



**CATALINA**  
RESOURCES

**CATALINA RESOURCES LTD**

ACN 130 618 683

2024 ANNUAL REPORT

---

CATALINA RESOURCES LTD

TABLE OF CONTENTS

Corporate Directory	1
Directors' Report	2
Auditor's Independence Declaration	26
Statement of Profit or Loss and Other Comprehensive Income	27
Statement of Financial Position	28
Statement of Changes in Equity	29
Statement of Cash Flows	30
Notes to the Financial Statements	31
Consolidated Entity Disclosure Statement	56
Directors' Declaration	57
Independent Auditor's Report	58
Additional Information	62
Corporate Governance Statement	64

## CORPORATE DIRECTORY

### **DIRECTORS**

Sanjay Loyalka  
Richard Beazley  
Michael Busbridge  
Martin Bennett (appointed 13/2/2024)

### **COMPANY SECRETARY**

Sanjay Loyalka

### **REGISTERED OFFICE**

Unit 38  
18 Stirling Highway  
Nedlands WA 6009  
Ph: (08) 61181672  
Email: [info@catalinaresources.com.au](mailto:info@catalinaresources.com.au)  
Website: [www.catalinaresources.com.au](http://www.catalinaresources.com.au)

### **AUDITOR**

Stantons  
Level 2, 40 Kings Park Road  
West Perth WA 6005  
Ph: (08) 94813188  
Fax: (08) 93211204

### **SHARE REGISTRY**

Boardroom Pty Limited  
Level 8  
210 George Street  
Sydney NSW 2000  
Ph: (02) 92909600  
Fax: (02) 92790664

## DIRECTORS' REPORT

The Directors present this report together with the financial report of Catalina Resources Ltd ("CTN", "Catalina" and/or "the Company") for the year ended 30<sup>th</sup> June 2024.

### DIRECTORS

The names of the Directors in office during the financial year and until the date of this report are as follows. Directors were in office for this entire period unless otherwise stated.

Sanjay Loyalka  
Richard Beazley  
Michael Busbridge  
Martin Bennett (appointed 13/2/2024)

### COMPANY SECRETARY

Sanjay Loyalka

### PRINCIPAL ACTIVITIES

The principal activities of the Company during the financial year consisted of mineral exploration, development, and mining.

### OPERATING RESULTS

The net loss of the Company after providing for income tax amounted to \$830,640 (2023: net loss \$1,431,533).

### DIVIDENDS PAID OR RECOMMENDED

The Directors do not recommend the payment of a dividend, and no amount has been paid or declared by way of a dividend to the date of this report.

### REVIEW OF OPERATIONS AND ACTIVITIES

#### Highlights:

#### Nelson Bay River Iron Ore Project

- Progressing re-permitting to re-commence direct shipping ore ("DSO") project at Nelson Bay River Iron Project ("NBR")
- EPBC Referral decision (EPBC 2023/09571) received in November 2023 that the project is a controlled action & requires further assessment by EIS.
- EIS Guidelines issued by DCCEEW in May 2024

#### Lachlan Fold Belt Project

- Diamond drilling scheduled for spring season of 2024 after the rainy winter season.
- Approval for planned exploration activities at EL 9155 granted by NSW Resources Regulator.

#### Laverton Project

- Aircore drilling - 25 holes for 1,593 metres completed at E38/3697, returns anomalous gold and REE results.
- Gold intervals returned best results including:
  - LVAC009 1m @ 2.42g/t Au from 75m**
  - LVAC012 3m @ 1.07g/t Au from 49m**
- Gold mineralization is associated with veining and alteration within the Barnicoat Shear Zone.
- REE intervals returned best results including:
  - LVAC023 1m @ 16,426ppm TREO from 28m**
  - LVAC022 1m @ 2,633ppm TREO from 37m**

## DIRECTORS' REPORT

**LVAC022 5m @ 2,777ppm TREO from 52m**

**LVAC009 1m @ 7,220ppm TREO from 43m**

**LVAC009 4m @ 2,506ppm TREO from 75m**

- REE mineralisation is hosted in intrusive rocks just 2km to the north of the Mt Weld carbonatite REE mine.
- Follow up aircore drilling is planned to better delineate gold and REE targets prior to possible RC drilling.

### Business Development

- Catalina is continuing to identify and assess exploration and early development opportunities in lithium, rare earths, gold and base metals projects.
- Company's application for a prospective gold exploration tenement E38/3847 (near the Burtville Mining Centre and in region of Catalina's E38/3697) drawn first in time in the ballot conducted by the Mining Warden.
  - Access agreements negotiated and executed with Focus Minerals (Laverton) Pty Ltd having existing tenements (miscellaneous licence) over parts of areas within E38/3847.

### Nelson Bay River Iron Project

Catalina Resources ("Catalina" or "the Company") made a EPBC referral application of the project in June 2023 as per advice received from the Department of Climate Change, Energy, the Environment and Water ("DCCEEW" or "the Department") to undertake completion of a partially mined DSO open-cut pit and associated activities to allow for extraction and sale of hematite ore in north-west Tasmania (EPBC 2023/09571). The Department has advised the Company in November 2023 that a delegate of the Minister has decided that the proposed action is a controlled action, requiring further assessment under the EPBC Act 1999. The delegate has also decided, under section 87 of the EPBC Act, that the proposed action will be assessed by an Environmental Impact Statement (EIS).

The department issued guidelines for developing the EIS in May 2024. The Company has expanded the scope of the environmental monitoring program in response to EIS guidelines to collect new base line water data.

As per previous company announcements, the State Government's process is advanced, and the process was put on hold until the resolution of the EPBC issues. The DPEMP version of August 2021 was accepted by EPA Tasmania to have been compliant with the guidelines and the public consultation process was completed in February 2022, with subsequent RFIs responded by way of supplementary DPEMPs.

Meanwhile, the Company continues to engage with relevant stakeholders to progress the NBR project.

The NBR Project (Mining Lease 3M/2011) is located in the far north-west of Tasmania and is approximately 150km from the Burnie Port. The Project is within an established mineral province in the region. Operating mines include Grange Resources Ltd's (ASX: GRR) Savage River Iron Ore.

The Direct Shipping Ore (DSO) project at NBR is an all-contract mining, processing and haulage operation using local contractors in the region. It requires no major processing beyond crushing and screening after which the ore is then trucked to the port and shipped. It was developed in 2013 with the first shipment of ore leaving the Port of Burnie in January 2014. The NBR project was placed on care and maintenance in June 2014 following sharp iron ore price falls.



**Figure 1.** Existing development NBR DSO project. (Source: Google Earth)

Historical production from the previous mining campaign totalled 181,000 tonnes shipped with average grades of Fe 57.5%, SiO<sub>2</sub> 7.7%, Al<sub>2</sub>O<sub>3</sub> 1.3%, P 0.07% and S 0.04%.

The historic price received for NBR ore was enhanced with premiums (in line with market benchmarks) for low Alumina and Lump (About 40% of the DSO Iron ore at NBR is Lumps with Iron ore Fines being approximately 60%).

Historic costs during FY2014 when the mine was last in production was approximately AUD \$72 per tonne FOB Burnie Port (as derived from 2014 Annual Report to Shareholders).

With the improvement in the iron ore price in recent years, the Company has been actively working to re-permit the NBR project. The strategy has been to recommence the production of the DSO resources from the existing open pit at NBR project.

#### **Lachlan Fold Belt Project**

During the quarter, the Company has received the necessary approvals from the NSW Resource Regulator for the planned exploration.

NSW Resources Regulator (Regulator) has revoked the Suspension Notice issued in mid-2022, in relation to EL 9155 as the Company has complied with the stipulated considerations in engaging third-party consultants to review its systems and processes and to complete an ecological review; reporting to the Regulator on the outcomes of the reviews and it's intended response; and in obtaining an AHIP.

The Regulator has further advised that it is satisfied that the terms of the Enforceable Undertaking in this connection have been completed.

In addition, Catalina has applied for and been granted a new Assessable Prospecting Operation Application (APO 001743), replacing the previous Activity Approval which will ensure the findings and recommendations from the reviews and the AHIP are taken into consideration in conducting any future works on EL 9155.

The Company has also agreed to a settlement to its indemnity claim on the contractor involved with the alleged breaches in this regard.

## DIRECTORS' REPORT

The salvage and relocation works as per conditions of the Aboriginal Heritage Impact Permit (AHIP) has been completed during the quarter.

After the rainy winter season, Catalina plans to drill two or three deeper angled diamond drill holes beneath previously drilled RC holes in the spring of 2024. Additionally, diamond drilling will enable the collection of orientated structural data, including dips and strikes of mineralised veins, necessary for future drill hole planning and calculations of the true widths of mineralisation.

Down Hole Electro Magnetic (DHEM) surveys may also be employed, searching for off-hole conductors, which may represent wider massive sulphide mineralisation than what has already been found in the RC drilling.

### Background:

The RC drilling campaign completed by the Company in April 2022 at the Rock Lodge prospect in the Lachlan Fold Belt Project, NSW intersected significant mineralisation. The Rock Lodge Project (EL 9155) covers an area of 163 km<sup>2</sup> and is located 35 km south of Cooma. It is prospective for orogenic, Intrusion Related Gold Systems (IRGS) and skarn related gold mineralisation.

RC drilling completed in April 2022 tested prioritised drill targets consisting of extensive and continuous IP anomalies that are coincident with very anomalous soil and rock chip geochemistry.

Catalina's drilling intersected a wide zone of stacked vertical lenses of polymetallic mineralisation at Rock Lodge. For example, RC hole SRLRC05 intersected four (4) significant mineralised zones over a width of 24m, from 75m to 99m (including 2m @ 2.13 g/t Au and another 2m @ 2.12 g/t Au), illustrated in Table 1. At the end of hole at 102m, rocks were still pervasively hydrothermally altered (pyrite, silica, sericite) suggesting that additional downhole zones may have been intersected if excessive water flows had not stopped drilling. West of SRLRC05, Catalina's drilling has intersected mineralisation in SRLRC02 (8m @ 1.08 g/t Au including 3m @ 2.12 g/t Au).

As suggested by the range in elements present, the mineralisation signature suggest a high temperature fluid may have been responsible. Apart from Au and Ag, the mineralisation includes varying amounts of Bi, As, Cu, Sb, Pb, Cd and Zn.

Table 1. Significant RC drilling intersections

Hole No	Total Depth (m)	From (m)	To (m)	Interval (m)	Intersection
SRLRC001	35	11	12	1	1m @ 3.7 g/t Au, 1.7 g/t Ag, 94 g/t Bi,
SRLRC001		21	22	1	1m @ 0.76 g/t Au, 2.1 g/t Ag
SRLRC002	35	0	8	8	8m @ 1.08 g/t Au, 4.2 g/t Ag, 0.28% As, 61 g/t Bi
SRLRC002		0	3	3	incl. 3m @ 2.12 g/t Au, 6.67 g/t Ag, 0.6% As
SRLRC005	102	75	77	2	2m @ 2.13 g/t Au, 2.4 g/t Ag, 0.6% As, 54 g/t Bi, 0.07% Cu
SRLRC005		78	84	6	6m @ 0.75 g/t Au, 0.8% As, 22 g/t Bi, 0.05% Cu
SRLRC005		82	84	2	incl. 2m @ 2.12 g/t Au, 2.4 g/t Ag, > 1% As, 0.07% Cu, 0.06% Zn
SRLRC005		89	96	7	7m @ 0.33 g/t Au, 1.13 g/t Ag, 0.51% As, 51 g/t Bi, 0.06% Cu,
SRLRC005		89	91	2	incl. 2m @ 0.49 g/t Au, 1.7 g/t Ag, 0.37% As, 60 g/t Bi, 0.13% Cu
SRLRC005		97	99	2	2m @ 0.78 g/t Au, 1.9 g/t Ag, 65 g/t Bi, 0.2% Cu
SRLRC006	50	27	29	2	2m @ 6.1 g/t Ag, 0.26% Pb, 0.5% Zn, 28 g/t Cd
SRLRC006		27	28	1	incl. 1m @ 10.6 g/t Ag, 0.44% Pb, 0.88% Zn, 51 g/t Cd

The intersections from Catalina's drill holes SRLRC02 to SRLRC05 and also the historical drilling, including MYRC01, constitute a very wide (60m) mineralised envelope of stacked vertical lenses of significant polymetallic sulphide at Rock Lodge. Two hundred meters to the north, IP anomalies and similar anomalous rock chip geochemical signatures (Figure 2), suggest the mineralisation envelope may be continuous at least to this area. As the envelope is open in all directions further drilling focusing on the continuity, depth and lateral extent of the stacked veins represents a high priority drill target for Catalina.

