).

In total, 20 RC holes were drilled during the half year for a total of 3,568 metres. Ten holes (1,678 metres) were drilled at the Barkley Gold Target. High grade intersections received during the period included:

23BKRC005

- 4 metres at 3.7 grams per tonne gold from 90 to 94 metres including:
- 2 metres at 6.4 grams per tonne gold from 91 to 93 metres.

23BKRC007

- 4 metres at 2.6 grams per tonne gold from 17 to 21 metres, and
- 4 metres at 2.1 grams per tonne gold from 88 to 92 metres.

23BKRC008

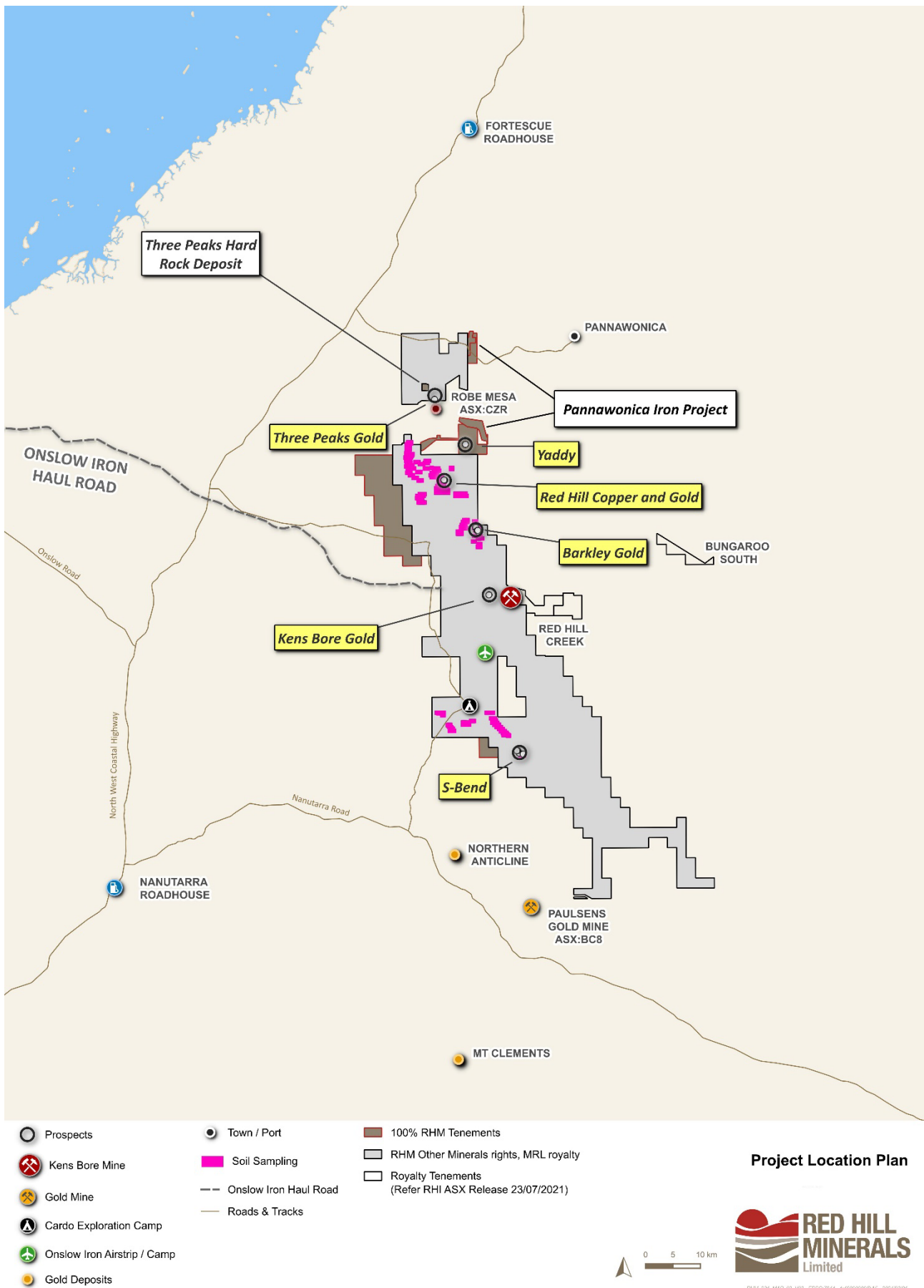
- 4 metres at 4.1 grams per tonne gold from 65 to 69 metres including:
- 2 metres at 6.6 grams per tonne gold from 65 to 67 metres.