DIRECTORS' REPORT

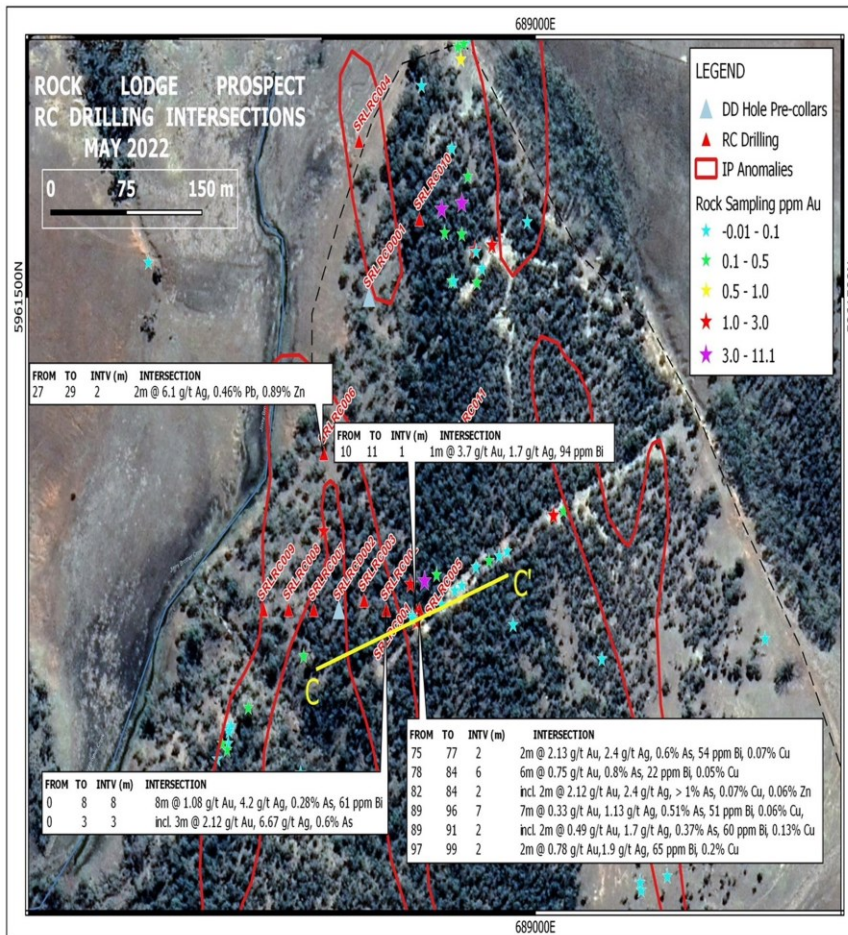


Figure 2. Summary plan showing significant drilling intersections and RC pre-collars, IP anomalies, rock chip Au geochemistry and location of drilling cross-section C-C'

The gold, bismuth and copper mineralisation at Rock Lodge is interpreted to have an affinity with the Intrusion Related Gold System (IRGS) style of mineralisation. There is potential at depth for bulk tonnage gold mineralisation associated with an intrusion. Characteristic features of IRGS mineralisation include sheeted veins containing gold with elevated bismuth, arsenic, silver, copper, lead, zinc and tin. The systems are commonly geochemically zoned around a central intrusion. They can also have elevated sulphide which can be detected with induced polarisation (resistivity lows). Many of these features are present at Rock Lodge.

The multiple veins at Rock Lodge may represent the upper zone of a mineralised system above an intrusion at depth, with bulk tonnage potential (Figure 3). Planned drilling will initially target the shallow veins but pending results deeper drilling is planned to test for an interpreted source intrusion at depth. Several Silurian and Devonian aged intrusions have been mapped in the Rock Lodge area by the NSW Geological Survey.



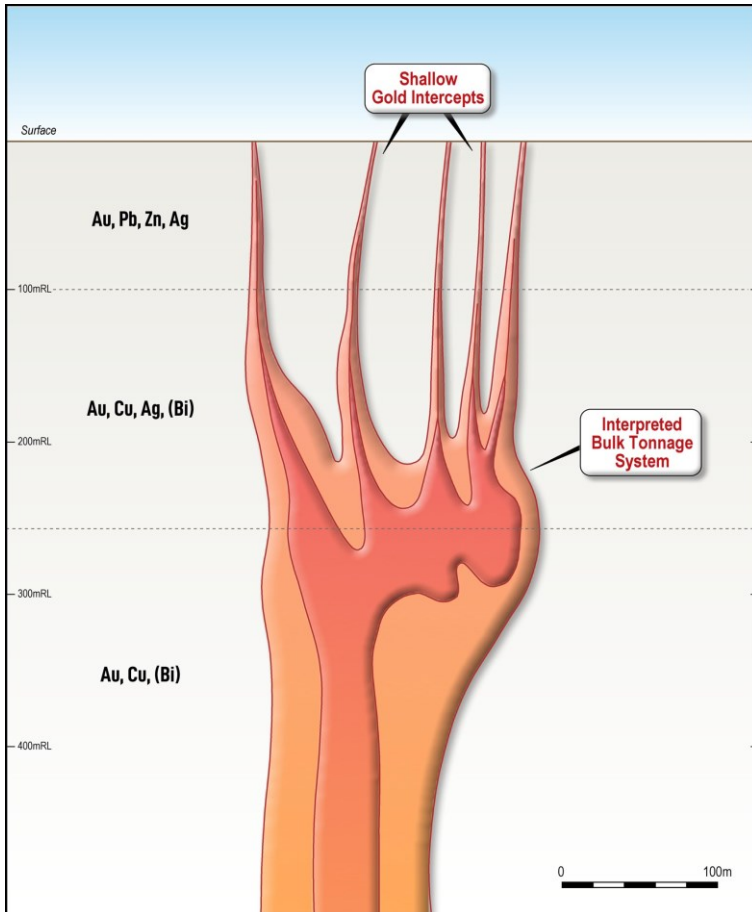


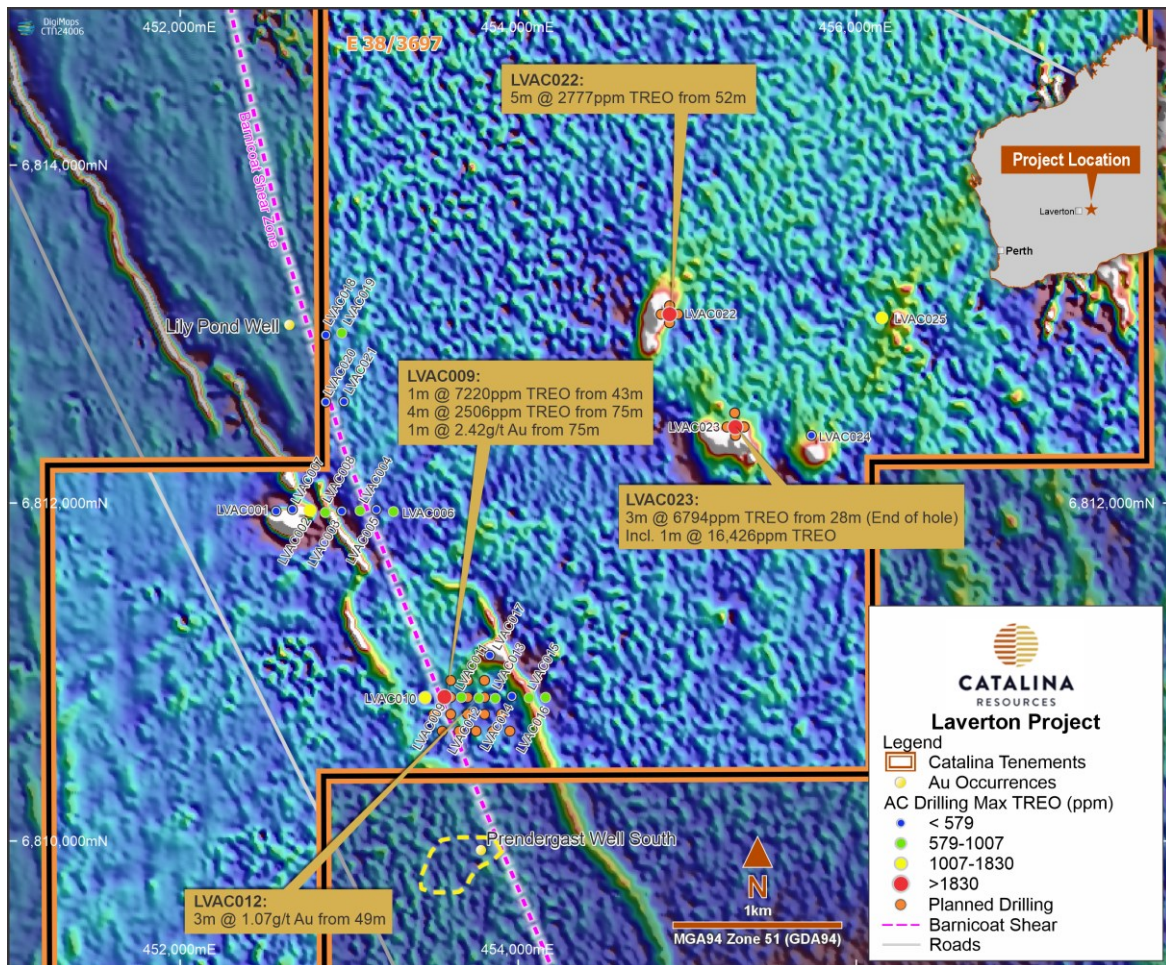
Figure 3: Diagrammatic figure of the Intrusion Related Gold System model at Rock Lodge.

### Laverton Project

In February 2024, the Company drilled aircore holes testing both gold and REE targets on EL 38/3697. Initial assays were conducted on 4 metre composites of drill samples. Following the results, the significant samples were re-assayed using 1 metre samples.

Reconnaissance aircore drilling was conducted to test gold targets along the interpreted strike of the regionally significant and mineralised Barnicoat Shear Zone. The shear zone hosts several gold resources to the north and south of E 38/3697 including Lily Pond Well (15k oz Au), Mon Ami (55k oz Au), and Ida H (27.9k oz Au).

Holes LVAC009 to LVAC016 were drilled in an east-west traverse at a wide spacing of 100m (Figure 4). A 300m wide supergene gold anomaly was identified north of the Prendergast Well South gold prospect. LVAC012 intersected 16m at 0.43g/t Au from 44m including 4m at 0.95g/t Au from 48m. Adjacent holes LVAC009, LVAC011 and LVAC013 also intersected anomalous gold at or near the bottom of hole at the base of the laterite profile.



**Figure 4.** Aeromagnetic image showing location of completed/planned holes and best intersections of gold and REE

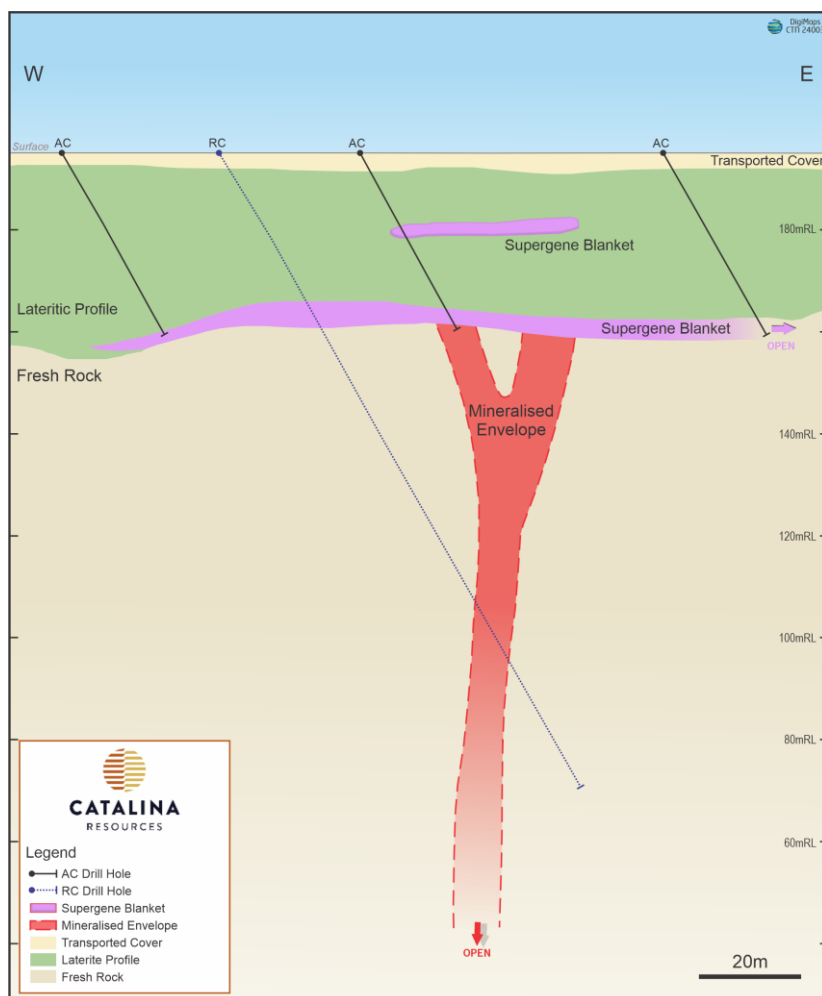
Analysis of the mineralised intervals gave the following best results:

**LVAC009 1m @ 2.42g/t Au from 75m**

**LVAC012 3m @ 1.07g/t Au from 49m**

Significantly, several of the holes intersected vein quartz and iron-stained stringer veins with bleaching and possible carbonate alteration in heavily weathered siltstone and sandstone. This suggests the supergene mineralisation intersected relates to a proximal source in the fresh bedrock. Drilling by previous companies, that included a few deeper reverse circulation holes failed to locate a bedrock source and the gold mineralisation was assumed to be displaced and not related to a proximal bedrock source.

The distribution of supergene gold mineralisation within a leached laterite profile over bedrock mineralisation is shown diagrammatically in Figure 5.



**Figure 5.** Diagrammatic cross section of a leached laterite profile showing reconnaissance aircore holes (AC) intersecting supergene gold mineralisation and a deeper RC hole testing a mineralised structure in the fresh bedrock

Additional reconnaissance and in-fill aircore drilling is now planned to delineate the extent of the supergene anomaly to the north and south of LVAC012 along the interpreted strike of the Barnicoat Shear. Only very wide-spaced drilling has been conducted to the south towards the Prendergast Well South gold prospect. When the extent of the supergene anomaly is determined, deeper RC drilling will be conducted to test for mineralisation in fresh rock below the anomaly.

In-fill drilling to 50m spacing along the traverse that includes LVAC009 (1m @ 2.42g/t Au) and LVAC012 (3m @ 1.07g/t Au) may intersect better mineralisation. The target is a zone of more intense shearing and mineralisation, possibly at a lithological contact. Gold mineralisation at Prendergast Well South occurs at a contact between mafic rocks and sediments.