The significant gold intersections above are interpreted to be associated with a steeply South West dipping fault related to the regional scale Deepdale Fault. Mineralisation at Barkley remains open along strike and down dip.

Five holes (890 metres) were drilled at the S-Bend base metal target and the remaining five holes were drilled across the Kens Bore Gold, Red Hill Copper, Three Peaks Gold and Yaddy Targets.

A comprehensive soil sampling program was undertaken by the Company with 2,224 soil samples collected using the UltraFine (UFF) method at high priority VTEM target areas. Sampling over prospective stratigraphy generated multiple targets for infill and extensional geochemical surveys to refine drill targets.

Figure 1: Red Hill Minerals Location Plan



DIRECTORS' REPORT

Other Projects

The Company continues to consider commercial opportunities for its other projects:

- **The Pannawonica Iron Project:** The Pannawonica Iron Project is located north of the West Pilbara Gold and Base Metal project area and comprises the Company's 100% owned Redgate and Whitegate iron ore mining leases. The current Ore Reserve Statement for the Pannawonica Iron Project is 4.68 million tonnes (Mt) at 56% iron at a 54.5% iron cut-off grade within a total project Mineral Resource of 62.5 million tonnes at 53.4% iron at a 52% iron block cut-off grade.
- **The Three Peaks Hard Rock Deposit:** Red Hill Minerals continues to consider monetisation strategies for a proposed quarry within the Three Peaks Hard Rock Deposit mining lease. Previous petrographic reports and trial crushing of the porphyry rock material show that the unweathered rock is of high quality, high strength and durability and would be suitable for use as concrete aggregates, asphalt aggregates, high quality road bases, unbound pavement material and rail ballast.

Health and Safety

There were no significant safety incidents during the half year. There were no Lost-Time Injuries (LTI's) or reportable incidents recorded in the half year.

Onslow Iron Project (RHIOJV Update)

Following the sale of the Company's 40% interest in the Red Hill Iron Ore Joint Venture (RHIOJV) to Mineral Resources Limited ("MinRes", ASX: MIN), MinRes continued to progress the Onslow Iron Project which is designed to be a 30+ year project at a 30+ Mtpa export rate comprising a new mine, processing plant, airport, accommodation resorts, sealed 150km private haul road, port, marine infrastructure and transshipping vessel fleet.

MinRes have advised the first-ore-on-ship delivery target of June 2024 remains as scheduled.

The final \$200 million payment from MinRes for the sale of the Company's RHIOJV interest is due when the first commercial shipment of iron ore extracted from the RHIOJV tenements, departs port¹.

From that time, Red Hill Minerals will also begin to receive 0.75% FOB royalty streams from the project.

These royalty streams will be sourced from:

- i. production from the RHIOJV tenements,
- ii. production during the first 10 years only from the APIJV owned Upper Red Hill Creek tenement, and
- iii. production from the MinRes owned Bungaroo South tenement.

Corporate

At 31 December 2023, the Company had net assets of \$39.9 million (30 June 2023: \$53.3 million) and an excess of current assets over current liabilities of \$23.1 million (30 June 2023: \$38.9 million). At 31 December 2023, the Company's cash at bank totalled \$23.2 million (30 June 2023: \$39.2 million). Cash at bank decreased by \$16.1 million in line with the budgeted exploration program and dividends paid during the period.