Five aircore holes (LVAC0017, LVAC022-25), shown in Figure 4, were designed to test isolated magnetic anomalies modelled by Southern Geoscience Consultants that are possibly caused by magnetic carbonatite dykes hosting REE mineralization similar in style to the Mt Weld mine, located to the south. Dykes related to the circular Mt Weld carbonatite are known to extend several kilometres into the surrounding host sequence.

The world class Mt Weld REE mine is hosted by a magnetic, alkaline intrusive rock known as carbonatite. Carbonatites have a diverse range of compositions from mafic to ultramafic. Mineral deposits that form in the alkaline intrusion-related mineral system are also quite diverse, ranging from diamond, through REEs, to Ni-Cu-

## DIRECTORS' REPORT

PGE and vermiculite deposits. Mineralisation is commonly restricted to magnetic carbonatite dykes, sills, breccias, sheets, veins, and large masses, but may occur in other rocks associated with the complex rocks.

The best result is in LVAC023 which intersected a mafic rock and assayed 3m at 3,710 ppm TREO from 28m to the end of hole at 31m. Hole LVAC022 intersected a dark grey talcose intrusive rock with trace sulphide that contains nickel but also elevated REEs: 4m at 3,162ppm TREO from 52m and 12m at 0.13% Ni from 48m The drilling results validate the Company's interpretation of the modelled bullseye magnetic anomalies that are now confirmed to contain anomalous REE and nickel mineralisation with possible affinities to carbonatite source rocks.

Resampling of the mineralized intervals using the 1m sample splits returned the following results:

<b>LVAC023</b>	<b>3m @ 6,794ppm TREO from 28m</b>
	<b>Incls. 1m @ 16,426ppm TREO</b>
<b>LVAC022</b>	<b>1m @ 2,633ppm TREO from 37m</b>
<b>LVAC022</b>	<b>5m @ 2,777ppm TREO from 52m</b>
<b>LVAC009</b>	<b>1m @ 7,220ppm TREO from 43m and 4m @ 2,506ppm TREO from 75m</b>

The analysis of the 1m split samples using the more accurate peroxide fusion assay method has increased the grade of the intersection in LVAC023 to 1m at 16,426ppm TREO.

This strongly anomalous intersection at the bottom of hole in LVAC023 is highly significant. This result opens the potential for a primary high value source rock containing REE mineralization of the Mt Weld type.

Two drill holes, (LVAC023 and LVAC009), have significant assays of the high value MREO elements with Nd<sub>2</sub>O<sub>3</sub> (Neodymium) values are up to 3,136 ppm, Pr<sub>6</sub>O<sub>11</sub> (Praseodymium) up to 750 ppm and Dy<sub>2</sub>O<sub>3</sub> (Dysprosium) up to 250 ppm.

Additionally, very anomalous scandium (> 95 ppm) has been received in four holes. Scandium is a very high-value critical mineral (the current scandium oxide price is circa US\$856 per kg) which has the potential to enhance the economics of any mining project.

Based on these results the company now considers it a high priority to conduct extensional and deeper drilling within and around the two high intensity, 400m long bullseye magnetic anomalies initially tested with holes LVAC022 and LVAC023. Additionally, further reconnaissance drilling is warranted around LVAC024 where the single drill hole may have missed the main magnetic body. Also, two bullseye magnetic anomalies in the NE corner of Figure 4 remain to be tested by drilling.

Catalina's initial reconnaissance aircore drilling targeted only the magnetic portions of the broad intrusion shown in Figure 4 outlined by holes LVAC022-25. Modelling by Southern Geoscience Consultants suggests this intrusion has a width of 3.8km within E 38/3697 with a total area of over 6km<sup>2</sup>. The less magnetic portions of the intrusion have not been tested but may also contain REE and Ni/PGE mineralisation. Planned work will extend drill coverage within the area of the intrusion.

Catalina has scheduled a follow up aircore drilling program at the Laverton Project to target gold and REE mineralisation. All relevant approvals have been granted and contractors lined up.

### Business Development

Catalina is continuing to identify and assess exploration and early development opportunities in lithium, rare earths, gold and base metals projects. The Company has successfully built up an exciting portfolio of exploration projects in world class mineral provinces. These exploration tenements/projects acquired are at an early stage and the Company is systematically completing the initial steps of access agreements, heritage agreements, surveys and desktop studies to enable the advancement of exploration activities. As the Company continues its efforts to seek new projects and advance its exploration projects, it has also implemented a process of continuous evaluation and

## DIRECTORS' REPORT

prioritisation of its project portfolio. Accordingly, rationalisation of its portfolio was also done including relinquishing of the lower priority tenements.

During the year, the Company's application for a prospective gold exploration tenement E38/3847 (near the Burtville Mining Centre and in the region of Catalina's E38/3697) was drawn first in time in the ballot conducted by the Mining Warden and thus has priority over other competing applications for the tenement. During the quarter, an access agreement has been negotiated and executed with Focus Minerals (Laverton) Pty Ltd having existing tenements (miscellaneous licence) over parts of areas within E38/3847. The Company is also pursuing a Heritage Agreement to facilitate grant of the Exploration License.

### Resource and Reserves

Mineral Resources and Reserves Estimates, summarised by JORC classification are as follows:

#### The in-situ DSO Mineral Resource Estimates, September 2015

Category	Tonnes	Fe %	Al <sub>2</sub> O <sub>3</sub> %	P ppm	S ppm	SiO <sub>2</sub> %	LOI %
Measured	300,000	57.6	1.3	947	362	9.2	6.4
Indicated	190,000	57.5	1.4	919	377	9.3	6.3
Inferred	150,000	57.3	1.2	945	421	10.0	6.2
<b>Total</b>	<b>640,000</b>	<b>57.5</b>	<b>1.3</b>	<b>938</b>	<b>380</b>	<b>9.4</b>	<b>6.4</b>

(Nominal 54% Fe cut off; average density 3t/m<sup>3</sup>; minor rounding errors)

#### BFO Resource Estimates 2012

Category	Tonnes	Fe %	Al <sub>2</sub> O <sub>3</sub> %	P ppm	S ppm	SiO <sub>2</sub> %	LOI %
Inferred	730,000	46.8	2.7	180	680	23.7	4.7
<b>Total</b>	<b>730,000</b>	<b>46.8</b>	<b>2.7</b>	<b>180</b>	<b>680</b>	<b>23.7</b>	<b>4.7</b>

(30% Fe cut off; average density 3t/m<sup>3</sup>; minor rounding errors)

"This information was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported."

#### Skarn Dyke Global Iron Resource Estimates

(Includes Magnetite Resource)

Category	M Tonnes	Iron %
Indicated	1.8	38.6
Inferred	9.5	35.9
<b>Total</b>	<b>11.3</b>	<b>36.3</b>

(30% Fe cut off; fresh rock material; minor rounding errors)

"This information was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported."

#### Skarn Dyke Recoverable Magnetite Resource Estimates

Category	M Tonnes	DTR Mag %	Magnetite Kt
Indicated	1.7	38.5	667
Inferred	6.1	38.2	2,324
<b>Total</b>	<b>7.8</b>	<b>38.3</b>	<b>2,991</b>

(20% DTR cut off; average density 3.71t/m<sup>3</sup>; fresh rock material; minor rounding errors)

"This information was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported."

## DIRECTORS' REPORT

### Magnetite Resource Estimate Concentrate Grades

Category	Fe %	Al <sub>2</sub> O <sub>3</sub> %	S %	SiO <sub>2</sub> %
Indicated	66.4	0.16	0.21	4.6
Inferred	64.3	0.31	0.42	6.0
<b>Total</b>	<b>65.5</b>	<b>0.22</b>	<b>0.30</b>	<b>5.2</b>

"This information was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported."

### The in-situ DSO Ore Reserve Estimates for the Southern DSO pit, September 2015

Category	M tonnes	Fe %	Al <sub>2</sub> O <sub>3</sub> %	P %	S %	SiO <sub>2</sub> %	LOI %
Proved	0.27	56.5	1.4	0.091	0.035	8.7	6.5
Probable	0.19	56.5	1.5	0.092	0.036	8.8	6.5
<b>Total</b>	<b>0.46</b>	<b>56.5</b>	<b>1.4</b>	<b>0.091</b>	<b>0.035</b>	<b>8.7</b>	<b>6.5</b>

(Minor rounding errors; cut off based on a nominal 54% Fe; default density of 3t/m<sup>3</sup>)

### Competent Person Statement

The review of historical exploration activities and new drill results contained in this report is based on information compiled by Martin Bennett, a Member of the Australian Institute of Geoscientists (AIG). He is a Director of Catalina Resources Ltd. He has sufficient experience which is relevant to the style of mineralisation and types of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code). Martin Bennett has consented to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to the Nelson Bay River Iron Ore Project Mineral Resources is based on information evaluated by Mr Simon Tear, who is a Member of The Australasian Institute of Mining and Metallurgy (MAusIMM). And who has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' ("the JORC Code"). Mr Tear is a Director of H & S Consultants Pty Ltd and he consents to the inclusion in the report of the Mineral Resources in the form and context in which they appear.

The information in this report that relates to Ore Reserve Estimates for the Nelson Bay deposit is based on information evaluated by Mr Richard Beazley who is a Member of The Australasian Institute of Mining and Metallurgy and a Chartered Professional (MAusIMM CP(Min)) and who has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the "JORC Code"). Mr Richard Beazley is a Non-Executive Director of Catalina Resources Ltd and the Principal of Altair Mining Consultancy Pty Ltd and consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The Company confirms that it is not aware of any new information or data that materially affects the information in the original reports, and that the form and context in which the Competent Person's findings are presented have not been materially modified from the original reports.

Where the Company refers to the Mineral Resources in this report (referencing previous releases made to the ASX), it confirms that it is not aware of any new information or data that materially affects the information

## DIRECTORS' REPORT

included in that announcement and all material assumptions and technical parameters underpinning the Mineral Resource estimate with that announcement continue to apply and have not materially changed.

### Tenements

The mining tenements held at the end of the reporting period (30/6/2024) and their locations are as following:

<u>Mine</u>	<u>Lease/ Exploration License</u>		<u>Locality</u>	<u>Remarks</u>
3M/2011		ML	Nelson Bay River	100% Catalina Resources Ltd
E40/378		EL	Golden Chimney	100% Catalina Resources Ltd
E63/2046		EL	Dundas	100% Catalina Resources Ltd
E63/2048		EL	Dundas	100% Catalina Resources Ltd
E63/2136 *		ELA	Dundas	100% Catalina Resources Ltd
E63/2227 *		ELA	Dundas	100% Catalina Resources Ltd
EL9155		EL	Rock Lodge	100% Catalina Resources Ltd
EL9346		EL	Oak Hill	100% Catalina Resources Ltd
E38/3677 **		EL	Laverton	100% Catalina Resources Ltd
E38/3697		EL	Laverton	100% Catalina Resources Ltd
E38/3698		EL	Laverton	100% Catalina Resources Ltd
E38/3726 **		EL	Laverton	100% Catalina Resources Ltd
P38/4554 **		EL	Laverton	100% Catalina Resources Ltd
P38/4555 **		EL	Laverton	100% Catalina Resources Ltd
P38/4556 **		EL	Laverton	100% Catalina Resources Ltd
E63/2269 *		ELA	Dundas	100% Catalina Resources Ltd
E63/2270 *		ELA	Dundas	100% Catalina Resources Ltd
E38/3847 *		ELA	Laverton	100% Catalina Resources Ltd

\*ELA: Exploration Licence Application

\*\* Relinquished in 1<sup>st</sup> week of August 2024

- **The mining tenement interests relinquished during the period and their location**
  - E40/384
- **The mining tenements interests acquired and disposed of during the period and their location**  
Nil
- **The beneficial percentage interests held in farm-in or farm-out agreements at the end of the period**  
Nil
- **The beneficial percentage interests in farm-in or farm-out agreements acquired or disposed of during the period**  
Nil

### OTHER TENEMENTS

Catalina's exploration activities for the year in review were confined to those referred to in this report. However, the Company can report that all other tenements remain in good standing and meet statutory requirements.

### OUTLOOK

The Company has over the last couple of years, assembled an exciting portfolio of mineral exploration projects in Australia. Securing these exploration projects, provides the Company with early stage highly prospective opportunities. These projects have not benefited from modern exploration techniques, in an emerging area which has an established reputation as a world-class mineral province. The Company looks forward to advancing these projects towards its objective of value creation.

## DIRECTORS' REPORT

### SIGNIFICANT CHANGES IN STATE OF AFFAIRS

In the opinion of the Directors, there were no other significant changes in the state of affairs of the Company that occurred during the financial year under review other than those disclosed in this report.

### FINANCIAL POSITION

The net assets of the Company as at 30<sup>th</sup> June 2024 are \$5,055,068 (2023: \$5,885,707)

### AFTER BALANCE DATE EVENTS

There has not arisen in the interval between the end of the financial year and the date of this report any transaction or event of a material or unusual nature likely, in the opinion of the Directors of the Company to affect substantially the operations of the Company, the results of those operations or the state of affairs of the Company in subsequent financial years.

### FUTURE DEVELOPMENTS, PROSPECTS AND BUSINESS STRATEGIES

The Company intends to continue to pursue its goals to acquire and explore mineral deposits and pursue development and mining operations of these deposits.

### ENVIRONMENTAL REGULATIONS

The Company holds exploration and mining licences to regulate its activities in the States of Tasmania, New South Wales and Western Australia. These licences include conditions and regulations with respect to the rehabilitation of areas disturbed during the course of its activities. As far as the Directors are aware, there has been no known breach of the Company's licence conditions other than those disclosed in this report.