¹ Refer to Red Hill Minerals Limited ASX Release "Sale of Red Hill Iron Ore Joint Venture Interest" Announcement dated 30 July 2021.

DIRECTORS' REPORT

During the period, the Company paid the following dividends:

- Special dividend of \$0.10 per share fully franked at 30% on 18 July 2023
- Special dividend of \$0.10 per share fully franked at 30% on 5 December 2023

The Company reported a net loss after tax from continuing operations for the period of \$1.08 million (31 December 2022: \$0.94 million).

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

There were no significant changes to the state of affairs other than those noted elsewhere in this half year financial report.

EVENTS SUBSEQUENT TO THE REPORTING DATE

Since the end of the half year, there has been no matter or circumstance that has arisen which has significantly affected or may significantly affect the Company's operations, the results of those operations, or the Company's state of affairs in future financial periods.

COMPLIANCE STATEMENTS

Competent Person Statement

The information in this half year Report that relates to prior exploration results is extracted from the following ASX announcements:

- "Gold mineralisation intersected at the Barkley Target", 27 September 2023
- "Quarterly Activities/Appendix 5B Cash Flow Report", 26 October 2023
- "RC Drilling extends gold system at the Barkley Prospect", 15 December 2023
- "Quarterly Activities/Appendix 5B Cash Flow Report", 29 January 2024

The above announcements are available to view on the Company's website at redhillminerals.com.au. The Company confirms that it is not aware of any new information or data that materially affects the exploration results included in the relevant original market announcements. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the relevant original market announcements.

Streamline Statement (Listing Rule 5.23.2) – The Pannawonica Project

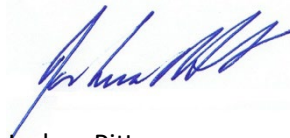
Red Hill Minerals Limited is not aware of any new information or data that materially affects the information included in the relevant market announcement and in the case of estimates of Mineral Resources or Ore Reserves that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.

AUDITOR'S INDEPENDENCE DECLARATION

Section 307C of the *Corporations Act 2001* requires our auditors, HLB Mann Judd, to provide the directors of the Company with an Independence Declaration in relation to the review of the half year financial report. This Independence Declaration is set out on page 8 and forms part of this directors' report for the half year ended 31 December 2023.

DIRECTORS' REPORT

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

A handwritten signature in blue ink, appearing to read "Joshua Pitt", is written over a light blue rectangular background.

Joshua Pitt
Executive Chairman
Perth, 14 March 2024

AUDITOR'S INDEPENDENCE DECLARATION



AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Red Hill Minerals 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:

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

Perth, Western Australia
14 March 2024



D B Healy
Partner

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HLB Mann Judd (WA Partnership) is a member of HLB International, the global advisory and accounting network.

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE HALF YEAR ENDED 31 DECEMBER 2023

	Note	31 Dec 2023 \$	Restated* 31 Dec 2022 \$
Interest income		621,009	558,738
Other income		34,089	14,119
Exploration and evaluation expenditure		(120,455)	(121,473)
Corporate and administrative expenses	3	(1,158,149)	(894,127)
Share-based payments	6	(461,258)	(564,028)
Loss before income tax		(1,084,764)	(1,006,771)
Income tax benefit		-	70,430
Loss for the period attributable to owners of the Company		(1,084,764)	(936,341)
Other comprehensive income		-	-
Total comprehensive loss for the period attributable to owners of the Company		(1,084,764)	(936,341)
Basic loss per share from continuing operations (cents)		(1.70)	(1.47)
Diluted loss per share from continuing operations (cents)		(1.70)	(1.47)

*The 31 December 2022 condensed statement of profit or loss and other comprehensive income has been restated pursuant to the Company's voluntary change in accounting policy for exploration and evaluation expenditure (see Note 1).

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

CONDENSED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2023

	Note	31 Dec 2023 \$	30 Jun 2023 \$
Current assets			
Cash and cash equivalents		23,217,138	39,272,389
Other receivables and prepayments		337,723	154,822
Total current assets		23,554,861	39,427,211
Non-current assets			
Exploration and evaluation assets	4	16,170,883	13,634,405
Plant and equipment		445,053	502,056
Right-of-use asset		191,305	274,776
Other assets		90,775	90,775
Total non-current assets		16,898,016	14,502,012
Total assets		40,452,877	53,929,223
Current liabilities			
Trade and other payables		367,000	363,468
Lease liability		134,494	163,832
Total current liabilities		501,494	527,300
Non-current liabilities			
Lease liability		59,834	113,716
Total non-current liabilities		59,834	113,716
Total liabilities		561,328	641,016
Net assets		39,891,549	53,288,207
Equity			
Issued capital	5	31,780,601	30,188,863
Reserves		1,487,688	2,618,168
Retained earnings		6,623,260	20,481,176
Total equity		39,891,549	53,288,207

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

CONDENSED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED 31 DECEMBER 2023

	Issued capital \$	Retained earnings \$	Share based payments reserve \$	Future value option reserve \$	Total \$
Balance at 1 July 2023	30,188,863	20,481,176	1,539,398	1,078,770	53,288,207
Loss for the period	-	(1,084,764)	-	-	(1,084,764)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive loss for the period	-	(1,084,764)	-	-	(1,084,764)
Dividends paid	-	(12,773,152)	-	-	(12,773,152)
Share-based payments	-	-	461,258	-	461,258
Transfers between equity items	1,591,738	-	(512,968)	(1,078,770)	-
Balance at 31 December 2023	31,780,601	6,623,260	1,487,688	-	39,891,549

	Issued capital \$	Retained earnings \$	Share based payments reserve \$	Future value option reserve \$	Total \$
Balance at 1 July 2022 (Restated)*	30,188,863	34,604,050	243,532	1,078,770	66,115,215
Loss for the period	-	(936,341)	-	-	(936,341)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive loss for the period	-	(936,341)	-	-	(936,341)
Dividends paid	-	(12,765,630)	-	-	(12,765,630)
Share-based payments	-	-	564,028	-	564,028
Balance at 31 December 2022	30,188,863	20,902,079	807,560	1,078,770	52,977,272

*The 31 December condensed 2022 statement of changes in equity has been restated pursuant to the Company's voluntary change in accounting policy for exploration and evaluation expenditure (see Note 1).

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

CONDENSED STATEMENT OF CASH FLOWS

FOR THE HALF YEAR ENDED 31 DECEMBER 2023

	31 Dec 2023	Restated*
	\$	31 Dec 2022
		\$
Cash flows from operating activities		
Payments to suppliers and employees	(913,861)	(808,506)
Payments for exploration and evaluation	(242,265)	(177,319)
Income tax paid	-	(13,000,000)
Interest received	467,772	532,886
Interest paid	(4,880)	(7,767)
Other income	34,089	14,119
Net cash used in operating activities	(659,145)	(13,446,587)
Cash flows from investing activities		
Payments for exploration expenditure	(2,536,478)	(1,467,892)
Payments to acquire property, plant and equipment	(3,005)	(233,218)
Net cash used in investing activities	(2,539,483)	(1,701,110)
Cash flows from financing activities		
Payment of principal portion of lease liabilities	(83,471)	(79,650)
Dividends paid	(12,773,152)	(12,765,630)
Net cash used in financing activities	(12,856,623)	(12,845,280)
Net decrease in cash and cash equivalents	(16,055,251)	(27,992,977)
Cash and cash equivalents at the beginning of the period	39,272,389	69,046,408
Cash and cash equivalents at the end of the financial period	23,217,138	41,053,431

*The 31 December 2022 condensed statement of cash flows has been restated pursuant to the Company's voluntary change in accounting policy for exploration and evaluation expenditure (see Note 1).