### MATERIAL BUSINESS RISKS

There are specific risks which relate directly to the Company's business. In addition, there are other general risks, many of which are largely beyond the control of the Company and the Directors. The risks identified in this section, or other risk factors, may have a material impact on the financial performance of the Company and the market price of the Shares.

The following is not intended to be an exhaustive list of the risk factors to which the Company is exposed.

The key material risks faced by the company that are likely to have an effect on its future financial prospects include:

- Land access and tenure

Mining and exploration tenements are subject to periodic renewal. The Tenements are subject to the state Mining Acts and the regulations made under the Mining Acts. The maintaining of exploration licenses, obtaining renewals, or getting additional exploration or mining licenses granted, often depends on the Company being successful in obtaining the required statutory approvals for its proposed activities and that the licences, concessions, leases, permits or consents it holds will be renewed as and when required. There is no assurance that such renewals will be given as a matter of course and there is no assurance that new conditions (such as increased expenditure and work commitments) will not be imposed in connection with any such renewals. The imposition of new conditions or the inability to meet those conditions may adversely affect the operations, financial position and/or the performance of the Company.

The Company cannot guarantee additional applications for tenements made by the Company will ultimately be granted, in whole or in part. Further, the Company cannot guarantee that renewals of valid Tenements will be granted on a timely basis, or at all.

The Company will be required to negotiate access arrangements and pay compensation to landowners, local authorities, traditional land users and others who may have an interest in the area covered by a mining



## DIRECTORS' REPORT

tenement. The Company's ability to resolve access and compensation issues will have an impact on the future success and financial performance of the Company's operations.

- Exploration and evaluation risks

The mineral licenses of the Company are at various stages of exploration, and potential investors should understand that mineral exploration and development are high-risk undertakings. There can be no assurance that exploration activities conducted on these exploration licenses, or any other licenses that may be acquired in the future, will result in the discovery of an economic ore deposit. Even if an apparently viable deposit is identified, there is no guarantee that it can be economically exploited.

The future exploration activities of the Company may be affected by a range of factors including geological conditions, limitations on activities due to seasonal weather patterns, unanticipated operational and technical difficulties, industrial and environmental accidents, native title process, changing government regulations and many other factors beyond the control of the Company.

The success of the Company will also depend upon the Company having access to sufficient development capital, being able to maintain title to its exploration licenses and obtaining all required approvals for its activities. In the event that exploration programmes prove to be unsuccessful this could lead to a diminution in the value of the exploration licenses, a reduction in the cash reserves of the Company and possible relinquishment of the exploration licenses.

- Development risks and costs

If the Company makes a decision to proceed with developing the Projects to the production stage, the process of developing and constructing the mine will be subject to additional risks, including those set out in this section.

While the Company would make a decision to proceed to production only after completing feasibility studies, which will be prepared with a higher level of detailed investigation and therefore a higher degree of assumed accuracy than the work completed to date, there will remain a risk that economic and technical estimates and assumptions may prove to be inaccurate, and unforeseen factors will result in outcomes that are materially less favourable than those estimated or assumed in the feasibility study.

There are many uncertainties that are inherent in developing a mining project, including:

- the availability of capital to finance feasibility studies, construction and development activities;
- the timing and cost of constructing mining and processing facilities and related infrastructure;
- the availability and cost of skilled labour, power, water and transport; and
- the need to obtain necessary governmental permits and the timing of those permits.

As with any mining project, the Company may experience unexpected problems and delays during development, construction and mine start-up. Even if mining commences, there is a risk that the geology of the mines will be more complex than the Company's geological investigations have indicated, and that the ore extracted will be lower grade or have different metallurgy than anticipated, which may increase mining costs, increase processing costs or result in lower recoveries.

- Operating risks

The Company may be subject to risks associated with the establishment of a new mining operation if the Company decides to develop its mineral assets. There is no assurance that can be given to the level of viability that the Company's operations may achieve. Lower than expected productivity and technical difficulties and late delivery of materials and equipment could have an adverse impact on any future construction and commissioning schedules. No assurance can be given that the intended production schedules will be met or that the estimated operating cash costs and development costs will be accurate.

Further, the operations of the Company, if production commences, may have to be shut down or may otherwise be disrupted by a variety of risks and hazards which are beyond the control of the Company, including environmental hazards, industrial accidents, technical failures, labour disputes, weather conditions, fire, explosions and other accidents at the mine, processing plant or related facilities beyond the control of the Company. The occurrence of any of the risks and hazards could also result in damage to, or destruction of, amongst other things, production facilities, personal injury, environmental damage, business interruption, monetary losses and possible legal liability. While the Company currently maintains insurance within ranges of

## DIRECTORS' REPORT

coverage consistent with industry practice, no assurance can be given that the Company will be able to obtain such insurance coverage at reasonable rates (or at all, or that any coverage it obtains will be adequate and available to cover any such claims).

- Environmental risk

The Company is subject to a number of laws and regulations to minimise the environmental impact of any operations as well as rehabilitation of any areas affected by the Company's operations. These laws can be costly to operate under and can change further adversely affecting the Company. No assurance can be given that current or future requirements under environmental laws will not result in the cessation of exploration or production activities, the curtailment of production or a material increase in the costs of production, development or exploration activities or otherwise adversely affect the Company's financial condition, results of operations or prospects. Penalties for failure to adhere to the laws or in the event of environmental damage the penalties and remediation costs can be substantive.

The Company may require approval from relevant authorities before it can undertake activities that may impact the environment. Failure to obtain such approvals may prevent the Company from achieving its business objectives. The Company intends to conduct itself and manage any joint venturers so that their activities are conducted in an environmentally responsible manner and in accordance with all applicable laws. Despite this, the Company may still be subject to accidents or other unforeseen events which may compromise its environmental performance, and which may have adverse financial implications.

- Resource estimations

Estimating the quantity and quality of Mineral Resources is an inherently uncertain process and any Mineral Resources or Ore Reserves that the Company states in the future are and will be estimates and may not prove to be an accurate indication of the quantity and/or grade of mineralisation that the Company has identified or that it will be able to extract, process and sell.

Mineral Resource estimates are expressions of judgement based on knowledge, experience and industry practice. Mineral Resource estimates are necessarily imprecise and depend to some extent on interpretations and geological assumptions, the application of sampling techniques, estimates of commodity prices, cost assumptions, and statistical inferences which may ultimately prove to have been unreliable.

Mineral Resource estimates are often regularly revised based on actual production experience or new information and are therefore expected to change. Furthermore, should the Company encounter mineralisation or formations different from those predicted by past drilling, sampling and similar examinations, the Company's Mineral Resource estimates may have to be adjusted and mining plans, processing and infrastructure may have to be altered in a way that might adversely affect the Company's operations. Moreover, a decline in the price of gold and other metals, increases in production costs, decreases in recovery rates or changes in applicable laws and regulations, including environment, permitting, title or tax regulations, that are adverse to the Company, may mean the volumes of mineralisation that the Company can feasibly extract may be significantly lower than the Mineral Resource estimates.

If it is determined that mining of certain of the Company's Mineral Resources or any Ore Reserves derived from them have become uneconomic, this may result in a reduction in the quantity of the Company's aggregate Mineral Resources being mined or result in the Company deciding not to proceed with the projects.

If the Company's actual Mineral Resources are less than previous estimates, its prospects, value, business, results of operations and financial condition may be materially adversely affected.

- Future capital requirements

At the date of this Report, the Company has no income producing assets.

Accordingly, the Company expects to raise additional funds for working capital and in order to finance its projected expenditure at the Projects for development, drilling and exploration programmes, potentially by raising debt and/or equity. However, if these funding alternatives do not eventuate or are insufficient the Company may need to raise additional equity. Any additional equity financing may be dilutive to Shareholders, and debt financing (including lease financing of equipment), if available, may involve restrictions on financing and operating activities.

There is no assurance that the Company will be able to obtain or access additional funding when required, or that the terms associated with that funding will be acceptable to the Company.

## DIRECTORS' REPORT

The Company's failure to raise capital if and when needed could delay or suspend the Company's business strategy and could have a material adverse effect on the Company's activities, financial condition and its ability to continue as a going concern or its ability to pay its debts as and when they fall due. Also, no guarantee or assurance can be given as to whether the Projects can be developed to the stage where it will generate positive cashflow or the timing of this development.

- **Fluctuations in commodity prices and exchange rate risks**

The price of minerals fluctuates widely and is affected by numerous factors beyond the control of the Company such as industrial and retail supply and demand, exchange rates, inflation rates, changes in global economies, confidence in the global monetary system, forward sales of metals by producers and speculators as well as other global or regional political, social or economic events. Future serious price declines in the market value of minerals could cause the continued development of, and eventually the commercial production from, the Company's projects and the Company's other properties to be rendered uneconomic. Depending on the price of minerals the Company could be forced to discontinue production or development and may lose its interest in, or may be forced to sell, some of its properties. There is no assurance that, even as commercial quantities of minerals are produced, a profitable market will exist for it.

In addition to adversely affecting the reserve estimates of the Company and its financial condition, declining commodity prices can impact operations by requiring a reassessment of the feasibility of a particular project. Such a reassessment may be the result of a management decision or may be required under financing arrangements related to a particular project. Even if a project is ultimately determined to be economically viable, the need to conduct such a reassessment may cause substantial delays or may interrupt operations until the reassessment can be completed.

- **Inherent mining risks**

The Company's business operations are subject to risks and hazards inherent in the mining industry. The exploration for and the development of mineral deposits involves significant risks, including environmental hazards; industrial accidents; metallurgical and other processing problems; unusual or unexpected rock formations; structure cave-in or slides; flooding; fires and interruption due to inclement or hazardous weather conditions. These risks could result in damage to, or destruction of, mineral properties, production facilities or other properties, personal injury or death, environmental damage, delays in mining, increased production costs, monetary losses and possible legal liability.

Whether income will result from projects undergoing exploration and development programs depends on the successful establishment of mining operations. Factors including costs, actual mineralisation, consistency and reliability of ore grades and commodity prices affect successful project development.

### DIRECTORS' INTERESTS

The relevant interests of each Director in the securities of Catalina Resources as at date of this report are as follows:

	<b>ORDINARY SHARES FULLY PAID</b>	<b>OPTIONS</b>
Mr S Loyalka	106,173,691	12,500,000
Mr R Beazley	0	0
Mr M Bennett	5,344,256	0
Mr M Busbridge	0	0
<b>Total</b>	<b>111,517,947</b>	<b>12,500,000</b>

### INFORMATION ON DIRECTORS

#### **Mr Sanjay Loyalka, Director and Company Secretary**

Founder and Director of Catalina Resources since April 2008

As the Founder, Mr Loyalka played a leading role in the acquisition of Nelson Bay River exploration tenement & overseeing the discovery of the DSO iron ore resource shortly after listing & IPO of the company in Feb 2010 and the development of the project to a producing mine with successful shipments of iron ore.

## DIRECTORS' REPORT

Mr Sanjay Loyalka has experience in various functional roles including CEO, General Management, and corporate finance experience in mining and metals, manufacturing, and logistics-based industries in a multinational environment.

As the CEO and Managing Director, he was instrumental in the development of the Aditya Birla Group's operations within Australia. He led the acquisition of Nifty and Mount Gordon Copper mines, development of the Nifty Sulphide project (a remote site, 2.5 million TPA underground mine, concentrator plant and associated infrastructure) and operational restructure of Mount Gordon Copper Operations. These led to a listing of the Company on the Australian Securities Exchange under an IPO raising \$300 million and inclusion in the ASX S&P 300 index.

Mr Loyalka is the head of Investment advisory firm IACG Pty Ltd in Australia which has been engaged in cross border M & A, strategic consulting as well as a mineral commodity trading business.

Mr Loyalka has been a member of the Executive Council of Chamber of Minerals and Energy (Western Australia) in 2005 and 2006.

Directorship in other listed companies in last 3 years: N/A

### **Mr Michael Busbridge, Director**

Director of Catalina Resources since January 2023

Mr. Busbridge is a Geologist with over 40 years of experience in the mining industry including managerial positions in Normandy Mining Ltd, Barrick Gold Australia and Teck Australia. He has an invaluable mix of gold, nickel, copper, lead and zinc, lithium, REEs, graphite and oil exploration experience throughout Australia coupled with several years as a mine / development geologist in gold and nickel mines.

Directorship in other listed companies in last 3 years: N/A

### **Mr Richard Beazley, Director**

Director of Catalina Resources since August 2022

Mr. Beazley is a highly experienced Mining Engineer. He is a mining industry executive with a strong technical background and substantial experience in corporate and operational management and leadership. He has significant experience in Australia, Africa and South America. Previous roles include Chief Operating Officer for Sandfire Resources (ASX: SFR); Managing Director of Peak Resources Ltd (ASX: PEK); General Manager Operations at Consolidated Minerals; General Manager Southern Cross Operations at St Barbara Limited.

Directorship in other listed companies in last 3 years: Troy Resources Limited – Interim Managing Director and CEO (September 2021 – Present); Troy Resources Limited – Non-Executive Director (October 2018 – September 2021); MetalsGrove Mining Ltd – Non-Executive Chair (February 2022 – Present).

### **Mr Martin Bennett, Director**

Director of Catalina Resources since February 2024

Mr Martin Bennett is an exploration and resource development geologist with experience in Australia, Africa and Southeast Asia.

Directorship in other listed companies in last 3 years: N/A

## REMUNERATION REPORT (AUDITED)

The full Board fulfils the roles of remuneration committee (the "Committee") and is governed by the Company's adopted remuneration policy. The information provided in this remuneration report has been audited as required by Section 308 (3c) of the Corporations Act 2001.

### REMUNERATION POLICY

This policy governs the operations of the Committee. The Committee shall review and reassess the policy at least annually and obtain the approval of the Board.

### General Director Remuneration

Shareholder approval must be obtained in relation to the overall limit set for non-executive directors' fees. The Directors shall set individual Board fees within the limit approved by shareholders.