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

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER 2023

1. SIGNIFICANT ACCOUNTING POLICIES

a) Statement of compliance

The half year financial report was authorised for issue on 14 March 2024.

These interim financial statements are general purpose financial statements prepared in accordance with the requirements of the Corporations Act 2001, applicable accounting standards including AASB 134 'Interim Financial Reporting', Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board ('AASB'). Compliance with AASB 134 ensures compliance with IAS 34 'Interim Financial Reporting'.

This condensed half year report does not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Company as in the annual financial report.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2023 and any public announcements made by Red Hill Minerals Limited during the half year in accordance with continuous disclosure requirements arising under the *Corporations Act 2001* and the rules of the Australian Securities Exchange.

b) Basis of preparation

The interim report has been prepared on a historical cost basis. Cost is based on the fair value of the consideration given in exchange for assets. The Company is domiciled in Australia and is a for-profit entity. All amounts are presented in Australian dollars, unless otherwise noted. For the purposes of preparing the interim financial statements, the half year has been treated as a discrete reporting period.

c) Accounting policies and methods of computation

The accounting policies and methods of computation adopted are consistent with those of the previous financial year and corresponding half year. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

d) Significant accounting judgments and key estimates

The preparation of interim financial reports requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

e) New or amended Accounting Standards

The Directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Company and effective for the current reporting period. Their adoption has not had a material impact on the disclosures and/or amounts reported in these financial statements. Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER 2023

f) Voluntary change in accounting policy

Exploration and Evaluation accounting policy

The financial report for the half year ended 31 December 2023 has been prepared on the basis of a retrospective application of a voluntary change in accounting policy relating to exploration and evaluation expenditure. In previous financial periods, the costs incurred in connection with exploration areas with current rights of tenure, except for acquisition costs, were expensed to the statement of profit and loss and other comprehensive income.

The new accounting policy was adopted as of 1 July 2022 and has been applied retrospectively. Under the new policy, exploration and evaluation expenditure in relation to the West Pilbara Gold and Base Metal Project is capitalised as an exploration and evaluation asset in the year in which expenditure is incurred where the following conditions are satisfied:

- the rights to tenure of the area of interest are current; and
- at least one of the following conditions is met:
 - the exploration and evaluation expenditures are expected to be recouped through successful development and exploitation of the area of interest, or alternatively, by its sale; or
 - exploration and evaluation activities in the area of interest have not at the balance date reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves, and active and significant operations in, or in relation to, the area of interest are continuing.

The initial acquisition costs of the Pannawonica Iron Ore Project were capitalised as an exploration and evaluation asset, with subsequent exploration and evaluation expenditure continuing to be expensed.

In the event that an area of interest is abandoned, accumulated costs carried forward are written off in the year in which that decision is made. A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

The Directors believe that the change in accounting policy offers users more relevant and equally reliable financial information as the policy is more transparent and less subjective, and are of the opinion that the new policy more effectively addresses the long-term exploration activities associated with certain areas of interest. Both the previous and new accounting policies comply with AASB 6 Exploration for and Evaluation of Mineral Resources.

Impact on financial statements of voluntary change in accounting policy

As a result of the change in accounting policy, prior year financial statements were required to be restated. The amounts disclosed for the half year ended 31 December 2022 are the restated numbers after the change in accounting policy for exploration and evaluation expenditure.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER 2023

i. Balances affected in the condensed statement of profit or loss and other comprehensive income