## DIRECTORS' REPORT

Shareholders must also approve the framework for any broad-based equity-based compensation schemes and if a recommendation is made for a director to participate in an equity scheme, that participation must be approved by the shareholders.

### Executive remuneration

The Company's remuneration policy for executive directors and senior management is designed to promote superior performance and long-term commitment to the Company. Executives receive a base remuneration which is market related and may be entitled to performance-based remuneration at the ultimate discretion of the Board.

Overall remuneration policies are subject to the discretion of the Board and can be changed to reflect competitive market and business conditions where it is in the interests of the Company and shareholders to do so.

Executive remuneration and other terms of employment are reviewed annually by the Remuneration Committee having regard to performance, relevant comparative information, and expert advice.

The Committee's reward policy reflects its obligation to align executive's remuneration with shareholders' interests and to retain appropriately qualified executive talent for the benefit of the Company. The main principles of the policy are:

- a. reward reflects the competitive market in which the Company operates;
- b. individual reward should be linked to performance criteria; and
- c. Directors and executives should be rewarded for both financial and non-financial performance.

The total remuneration of executives and other senior managers consists of the following:

- a. salary - directors, executives and senior manager receive a fixed sum payable monthly in cash;
- b. bonus - directors, executives and nominated senior managers are eligible to participate in a profit participation plan if deemed appropriate;
- c. long-term incentives - directors, executives, and nominated senior managers may also participate in employee share and share-option schemes, with any share and option issues generally being made in accordance with thresholds set in plans approved by shareholders. The Board, however, considers it appropriate to retain the flexibility to issue shares and options to executives outside of approved employee option plans in exceptional circumstances; and
- d. other benefits - directors, executives and senior managers are eligible to participate in superannuation schemes and other appropriate additional benefits.

Remuneration of other executives consists of the following:

- a. salary - senior executive receives a fixed sum payable monthly in cash;
- b. bonus - each executive is eligible to participate in a profit participation plan if deemed appropriate;
- c. long term incentives - each senior executive may, where appropriate, participate in shares and share option schemes which have been approved by shareholders; and
- d. other benefits – senior executives are eligible to participate in superannuation schemes and other appropriate additional benefits.

### Non-executive remuneration

Shareholders approve the maximum aggregate remuneration for non-executive directors. The Remuneration Committee recommends the actual payments to directors and the Board is responsible for ratifying any recommendations, if appropriate. The maximum aggregate remuneration approved for non-executive directors is currently \$200,000.

It is recognised that non-executive directors' remuneration is ideally structured to exclude equity-based remuneration. However, whilst the Company remains small and the full Board, including the non-executive directors, are included in the operations of the Company more intimately than may be the case with larger companies the non-executive directors are entitled to participate in equity-based remuneration schemes.

---

## DIRECTORS' REPORT

All directors are entitled to have their indemnity insurance paid by the Company.

### **Profit participation plan**

Performance incentives may be offered to directors, executives, and senior management of the Company through the operation of a profit participation plan at the ultimate discretion of the Board. Currently, there is no such plan in practice for last 5 years.

### **Details of remuneration**

Key Management Personnel (KMP) comprises the executive and non- executive directors only during FY2024.

The Company has paid insurance premiums in respect of directors' and officers' liability and legal expenses insurance contracts for current and former directors, executive officers and secretary. The directors have not included details of the premium paid in respect of the directors' and officers' liability; as such disclosure is prohibited under the terms of the contract.

## DIRECTORS' REPORT

The remuneration for Key Management Personnel of the Company during the year and the previous year was as follows:

2024	Short-term Employee Benefits				Post-employment Benefits				
	Cash, salary, Directors Fees	Cash profit share, bonuses	Non-cash benefits	Allowances	Superannuation	Other Long-term Benefits	Share-based Payments	Total	% Performance Based
	\$	\$	\$	\$	\$	\$	\$	\$	
Mr Sanjay Loyalka	232,500	0	8,325	0	25,575	0	0	266,400	0
Mr Richard Beazley	20,270	0	7,500	0	2,230	0	0	30,000	0
Mr Michael Busbridge	41,100	0	0	0	0	0	0	41,100	0
Mr Martin Bennett*	46,300	0	0	0	0	0	0	46,300	0
	<b>340,170</b>	<b>0</b>	<b>15,825</b>	<b>0</b>	<b>27,805</b>	<b>0</b>	<b>0</b>	<b>383,800</b>	<b>0</b>

\* Martin Bennett was appointed in February 2024

NB: The remuneration report has been prepared on an accruals basis. To conserve cash resources of the company, Mr. Sanjay Loyalka and Mr. Richard Beazley have agreed to reduce their cash salaries by \$18,000 per annum each (\$1,500 per month going forward effective 1st February 2024) and alternatively be paid by way of issue of the Company's shares for equivalent amount. The issue of shares will be subject to Shareholder approval in the next General meeting of the Company as per details to be set out in the Notice of Meeting at the appropriate time. Consequently, the total amount payable to directors for remuneration at 30 June 2024 amounted to \$15,825 (2023: \$ NIL) for outstanding director remuneration.

## DIRECTORS' REPORT

2023	Short-term Employee Benefits				Post-employment Benefits				
	Cash, salary, Directors Fees	Cash profit share, bonuses	Non-cash benefits	Allowances	Superannuation	Other Long-term Benefits	Share-based Payments	Total	% Performance Based
	\$	\$	\$	\$	\$	\$	\$	\$	
Mr Sanjay Loyalka	240,000	0	0	0	25,200	0	0	265,200	0
Mr Davide Bosio*	20,983	0	0	0	2,203	0	0	23,186	0
Mr Amu Shah**	11,312	0	0	0	1,188	0	0	12,500	0
Mr Richard Beazley***	24,887	0	0	0	2,613	0	0	27,500	0
Mr Michael Busbridge ****	89,577	0	0	0	0	0	0	89,577	0
	<b>386,759</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>31,204</b>	<b>0</b>	<b>0</b>	<b>417,963</b>	<b>0</b>

\* Davide Bosio resigned in Jan 2023

\*\* Amu Shah retired in Nov 2022

\*\*\* Richard Beazley was appointed in August 2022

\*\*\*\* Michael Busbridge was appointed as Director in Jan 2023 and was previously providing his services to the Company as a chief Geologist by way of a Consultancy Agreement with the Company. His appointment as a Technical Director is also covered under that consulting agreement continuing. The Consulting Fee of Michael Busbridge totalled \$89,577 for the financial year ended 30th June 2023

For financial years ended 30<sup>th</sup> June 2024 and 30<sup>th</sup> June 2023 the KMPs held the positions and dates of change in responsibilities are as follows:

Mr. Richard Beazley appointed as Director effective 2 August 2022

Mr. Amu Shah: Non-Executive Director, Retired effective 28 November 2022

Mr. Davide Bosio: Non-Executive Director, Resigned effective 19 January 2023

Mr. Michael Busbridge appointed as Director effective 19 January 2023

Mr. Sanjay Loyalka: Executive Director and Company Secretary, assumed position of Executive Chairman effective 19 January 2023

Mr. Martin Bennett: appointed as Director, effective 13 February 2024



## DIRECTORS' REPORT

### Options, Performance shares and Shares issued as part of remuneration for the year ended 30 June 2024

There were no Options, Performance shares and Shares issued as part of remuneration for the year ended 30 June 2024. Please refer to Note 23 for further information.

### Shares Issued on Exercise of Compensation Options

No options granted as compensation in prior periods were exercised during the year or in the previous year.

### Number of Shares Held by Key Management Personnel

**30 June 2024**

Key Management Person	Balance 1 July 2023	Received as Compensation	Options Exercised	Net Change Other	Resignation	Balance 30 June 2024
Mr Sanjay Loyalka	106,173,691	0	0	0	0	106,173,691
Mr Richard Beazley	0	0	0	0	0	0
Mr Michael Busbridge	0	0	0	0	0	0
Mr Martin Bennett	0	0	0	5,344,256	0	5,344,256
	106,173,691	0	0	5,344,256	0	111,517,947

### Number of Options Held by Key Management Personnel

**30 June 2024**

Key Management Person	Balance 1 July 2023	Received as Compensation	Options Exercised	Net Change Other	Resignation	Balance 30 June 2024
Mr Sanjay Loyalka	25,000,000	0	0	(12,500,000)	0	12,500,000
Mr Richard Beazley	0	0	0	0	0	0
Mr Michael Busbridge	0	0	0	0	0	0
Mr Martin Bennett	0	0	0	0	0	0
	25,000,000	0	0	(12,500,000)	0	12,500,000

### Number of Share Performance Rights Held by Key Management Personnel

Key Management Personnel did not hold any Share Performance Rights ("SPR") at the beginning of the year and no SPRs were issued to them during the year.

### Employment contracts of directors and senior executives

The employment arrangements for Richard Beazley are as follows:

- Term: to retire by rotation at least once every 3 years.
- Remuneration: comprising salary and superannuation totalling \$30,000 per annum. To conserve cash resources of the company, Mr. Beazley voluntarily agreed to reduce his cash salaries by \$18,000 per annum each (\$1,500 per month going forward effective 1st February 2024) and alternatively be paid by way of issue of the Company's shares for equivalent amount. The issue of shares will be subject to Shareholder approval in the next General meeting of the Company.

## DIRECTORS' REPORT

- Termination: Mr. Beazley may resign from the office by notice in writing to the Company. He may also cease to be a director if any of the disqualifying events prescribed in the Constitution occur. In addition, Mr. Beazley's appointment is subject to re-election by shareholders at least every 3 years.

The employment arrangements for Sanjay Loyalka are as follows:

- Remuneration: comprising salary and superannuation totalling \$266,400 per annum. To conserve cash resources of the company, Mr. Loyalka voluntarily agreed to reduce his cash salaries by \$18,000 per annum each (\$1,500 per month going forward effective 1st February 2024) and alternatively be paid by way of issue of the Company's shares for equivalent amount. The issue of shares will be subject to Shareholder approval in the next General meeting of the Company.
- Termination: Mr. Loyalka may resign from the office by notice in writing to the Company. He may also cease to be a director if any of the disqualifying events prescribed in the Constitution occur.

The employment arrangements for Michael Busbridge are as follows:

- Term: to retire by rotation at least once every 3 years.
- Remuneration: Mr. Busbridge has been providing his services to the Company as a Geologist by way of a Consultancy Agreement with the Company. His appointment as a Director is also covered under that consulting agreement continuing, the material terms of which provide for a daily rate of \$1,000 per day.
- Termination: Mr. Busbridge may resign from the office by notice in writing to the Company. He may also cease to be a director if any of the disqualifying events prescribed in the Constitution occur. In addition, Mr. Busbridge's appointment is subject to re-election by shareholders at least every 3 years.

The employment arrangements for Martin Bennett are as follows:

- Term: to retire by rotation at least once every 3 years.
- Remuneration: Mr. Bennett has been providing his services to the Company as a Geologist by way of a Consultancy Agreement with the Company. His appointment as a Director is also covered under that consulting agreement continuing, the material terms of which provide for a daily rate of \$1,000 per day.
- Termination: Mr. Bennett may resign from the office by notice in writing to the Company. He may also cease to be a director if any of the disqualifying events prescribed in the Constitution occur. In addition, Mr. Bennett's appointment is subject to re-election by shareholders at least every 3 years.

The changes to remuneration of Directors over the years are Board approved and there is no formal agreement between the Company and Directors in this regard.

There have been no remuneration consultants used during the year.

### END OF REMUNERATION REPORT

#### Meetings of Directors

During the financial year, 6 formal meeting of Directors (including committees of directors) was held. Attendances by each Director during the year were as follows:

Director	Board Meetings	
	Meetings attended	Meetings held whilst in office
Sanjay Loyalka	5	5
Richard Beazley	5	5
Michael Busbridge	5	5
Martin Bennett	2	2

The full Board fulfils the role of remuneration, nomination, and audit committees.

## DIRECTORS' REPORT

### Indemnifying Officers or Auditor

The Company has not otherwise, during or since the end of financial year, except to the extent permitted by law, indemnified or agree to indemnify the auditor of the Company or of any related body corporate against a liability incurred as such auditor.

The Company has paid insurance premiums in respect of directors' and officers' liability and legal expenses insurance contracts for current and former directors, executive officers and secretary. The directors have not included details of the premium paid in respect of the directors' and officers' liability; as such disclosure is prohibited under the terms of the contract.

### Options

At the date of this report, the unissued ordinary shares of Catalina Resources Ltd under option are:

1. 32,500,000 Unlisted Options exercisable at \$0.012 Expiring 30 November 2024.

### Proceedings on Behalf of Company

No person has applied for leave of Court to bring any proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for taking responsibility on behalf of the Company for all or any part of these proceedings. The Company is not a party to any other proceedings as at date of this report.

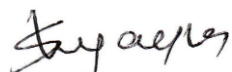
### Non-audit Services

There was no non-audit service provided by the external auditors during the year.

### Auditor's Independence Declaration

The lead auditor's independence declaration for the financial year ended 30 June 2024 has been received and can be found on page 26 of annual report.

Signed in accordance with a resolution of the Board of Directors.



Sanjay Loyalka

**Director**

Signed in Perth the 25<sup>th</sup> day of September 2024.



PO Box 1908  
West Perth WA 6872  
Australia

Level 2, 40 Kings Park Road  
West Perth WA 6005  
Australia

Tel: +61 8 9481 3188  
Fax: +61 8 9321 1204

ABN: 84 144 581 519  
www.stantons.com.au

25 September 2024

Board of Directors  
Catalina Resources Limited  
Unit 38, 18 Stirling Highway  
Nedlands WA 6009

Dear Directors

**RE: CATALINA RESOURCES LIMITED**

In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of Catalina Resources Limited.