	Prior period restatement		
	Previously stated 31 Dec 2022	Adjustment	Restated at 31 Dec 2022
	\$	\$	\$
Exploration and evaluation expenditure	(1,589,365)	1,467,892	(121,473)
Loss before income tax	(2,474,663)	1,467,892	(1,006,771)
Income tax benefit	70,430	-	70,430
Loss after tax	(2,404,233)	1,467,892	(936,341)
Total comprehensive loss for the period attributable to owners of the Company	(2,404,233)	1,467,892	(936,341)
Basic loss per share from continuing operations (cents)		Previous (3.77)	Restated (1.47)

ii. Balances affected in the condensed statement of changes in equity

	Prior period restatement		
	Previously stated 31 Dec 2022	Adjustment	Restated at 31 Dec 2022
	\$	\$	\$
Loss for the period	(2,404,233)	1,467,892	(936,341)
Retained earnings	19,434,187	1,467,892	20,902,079

iii. Balances affected in the condensed statement of cash flows

	Prior period restatement		
	Previously stated 31 Dec 2022	Adjustment	Restated at 31 Dec 2022
	\$	\$	\$
Net cash outflows from operating activities	(14,914,479)	1,467,892	(13,446,587)
Net cash outflows from investing activities	(233,218)	(1,467,892)	(1,701,110)

Exploration and evaluation expenditure that is expensed is included as part of cash flows from operating activities, whereas exploration and evaluation expenditure that is capitalised is classified as cash flows from investing activities. As a result of the change in accounting policy, previously expensed exploration costs of \$1,467,892 for the half year ended 31 December 2022 and related to the West Pilbara Gold and Base Metal Project have been capitalised and classified as cash flows from investing activities.

2. OPERATING SEGMENTS

Management has determined that the Company has one reportable operating and geographical segment, which is mineral exploration within Western Australia. Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Executive Officer and the Board. The Chief Executive Officer is responsible for allocating resources and assessing the performance of the mineral exploration segment.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER 2023

3. CORPORATE AND ADMINISTRATIVE EXPENSES

	31 Dec 2023 \$	31 Dec 2022 \$
Personnel and directors' expenses	416,798	272,600
Depreciation and amortisation	143,480	110,792
Regulatory and compliance	358,098	335,591
Finance expense	4,880	7,767
Other corporate and administration costs	234,893	167,377
	1,158,149	894,127

4. EXPLORATION AND EVALUATION ASSETS

	31 Dec 2023 \$	30 Jun 2023 \$
West Pilbara Gold and Base Metal Project		
Balance at 1 July	3,728,490	903,588
Additions	2,536,478	2,824,902
	6,264,968	3,728,490
Pannawonica Iron Ore Project		
Balance at end of period	9,905,915	9,905,915
	16,170,883	13,634,405

5. EQUITY

	Half Year to 31 December 2023		Year to 30 June 2023	
	No.	\$	No.	\$
Issued and fully paid ordinary shares				
Movements in ordinary shares on issue				
At 1 July	63,828,149	31,267,633	63,828,149	31,267,633
Options exercised*	75,221	512,968	-	-
Share issue costs	-	-	-	-
Balance at end of period	63,903,370	31,780,601	63,828,149	31,267,633

*333,334 options held by Chief Executive Officer Michael Wall were exercised into 75,221 shares through the cashless exercise mechanism detailed in the Company's Employee Securities Incentive Plan.

6. SHARE-BASED PAYMENTS

a) Recognised share-based payment expense

	31 Dec 2023 \$	31 Dec 2022 \$
The share-based payment expense recognised during the period:		
Expense arising from equity settled share-based payment transactions	461,258	564,028
	461,258	564,028

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER 2023

b) Share Options

The following table illustrates the number and movements in unlisted options during the period:

Share Options	Half Year to 31 Dec 2023 No.	Year to 30 Jun 2023 No.
At 1 July	1,400,000	-
Options issued during the period	-	1,400,000
Options exercised during the period	(333,334)	-
	1,066,666	1,400,000

7. DIVIDENDS

Dividends declared and paid during the period:

Special dividend of \$0.10 fully franked at 30%
 Special dividend of \$0.10 fully franked at 30%
 Special dividend of \$0.20 fully franked at 25%