As Audit Director for the audit of the financial statements of Catalina Resources Limited for the year ended 30 June 2024, 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 audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

Yours sincerely

**STANTONS INTERNATIONAL AUDIT AND CONSULTING PTY LTD**  
**(An Authorised Audit Company)**

A handwritten signature in blue ink that reads "Eliya Mwale".

**Eliya Mwale**  
**Director**

CATALINA RESOURCES LTD

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2024

	Note	30-Jun-24 \$	30-Jun-23 \$
<b>Revenue from continuing operations</b>			
Interest		156,593	120,693
Other Income	3B	135,000	-
<b>Expenses from continuing operations</b>			
Care and maintenance		(78,541)	(66,855)
Depreciation expense	3	(14,629)	(12,200)
Finance charges		(14,785)	(13,552)
Employee and consulting fees (incl valuation of Directors Options)	3	(360,606)	(393,339)
Regulatory costs		(32,732)	(46,153)
Occupancy and communication		(9,998)	(12,373)
Foreign exchange gain/ (loss)		-	4
Loss/gain on fair valuation of financial assets	12	(275,500)	(427,500)
Accounting and legal Fees		(68,301)	(40,927)
Exploration impairment	10	(220,997)	(115,590)
Provision for impairment of mine development		-	(231,070)
Other expenses		<u>(46,144)</u>	<u>(192,671)</u>
<b>(Loss)/ Profit before income tax</b>		<b>(830,640)</b>	<b>(1,431,533)</b>
Income tax	4	<u>-</u>	<u>-</u>
<b>(Loss)/ Profit for the year</b>		<b><u>(830,640)</u></b>	<b><u>(1,431,533)</u></b>
Other comprehensive income		<u>-</u>	<u>-</u>
<b>Total Comprehensive Profit (Loss) for the year</b>		<b><u>(830,640)</u></b>	<b><u>(1,431,533)</u></b>
<b>(Loss)/ Profit per share for attributable to ordinary equity holders of the company:</b>			
Basic (Loss)/ Profit cents per share	5	(0.07)	(0.12)

The accompanying notes form part of these financial statements.

CATALINA RESOURCES LTD

STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2024

	Note	30-Jun-24 \$	30-Jun-23 \$
<b>Assets</b>			
<i>Current Assets</i>			
Cash and cash equivalents	6	94,556	412,216
Bank Term Deposits	6	2,724,928	3,158,100
Other Receivables	7	101,164	110,529
Prepayments		-	29,569
<b>Total Current Assets</b>		<b>2,920,648</b>	<b>3,710,414</b>
<i>Non-Current Assets</i>			
Financial Assets at fair value	12	247,000	522,500
Exploration and evaluation	10	1,910,453	1,955,013
Mine Development	10A	52,346	22,902
Right- of- Use Asset	11	20,231	32,370
Restricted Cash	6A	838,700	838,700
Plant and equipment	9	9,207	4,697
<b>Total Non-Current Assets</b>		<b>3,077,937</b>	<b>3,376,182</b>
<b>Total Assets</b>		<b>5,998,585</b>	<b>7,086,596</b>
<b>Liabilities</b>			
<i>Current Liabilities</i>			
Trade and other payables	13	55,902	171,389
Lease Liability	11	12,574	11,191
Provisions and Accruals	13A	37,940	168,865
Provision for employee entitlement		942	711
<b>Total Current Liabilities</b>		<b>107,358</b>	<b>352,156</b>
<i>Non-Current Liabilities</i>			
Lease Liability	11	9,159	21,732
Rehabilitation Provision	14	827,000	827,000
<b>Total Non-Current Liabilities</b>		<b>836,159</b>	<b>848,732</b>
<b>Total Liabilities</b>		<b>943,517</b>	<b>1,200,888</b>
<b>Net Assets</b>		<b>5,055,068</b>	<b>5,885,708</b>
<b>Equity</b>			
Contributed equity	15	25,695,326	25,695,326
Reserves	16	1,015,858	1,015,858
Accumulated (losses)	16	(21,656,116)	(20,825,476)
<b>Total Equity</b>		<b>5,055,068</b>	<b>5,885,708</b>

The accompanying notes form part of these financial statements.

CATALINA RESOURCES LTD

STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2024

	<b>Contributed Equity</b>	<b>Accumulated Losses</b>	<b>Reserves</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>BALANCE AT 1 JULY 2022</b>	25,695,326	(19,393,943)	1,015,858	7,317,241
Total comprehensive loss for the period	-	(1,431,533)	-	(1,431,533)
Shares issued during the half year	-	-	-	-
Options issued during the half year	-	-	-	-
Capital raising costs	-	-	-	-
<b>BALANCE AT 30 JUNE 2023</b>	<b>25,695,326</b>	<b>(20,825,476)</b>	<b>1,015,858</b>	<b>5,885,708</b>
<b>BALANCE AT 1 JULY 2023</b>	25,695,326	(20,825,476)	1,015,858	5,885,708
Total comprehensive loss for the period	-	(830,640)	-	(830,640)
Shares issued during the half year	-	-	-	-
Options issued during the half year	-	-	-	-
Capital raising costs	-	-	-	-
<b>BALANCE AT 30 JUNE 2024</b>	<b>25,695,326</b>	<b>(21,656,116)</b>	<b>1,015,858</b>	<b>5,055,068</b>

The accompanying notes form part of these financial statements.

CATALINA RESOURCES LTD

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30 JUNE 2024

	Note	30-Jun-24 \$	30-Jun-23 \$
<b>Cash flows from operating activities (including exploration)</b>			
Payments to suppliers and employees (inclusive of GST)		(609,163)	(676,689)
Interest received		159,032	120,693
Other income		<u>135,000</u>	<u>-</u>
<b>Net cash (used in) operating activities (including exploration)</b>	<b>19</b>	<u>(315,131)</u>	<u>(555,996)</u>
<b>Cash flows from investing activities</b>			
Payment for plant and equipment		(7,000)	-
Payment for mineral exploration		(385,903)	(871,461)
Payment for mine development		<u>(29,444)</u>	<u>(70,361)</u>
<b>Net cash (used in) investing activities</b>		<u>(422,347)</u>	<u>(941,822)</u>
<b>Cash flows from financing activities</b>			
Proceeds from issues of shares and options		-	-
Repayment of lease liability	11C	(13,354)	(11,566)
Payments for share issue costs		<u>-</u>	<u>-</u>
<b>Net cash (used in)/ provided by financing activities</b>		<u>(13,354)</u>	<u>(11,566)</u>
<b>Net (decrease)/ increase in cash and cash equivalents</b>		(750,832)	(1,509,384)
Cash and cash equivalents at the beginning of the financial year		<u>3,570,316</u>	<u>5,079,700</u>
<b>Cash and cash equivalents at the end of the financial year (including Bank Term Deposits)</b>	<b>6</b>	<u>2,819,484</u>	<u>3,570,316</u>

The accompanying notes form part of these financial statements.



NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

**NOTE 1: STATEMENT OF MATERIAL ACCOUNTING POLICIES**

This financial report includes the financial statements and notes of Catalina Resources Ltd, a Company domiciled and incorporated in Australia.

**Statement of Compliance**

The financial report is a general-purpose financial report that has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

Accounting standards include Australian equivalents to International Financial Reporting Standards ("AIFRS"). Compliance with AIFRS ensures that the financial statements and notes thereto comply with International Financial Reporting Standards ("IFRS"). Catalina Resources Ltd is a for-profit entity for the purpose of preparing the financial statements.

The financial report is presented in Australian dollars.

**Basis of Preparation**

**Historical cost convention**

The financial report has been prepared on an accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

**Going concern**

These financial statements have been prepared on a going concern basis and, as a result, the financial report for the year ended 30 June 2024 does not include any adjustments relating to the recoverability and classification of the recorded asset amounts or to the amounts and classification of liabilities that might be necessary should the Company not continue as a going concern.

The company incurred a loss after tax of \$830,640 For the year ended 30th June 2024, and net cash outflow from operating activities of \$315,131. At the reporting date, the company had \$2,819,484 of cash and cash equivalents (including term deposits).

Significant efforts have been made to preserve cash and reduce costs and secure additional finance, however material uncertainties over the future cash flows exist.

The Company continues to engage with its stakeholders and continues to monitor opportunities from interested investors to raise additional equity for the business.

The Company also carefully manages discretionary expenditure in line with the Company's cash flow.

The financial report has therefore been prepared on a going concern basis, which assumes continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business. Should the Company be unable to continue as a going concern, it may be required to realise assets and extinguish liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements.

The material accounting policies set out below have been applied in the preparation and presentation of the financial report for the year ended 30 June 2024 and comparative information.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

**New and amended standards adopted by the Company for these financial statements**

The Company has considered the implications of new and amended Accounting Standards which have become applicable for the current financial reporting period.

**New and Amended Accounting Policies Adopted by the Group**

**AASB 2021-2: Amendments to Australian Accounting Standards – Disclosure of Accounting Policies and Definition of Accounting Estimates**

The Group adopted AASB 2021-2 which amends AASB 7, AASB 101, AASB 108 and AASB 134 to require disclosure of ‘material accounting policy information’ rather than significant accounting policies’ in an entity’s financial statements. It also updates AASB Practice Statement 2 to provide guidance on the application of the concept of materiality to accounting policy disclosures.

The adoption of the amendment did not have a material impact on the financial statements.

**AASB 2022-7: Editorial Corrections to Australian Accounting Standards and Repeal of Superseded and Redundant Standards**

AASB 2022-7 makes editorial corrections to various Australian Accounting Standards and AASB Practice Statement 2. It also formally repeals the superseded and redundant Australian Accounting Standards set out in Schedules 1 and 2 of this standard.

The adoption of the amendment did not have a material impact on the financial statements.

**New and Amended Accounting Policies Not Yet Adopted by the Group**

**AASB 2020-1: Amendments to Australian Accounting Standards – Classification of Liabilities as Current or Non-current.**

The amendment amends AASB 101 to clarify whether a liability should be presented as current or non-current.

The Group plans on adopting the amendment for the reporting period ending 30 June 2025. The amendment is not expected to have a material impact on the financial statements once adopted.

**AASB 2021-7c: Amendments to Australian Accounting Standards – Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections**

AASB 2021-7c defers the application of AASB 2014-10 Amendments to Australian Accounting Standards – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture so that the amendments are required to be applied for annual reporting periods beginning on or after 1 January 2025 instead of 1 January 2018.

The Group plans on adopting the amendments for the reporting periods ending 30 June 2026. The impact of initial application is not yet known.

**a. Income Tax**

The income tax expense (benefit) for the year comprises current income tax expense (income) and deferred tax expense (income).

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

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

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

Current and deferred income tax expense (income) is charged or credited directly to equity instead of the profit or loss when the tax relates to items that are credited or charged directly to equity.

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

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

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

**b. Property, Plant and Equipment**

Each class of property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment losses.

*Plant and equipment*

Plant and equipment are measured on the cost basis.

The carrying amount of plant and equipment is reviewed by directors first when indicators of impairment exist and thereafter annually to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

The cost of fixed assets constructed within the company includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the profit or loss statement during the financial period in which they are incurred.

*Depreciation*

The depreciable amount of all fixed assets including capitalised lease assets, but excluding freehold land, is depreciated on a straight-line basis over their useful lives commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

<b>Class of Fixed Asset</b>	<b>Depreciation Rate</b>
Plant and equipment	20%
Motor Vehicle	20%
Leased Assets	50%

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the profit or loss. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

**c. Exploration and Evaluation Expenditure**

Exploration and evaluation expenditure incurred is accumulated in respect of each identifiable area of interest. These costs are only carried forward to the extent that they are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable resources.

Accumulated costs in relation to an abandoned area are written off in full against profit or loss in the year in which the decision to abandon the area is made.

When production commences, the accumulated costs for the relevant area of interest are transferred to Mine Development and amortised over the life of the area according to the rate of depletion of the economically recoverable resources (refer to Mine Development below).

A regular review for impairment is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

Any changes in the estimates for the costs are accounted on a prospective basis. In determining the costs of site restoration, there is uncertainty regarding the nature and extent of the restoration due to community expectations and future legislation. Accordingly, the costs have been determined on the basis that the restoration will be completed within one year of abandoning the site.

**d. Mine Development**

Mine development represent the accumulation of all exploration, evaluation and development expenditure incurred in respect of a project in which mining has commenced or in the process of commencing. When further development expenditure is incurred in respect of mine property after the commencement of production, such expenditure is carried forward as part of the mine property only when substantial future economic benefits are thereby established, otherwise such expenditure is classified as part of the cost of production.

Amortisation is provided on a unit of production basis, other than restoration and rehabilitation expenditure which results in a write off of the cost proportional to the depletion of the proven and probable mineral reserves.

The Company defers waste stripping costs for matching costs with the related economic benefits. Stripping costs incurred in the period are deferred to the extent that the current period ratio exceeds the life of mine or pit ratio. Such deferred costs are then charged in subsequent periods, the ratio falls short of the life of mine or pit ratio. The life of mine or pit ratio is obtained by dividing the volume of waste mined either by the volume of ore mined. The life of mine or pit waste-to-ore ratio is a function of an individual mine's pit design and therefore changes to that design will generally result in changes to the ratio. Changes to the life of mine or pit ratio are accounted for prospectively. Deferred stripping costs are included in Mine development costs.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

The net carrying value is reviewed regularly and to the extent to which this value exceeds its recoverable amount, the excess is either fully provided against or written off in the financial year in which this is determined.

The Company provides for environmental restoration and rehabilitation at site which includes any costs to dismantle and remove certain items of plant and equipment. The cost of an item includes the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which an entity incurs when an item is acquired or as a consequence of having used the item during that period. This asset is depreciated on the basis of the current estimate of the useful life of the asset.