	31 Dec 2023 \$	31 Dec 2022 \$
Special dividend of \$0.10 fully franked at 30%	6,390,337	-
Special dividend of \$0.10 fully franked at 30%	6,382,815	-
Special dividend of \$0.20 fully franked at 25%	-	12,765,630
	12,773,152	12,765,630

8. RELATED PARTY TRANSACTIONS

The aggregate amounts recognised during the half year relating to key management personnel (KMP) and their related parties are as follows:

	31 Dec 2023 \$	31 Dec 2022 \$
Corporate services income	10,210	14,119
	10,210	14,119

The Company supplied office facilities and corporate services to Hampton Hill Mining NL and the Murchison Prospecting Partnership. Mr. Pitt is a director and shareholder of Hampton Hill Mining NL. Messrs Pitt and Strong are associated with the Murchison Prospecting Partnership.

During the half year, 333,334 options held by Chief Executive Officer Michael Wall were exercised into 75,221 shares through the cashless exercise mechanism detailed in the Company's Employee Securities Incentive Plan.

9. COMMITMENTS AND CONTINGENCIES

Commitments for expenditure

In order to maintain current rights of tenure to exploration tenements, the Company is required to perform minimum exploration work to meet the minimum expenditure requirements as specified by various governments in order to maintain exploration tenements in good standing. Since the last reporting date, there has been no material change in these commitments.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER 2023

Contingencies

The Company has a contingent asset of \$200 million in relation to a cash payment receivable when the first commercial shipment of iron ore extracted from the RHIOJV mining tenements departs port (FOOS date) and a royalty of 0.75% of FOB revenue payable on all iron ore extracted and sold from the RHIOJV mining tenements, Mineral Resources Limited's Bungaroo South mining tenements if developed in association with the development of one or more of the RHIOJV tenements and, during the first 10 years from the FOOS date, the APIJV-owned Upper Red Hill Creek mining tenement.

The Directors are not aware of any other contingent liabilities at 31 December 2023.

10. EVENTS OCCURRING AFTER BALANCE DATE

Since the end of the half year, there has been no matter or circumstance that has arisen which has significantly affected or may significantly affect the Company's operations, the results of those operations, or the Company's state of affairs in future financial periods.

DIRECTORS' DECLARATION

FOR THE HALF YEAR ENDED 31 DECEMBER 2023

1. In the opinion of the directors of Red Hill Minerals Limited ("the Company"):
 - a) The accompanying interim financial statements and notes are in accordance with the *Corporations Act 2001* including:
 - i. giving a true and fair view of the Company's financial position as at 31 December 2023 and of its performance for the half year then ended; and
 - ii. complying with Accounting Standards, the Corporations Regulations 2001, professional reporting requirements and other mandatory requirements.
 - b) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
 - c) The interim financial statements and notes are in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board.
2. This declaration has been made after receiving the declarations required to be made to the Directors in accordance section 303(5) of the *Corporations Act 2001* for the half year ended 31 December 2023.

This declaration is signed in accordance with a resolution of the board of Directors.

A handwritten signature in blue ink, appearing to read "Joshua Pitt".

Joshua Pitt
Executive Chairman
Perth, 14 March 2024

INDEPENDENT AUDITOR'S REVIEW REPORT



INDEPENDENT AUDITOR'S REVIEW REPORT To the Members of Red Hill Minerals Limited

Report on the Condensed Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Red Hill Minerals Limited ("the Company"), which comprises the condensed statement of financial position as at 31 December 2023, the condensed statement of profit or loss and other comprehensive income, the condensed statement of changes in equity and the condensed statement of cash flows for the half-year ended on that date, selected explanatory notes, and the directors' declaration, for the Company.

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

- (a) giving a true and fair view of the Company'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 the *Corporations Regulations 2001*.

Basis for Conclusion

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

Responsibility of the Directors for the Financial Report

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

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INDEPENDENT AUDITOR'S REVIEW REPORT



Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Company'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.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.



HLB Mann Judd
Chartered Accountants

Perth, Western Australia
14 March 2024



D B Healy
Partner