In accordance with AASB 137 Provisions, Contingent Liabilities and Contingent Assets an entity is also required to recognise as a provision the best estimate of the present value of expenditure required to settle the obligation.

**e. Financial Instruments**

*Recognition, initial measurement and derecognition*

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the financial instrument. Financial instruments (except for trade receivables) are measured initially at fair value adjusted by transactions costs, except for those carried “at fair value through profit or loss”, in which case transaction costs are expensed to profit or loss. Where available, quoted prices in an active market are used to determine the fair value. In other circumstances, valuation techniques are adopted. Subsequent measurement of financial assets and financial liabilities are described below.

Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and all substantial risks and rewards are transferred. A financial liability is derecognised when it is extinguished, discharged, cancelled or expires.

*Classification and subsequent measurement*

*Financial assets*

Except for those trade receivables that do not contain a significant financing component and are measured at the transaction price in accordance with AASB 15, all financial assets are initially measured at fair value adjusted for transaction costs (where applicable).

For the purpose of subsequent measurement, financial assets other than those designated and effective as hedging instruments, are classified into the following categories upon initial recognition:

- amortised cost;
- fair value through other comprehensive income (FVOCI); and
- fair value through profit or loss (FVPL).

Classifications are determined by both:

- the contractual cash flow characteristics of the financial assets; and
- the entities business model for managing the financial asset.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

i. Financial assets at amortised cost

Financial assets are measured at amortised cost if the assets meet the following conditions (and are not designated as FVPL):

- they are held within a business model whose objective is to hold the financial assets and collect its contractual cash flows; and
- the contractual terms of the financial assets give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial recognition, these are measured at amortised cost using the effective interest method. Discounting is omitted where the effect of discounting is immaterial. The Company's cash and cash equivalents, trade and most other receivables fall into this category of financial instruments.

ii. Financial assets at fair value through other comprehensive income (FVOCI)

The Company measures financial instruments at fair value through OCI if both of the following conditions are met:

the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding; and

the financial asset is held within a business model with the objective of both holding to collect contractual cash flows and selling the financial asset.

For financial instruments at fair value through OCI, interest income, foreign exchange revaluation and impairment losses or reversals are recognised in the statement of profit or loss and computed in the same manner as for financial assets measured at amortised cost. The remaining fair value changes are recognised in OCI.

Upon initial recognition, the Company can elect to classify irrevocably its equity investments as equity instruments designated at fair value through OCI when they meet the definition of equity under AASB 132 Financial Instruments: Presentation and are not held for trading.

iii. Financial assets at fair value through profit or loss (FVPL)

Financial assets at fair value through profit or loss include financial assets held for trading, financial assets designated upon initial recognition at fair value through profit or loss, or financial assets mandatorily required to be measured at fair value. Financial assets are classified as held for trading if they are acquired for the purpose of selling or repurchasing in the near term.

The shares received by the Company as part consideration of sale of Arunta Joint Venture was designated upon initial recognition at fair value through profit or loss.

*Financial liabilities*

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

Financial liabilities are initially measured at fair value, and, where applicable, adjusted for transaction costs unless the Company designated a financial liability at fair value through profit or loss.

Subsequently, financial liabilities are measured at amortised cost using the effective interest method except for derivatives and financial liabilities designated at FVPL, which are carried subsequently at fair value with gains or losses recognised in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

All interest-related charges and, if applicable, gains and losses arising on changes in fair value are recognised in profit or loss.

*Impairment*

The Company assesses on a forward-looking basis the expected credit losses associated with its debt instruments carried at amortised cost and FVOCI. The impairment methodology applied depends on whether there has been a significant increase in credit risk. For trade receivables, the Company applies the simplified approach permitted by AASB, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

**f. Impairment of Non-Financial Assets**

At each reporting date, the Company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

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

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount.

An impairment loss is recognised in profit or loss immediately, unless the relevant asset is carried at fair value, in which case the impairment loss is treated as a revaluation decrease.

Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but only to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (cash-generating unit) in prior years. A reversal of an impairment loss is recognised in profit or loss immediately, unless the relevant asset is carried at fair value, in which case the reversal of the impairment loss is treated as a revaluation increase.

**g. Interests in Joint Operations**

The Company's share of the assets, liabilities, revenue and expenses of joint operations are included in the appropriate items of the financial statements.

**h. Employee Benefits**

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. Those cash flows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

*Equity-settled compensation*

The Company operates equity-settled share-based payment employee share and option schemes. The fair value of the equity to which employees become entitled is measured at grant date and recognised as an expense over the vesting period, with a corresponding increase to an equity account. The fair value of shares is ascertained as the market bid price. The fair value of options is ascertained using a Black–Scholes pricing model which incorporates all market vesting conditions. The number of shares and options expected to vest is reviewed and adjusted at each reporting date such that the amount recognised for services received as consideration for the equity instruments granted shall be based on the number of equity instruments that eventually vest.

**i. Provisions**

Provisions are recognised when the Company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

**j. Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, term deposits with banks that allow to be closed with a notice of 3 months or less, other short-term highly liquid investments with original maturities of 3 months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

**k. Revenue and Other Income**

Interest income is recognised using the effective interest method.

Government grants are recognised at fair value where there is reasonable assurance that the grant will be received and all grant conditions will be met.

**l. Inventories**

Crushed Ore at site and port and run of mine ore stockpiles are physically measured or estimated and valued at the lower of cost or net realisable value. Net realisable value is the estimated selling price (in the ordinary course of business assuming sales are made at the end of the reporting period such that applicable price for the next month to coincide with time it reaches customer's discharge port), less estimated costs of completion and costs of selling final product.

Cost is determined using the weighted average method and comprises direct purchase costs and an appropriate portion of fixed and variable overhead costs, including depreciation and amortisation, incurred in converting materials into finished goods.

**m. Goods and Services Tax ("GST")**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office ("ATO"). In these circumstances the GST is



NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the statement of financial position.

The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

**n. Comparative Figures**

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

**o. Critical Accounting Estimates and Judgments**

The directors evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Company. The Company's mining and exploration activities are subject to various laws and regulations governing the protection of the environment. The Company recognises management's best estimate for asset retirement obligations in the period in which they are incurred. Actual costs incurred in the future periods could differ materially from the estimates. Additionally, future changes to environmental laws and regulations, life of mine estimates and discount rates could affect the carrying amount of this provision.

*Key Judgements – Ore reserve and resource estimates*

The Company estimates its ore reserves and mineral resources based on information compiled by Competent Persons (as defined in the 2012 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Resources (the JORC Code)). These are taken into account in the calculation of depreciation, amortisation, impairment, deferred mining costs, rehabilitation and environmental expenditure.

In estimating the remaining life of the mine for the purposes of amortisation and depreciation calculations, due regard is given, not only to remaining recoverable ore contained in reserves and resources, but also to limitations which could arise from the potential for changes in technology, demand, and other issues which are inherently difficult to estimate over a lengthy time frame.

Where a change in estimated recoverable ore over the remaining life of the mine is made, depreciation and amortisation is accounted for prospectively.

The determination of ore reserves and remaining mine life affects the carrying value of a number of the Company's assets and liabilities including deferred mining costs and the provision for rehabilitation.

*Key Judgements – Units-of-production depreciation*

Estimated recoverable ore over the remaining life of the mine are used in determining the depreciation and / or amortisation of mine specific assets. This results in a depreciation / amortisation charge proportional to the depletion of the anticipated remaining life of mine production. Each item's life, which is assessed annually, has regard to both its physical life limitations and to present assessments of economically recoverable ore over the remaining life of the mine of the mine property at which the asset is located. These calculations require the use of estimates and assumptions, including the amount of recoverable ore over the remaining life of the mine and estimates of future capital expenditure.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

*Key Judgements – Inventories*

Costs incurred in or benefits of the productive process are accumulated as Crushed Ore at site and port and run of mine ore stockpiles. Net realisable value tests are performed at least annually and represent the estimated future sales price of the product based, less estimated costs to complete production and bring the product to sale. Stockpiles are measured by estimating the number of tonnes added and removed from the Stockpile. Stockpile tonnages are verified by periodic surveys.

*Key Judgements – Deferred exploration and evaluation expenditure*

Exploration and evaluation costs are carried forward where right of tenure of the area of interest is current. These costs are carried forward in respect of an area that has not at balance sheet date reached a stage that permits reasonable assessment of the existence of economically recoverable reserves, refer to the accounting policy stated in note 1(c). The application of the Company's accounting policy for exploration and evaluation expenditure requires judgment in determining whether it is likely that future economic benefits are likely either from future exploitation or sale or where activities have not reached a stage which permits a reasonable assessment of the existence of reserves. The determination of a Joint Ore Reserves Committee (JORC) resource is itself an estimation process that requires varying degrees of uncertainty depending on sub-classification and these estimates directly impact the point of deferral of exploration and evaluation expenditure. The deferral policy requires management to make certain estimates and assumptions about future events or circumstances, in particular whether an economically viable extraction operation can be established. Estimates and assumptions made may change if new information becomes available.

*Key Judgements – Mine Development expenditure*

Mine Development expenditure are carried forward in respect of each identifiable area of interest where a mineable resource has been established and published as per JORC guidelines and has reached a stage that permits reasonable assessment that necessary steps to commence a mining development for that area have been commenced. Refer to the accounting policy stated in Note 1(d). The net carrying value of each area of interest is reviewed using long term commodity price forecasts from within the range of forecasts by Industry analysts as per Note 1(d).

*Key Judgements- Determining the lease term of contract with renewal and termination options- Company as lessee*

The Company determines the lease term as non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised. The Company has a lease contract that includes an extension option. The Company applies judgement in evaluating whether it is reasonably certain whether or not to exercise the renewal option of the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise the renewal. After the commencement date, the Company re-assesses the lease term if there is a significant event or a change in circumstances that is within its control and affects its ability to exercise or not exercise the option to renew or to terminate (e.g.: construction of significant leasehold improvements or significant customisation to the leased asset).

*Key Judgements- Rehabilitation Provision*

The Company's mining and exploration activities are subject to various laws and regulations governing the protection of the environment.

The Company makes a provision for restoration, rehabilitation and environmental costs as soon as the obligation arises. Cost estimates at the start of each project / stage are capitalised and charged to the income statement over the life of the project through depreciation and amortisation of the asset.

Costs are estimated using either the work of external consultants or internal experts. Management uses its judgement and experience to provide for these estimated costs at higher of the estimated costs or the security for rehabilitation costs provided to the Government authorities.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

Significant estimates and assumptions are made in determining the provision for mine rehabilitation as there are numerous factors that will affect the ultimate costs incurred. These factors include estimates of the extent and costs of rehabilitation activities, technological changes, regulatory changes etc. These uncertainties may result in future actual expenditure differing from the amounts currently provided.

*Key Judgements- Measurement of fair values*

The board has overall responsibility for overseeing all significant fair value measurements, including Level 2 and level 3 fair values.

Management reviews significant unobservable inputs and valuation adjustments. If third party information, such as off-market trades, then management assesses the evidence obtained to support the conclusion that these valuations meet the requirements of the Standards, including the level in the fair value hierarchy in which the valuations should be classified.

When measuring the fair value of an asset, the Company uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

In order to estimate the fair value of the equity investments held in Metal Groves Limited (MGA), the management has used the closing share price on ASX as at reporting date.

**p. Operating segments**

Identification and measurement of segments – AASB 8 requires the ‘management approach’ to the identification measurement and disclosure of operating segments. The ‘management approach’ requires that operating segments be identified on the basis of internal reports that are regularly reviewed by the entity’s chief operating decision maker, for the purpose of allocating resources and assessing performance. This could also include the identification of operating segments which sell primarily or exclusively to other internal operating segments.

**q. Contributed equity**

Ordinary shares

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognised as a deduction from equity, net of any tax effects.

**r. Earnings per share**

*Basic Earnings per Share*

Basic earnings per share is determined by dividing net profits after income tax attributable to members of the Company, excluding any costs of servicing equity other than ordinary shares, by the weighted average number of ordinary shares outstanding during the financial year, adjusted for bonus elements in ordinary shares during the year.

*Diluted earnings per share*

CATALINA RESOURCES LTD

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share by taking into account the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential ordinary shares.

**NOTE 2: KEY MANAGEMENT PERSONNEL COMPENSATION**

Key management personnel (“KMP”) remuneration has been included in the Remuneration Report section of the Directors’ Report. Total amount payable was as follows:

	2024	2023
	\$	\$
Short-term employee benefits		
Salaries including bonuses and fees	355,995	386,759
<b>Total short-term employee benefits</b>	<b>355,995</b>	<b>386,759</b>
Long service leave	0	0
Share and Share Options	0	0
<b>Total other long-term benefits</b>	<b>0</b>	<b>0</b>
Superannuation	27,805	31,204
<b>Total post-employment benefits</b>	<b>27,805</b>	<b>31,204</b>
<b>Total remuneration</b>	<b>383,800</b>	<b>417,963</b>

Total KMP remuneration is included in “Employee and Consulting Fees” in the statement of Profit or Loss and other Comprehensive income other than the Consulting Fee of \$87,400 (\$41,100 of Michael Busbridge and \$46,300 of Martin Bennett) for the financial year ended 30<sup>th</sup> June 2024 (\$89,577 of Michael Busbridge for the financial year ended 30<sup>th</sup> June 2023), which are capitalised as Exploration & Evaluation expenditure.

**NOTE 3: EXPENSES INCLUDED IN INCOME STATEMENT**

	30-Jun-2024	30-Jun-2023
	\$	\$
Depreciation of plant and equipment and right-of-use asset	14,629	12,200
Employee and consulting fees	360,606	393,339

**NOTE 3A: AUDITOR’S REMUNERATION**

	30-Jun-2024	30-Jun-2023
	\$	\$
Remuneration paid or payable to the auditor for:		
– Auditing or reviewing the financial report	27,586	28,959
	<u>27,586</u>	<u>28,959</u>

CATALINA RESOURCES LTD

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

**NOTE 3B: OTHER INCOME**

	30-Jun-2024	30-Jun-2023
	\$	\$
Reimbursement of expenses incurred in earlier years from contractor as part of settlement to the Company's indemnity claim on the contractor.	135,000	-
	<u>135,000</u>	<u>-</u>

**NOTE 4: INCOME TAX**

	30 June 2024	30 June 2023
	\$	\$
The major components of tax expense and the reconciliation of the expected tax expense based on the effective tax rate of Catalina Resources Limited at 25% (2023: 25%) and the reported tax expense in profit or loss are as follows:		
<b>Tax expense comprises:</b>		
<b>(a)</b> Current tax expense	-	-
Under provision in respect of prior years	-	-
Deferred tax expense	-	-
Under provision in respect of prior years	-	-
<b>Tax expense</b>	<u>-</u>	<u>-</u>
<b>(b)</b> Accounting (loss)/ profit excluding income tax	(830,640)	(1,431,533)
Prima facie income tax expense	(207,660)	(357,883)
Non-Deductible expenses	-	30,000
Non-assessable income	(30,000)	-
Deferred Tax Asset not brought to account	237,660	327,883
Income tax expense (benefit)	<u>-</u>	<u>-</u>

**NOTE 4A: DEFERRED TAX ASSET / LIABILITY**

	30 June 2024	30 June 2023
	\$	\$
<b><u>Recognised Deferred Tax Balances</u></b>		
DTA - Temp Differences	2,228,479	2,217,473
DTL	<u>(2,228,479)</u>	<u>(2,217,473)</u>
<b>Net DTA</b>	<u>-</u>	<u>-</u>

CATALINA RESOURCES LTD

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

	30 June 2024	30 June 2023
	\$	\$
<b>Deferred tax assets recognised</b>		
Tax Losses	-	-
Provisions	2,017,988	2,052,291
Other	210,491	165,182
Set-off deferred tax liabilities	(2,228,479)	(2,217,473)
Net deferred tax assets	<u>-</u>	<u>-</u>
<b>Deferred tax liabilities recognised</b>		
Exploration expenditure	477,613	488,753
Mine development costs	1,726,049	1,692,865
Other	24,817	35,855
Set-off deferred tax assets	(2,228,479)	(2,217,473)
Net deferred tax liabilities	<u>-</u>	<u>-</u>
<b>e. Deferred Tax Assets not brought to account</b>		
Provisions (balance of DTA)	259,546	225,325
Tax Effect of Unused tax losses for which no deferred tax asset has been recognised	4,624,759	4,421,320
Total	<u>4,884,305</u>	<u>4,646,645</u>

**NOTE 5: (LOSS)/PROFIT PER SHARE**

	30 June 2024	30 June 2023
	\$	\$
a. (Loss)/ Profit used to calculate basic EPS	830,640	1,431,533
	<b>Number of</b>	<b>Number of</b>
	<b>Shares</b>	<b>Shares</b>
b. Weighted average number of ordinary shares outstanding during the year used in calculating basic (loss)/ profit per share	1,238,486,892	1,238,486,892
c. Weighted average number of ordinary shares outstanding during the year used in calculating diluted (loss)/ profit per share	1,238,486,892	1,300,986,892
Basic (loss)/ profit per share (cents per share)	<u>(0.07)</u>	<u>(0.12)</u>
Diluted (loss)/ profit per share (cents per share)	<u>(0.07)</u>	<u>(0.11)</u>

CATALINA RESOURCES LTD

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

**NOTE 6: CASH AND CASH EQUIVALENTS**

	<b>30 June 2024</b>	<b>30 June 2023</b>
	\$	\$
Cash at bank and in hand	94,556	412,216
Bank Term Deposits	2,724,928	3,158,100
	<u>2,819,484</u>	<u>3,570,316</u>

Bank Term Deposits has maturity of less than a year and can be withdrawn or closed anytime with a notice of less than 3 months.

**NOTE 6A: RESTRICTED CASH**

	<b>30 June 2024</b>	<b>30 June 2023</b>
	\$	\$
Cash deposits supporting Guarantees for Rehabilitation Bonds	838,700	838,700
	<u>838,700</u>	<u>838,700</u>

**NOTE 7: OTHER RECEIVABLES**

	<b>30 June 2024</b>	<b>30 June 2023</b>
	\$	\$
Interest receivable	79,038	81,477
Other receivables	210	210
Advances – exploration	11,920	11,920
GST and ABN withholding tax receivables	9,996	16,922
	<u>101,164</u>	<u>110,529</u>

NB: At the reporting date, none of the trade and other receivables were past due or impaired.

**NOTE 8: INVENTORIES**

	<b>30 June 2024</b>	<b>30 June 2023</b>
	\$	\$
Iron ore (crushed and uncrushed) at lower of cost and net realisable value	255,630	255,630
Provision for impairment	(255,630)	(255,630)
Iron ore (crushed and uncrushed) at lower of cost and net realisable value	<u>-</u>	<u>-</u>

CATALINA RESOURCES LTD

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

Inventory comprises iron ore stocks that are sub grade material of 27,470 tonnes of uncrushed ROM stocks and 15,007 of crushed ore. The accounting policy in this regard is Crushed Ore at site and port and run of mine ore stockpiles are physically measured or estimated and valued at the lower of cost or net realisable value. Net realisable value is the estimated selling price (in the ordinary course of business assuming sales are made at the end of the reporting period such that applicable price for the next month to coincide with time it reaches customer's discharge port), less estimated costs of completion and costs of selling final product less impairment. Cost is determined using the weighted average method and comprises direct purchase costs and an appropriate portion of fixed and variable overhead costs, including depreciation and amortisation, incurred in converting materials into finished goods.

**NOTE 9: PLANT AND EQUIPMENT**

**Movements in Carrying Amounts**

Movements in the net carrying amounts for each class of plant and equipment between the beginning and the end of the financial year are as follows:

	Plant and Equipment \$	Motor Vehicles \$	Total \$
Opening balance at 1 July 2022	6,656	-	6,656
Additions	-	-	-
Depreciation	(1,959)	-	(1,959)
<b>Balance at 30 June 2023</b>	<b>4,697</b>	<b>-</b>	<b>4,697</b>
At Cost	397,169	30,067	427,236
Accumulated depreciation	(392,472)	(30,067)	(422,539)
<b>Balance at 30 June 2023</b>	<b>4,697</b>	<b>-</b>	<b>4,697</b>
Opening balance at 1 July 2023	4,697	-	4,697
Additions	7,000	-	7,000
Depreciation	(2,490)	-	(2,490)
<b>Balance at 30 June 2024</b>	<b>9,207</b>	<b>-</b>	<b>9,207</b>
At Cost	404,169	30,067	434,236
Accumulated depreciation	(394,962)	(30,067)	(425,029)
<b>Balance at 30 June 2024</b>	<b>9,207</b>	<b>-</b>	<b>9,207</b>



CATALINA RESOURCES LTD

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

**NOTE 10: EXPLORATION AND EVALUATION EXPENDITURE**

	<b>30 June 2024</b>	<b>30 June 2023</b>
	\$	\$
Exploration and evaluation phase expenditure capitalised	<u>1,910,453</u>	<u>1,955,013</u>
<b>Movements</b>		
Opening balance	1,955,013	1,187,191
Exploration capitalised (net of reimbursement of exploration expenses as Indemnity claim \$189,302 and Govt Rebate \$9,180)	176,437	883,412
Exploration impairment	(220,997)	(115,590)
Exploration tenements disposals (refer Note 12)	-	-
Closing balance	<u>1,910,453</u>	<u>1,955,013</u>

The value of the Company's interest in exploration expenditure is dependent upon the:

- the continuance of the economic entity rights to tenure of the areas of interest;
- the results of future exploration; and
- the recoupment of costs through successful development and exploitation of the areas of interest, or alternatively, by their sale.

The exploration properties may be subjected to claim(s) under native title, or contain sacred sites, or sites of significance to Aboriginal people. As a result, exploration properties or areas within the tenements may be subject to exploration restrictions, mining restrictions and/or claims for compensation. At this time, it is not possible to quantify whether such claims exist, or the quantum of such claims.

There was an impairment of \$220,997 during the year being the capitalised Exploration expenditure for the tenements relinquished during year being E40/384 and decision to not pursue exploration at EL9346 and tenements relinquished in August 2024, being E38/3677, E38/3726, P38/4554, P38/4555, P38/4556.

**NOTE 10A: MINE DEVELOPMENT**

	<b>30 June 2024</b>	<b>30 June 2023</b>
	\$	\$
Opening Balance	22,902	188,835
Mine Development capitalised	29,444	65,137
Provision for impairment	-	(231,070)
Closing Balance	<u>52,346</u>	<u>22,902</u>

During FY 2023, there was a provision for impairment of \$231,070 of development expenditure at Nelson Bay River Iron Project for expenditure till the period there was uncertainty with the approval process which was resolved in early 2023 after agreeing with the regulators that the company will make a new EPBC referral for the DSO project.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

**NOTE 11: RIGHT-OF-USE ASSET AND LEASE LIABILITY**

The Company's lease portfolio includes the office lease. The average term of the lease is 1-3 years.

**A. Right-of-Use assets**

	<b>30 June 2024</b>	<b>30 June 2023</b>
Land and Building	\$	\$
Opening Balance	32,370	6,194
Additions to right-of-use assets	0	36,416
Depreciation charge for the year	(12,139)	(10,240)
<b>Carrying value at end of the year</b>	<u>20,231</u>	<u>32,370</u>

**B. Amounts recognised in profit or loss**

Interest on lease liabilities (included in finance charges)	2,163	1,040
Depreciation - right of use asset	12,139	10,240

**C. Amounts recognised in statement of cash flows**

Repayment of lease liabilities	(13,354)	(11,566)
--------------------------------	----------	----------

**D. Extension options**

The office lease contains extension options exercisable by the Company up to one year before the end of the contract period.

The Company assesses at the lease commencement date whether it is reasonably certain to exercise the options the extension options.

The Company uses hindsight in determining the lease term where the contract contains options to extend or terminate the lease.

**E. Lease Liability**

	<b>30 June 2024</b>	<b>30 June 2023</b>
	\$	\$
Current		
Property Lease Liability	12,574	11,191
Non-Current		
Property Lease Liability	9,159	21,732
<b>Total Lease Liability</b>	<u>21,733</u>	<u>32,923</u>

**NOTE 12: FINANCIAL ASSETS AT FAIR VALUE**

	<b>30 June 2023</b>	<b>30 June 2023</b>
	\$	\$
Opening Balance	522,500	950,000
Loss on fair valuation	(275,500)	(427,500)
<b>Closing Balance</b>	<u>247,000</u>	<u>522,500</u>

The fair value of the equity investments held in Metal Groves Limited (MGA), as at 30<sup>th</sup> June 2024 is based on the closing share price of \$0.052 per share on 30<sup>th</sup> June 2024. These shares are under escrow for 24 months from date of admittance of MGA on ASX & hence non- current asset.

CATALINA RESOURCES LTD

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

**NOTE 13: TRADE AND OTHER PAYABLES**

	30 June 2024	30 June 2023
	\$	\$
<i>Current</i>		
Trade creditors	24,604	154,455
Voluntary deferred employee payments (i)	15,825	-
Other creditors and accruals	15,473	16,934
	<u>55,902</u>	<u>171,389</u>

(i) To conserve cash resources of the company, Mr. Sanjay Loyalka and Mr. Richard Beazley have agreed to reduce their cash salaries by \$18,000 per annum each (\$1500 per month going forward effective 1st February 2024) and alternatively be paid by way of issue of the Company's shares for equivalent amount. The issue of shares will be subject to Shareholder approval in the next General meeting of the Company as per details to be set out in the Notice of Meeting at the appropriate time. Consequently, the total amount payable to directors for remuneration at 30 June 2024 amounted to \$15,825 (2023: \$ NIL) for outstanding director remuneration.

**NOTE 13A: Provisions & Accruals**

	30 June 2024	30 June 2023
	\$	\$
Provisions	-	-
Accrual for expenses	37,940	168,865
Closing Balance	<u>37,940</u>	<u>168,865</u>

**NOTE 14: REHABILITATION PROVISION**

	30 June 2024	30 June 2023
	\$	\$
Opening Balance	827,000	827,000
Closing Balance	<u>827,000</u>	<u>827,000</u>

Rehabilitation provision was provided for Nelson Bay River Iron Project. This provision is secured by security deposits/Bond held with Mineral Resources Tasmania (Note 6A).

**NOTE 15: CONTRIBUTED EQUITY**

	30 June 2024	30 June 2023
	\$	\$
1,238,486,892 (2023: 1,238,486,892) Fully paid ordinary shares	<u>25,695,326</u>	<u>25,695,326</u>
<b>Movements</b>		
Opening balance	25,695,326	25,695,326
Shares issued (Placement)	-	-
Capital raising costs	-	-
Closing balance	<u>25,695,326</u>	<u>25,695,326</u>

CATALINA RESOURCES LTD

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

<b>(a) Ordinary Shares</b>	<b>Number of Shares 30 June 2024</b>	<b>Number of Shares 30 June 2023</b>
At the beginning of the year	1,238,486,892	1,238,486,892
Shares issued (Placement)	-	-
At end of year	<u>1,238,486,892</u>	<u>1,238,486,892</u>

<b>(b) Options</b>	<b>Number of Options 30 June 2024</b>	<b>Number of Options 30 June 2023</b>
Opening balance	62,500,000	62,500,000
Expired during the year	(30,000,000)	-
Closing balance	<u>32,500,000</u>	<u>62,500,000</u>

**(c) Share Performance Rights ("SPR")**

There were no Share Performance Rights ("SPR") at the beginning and end of financial year.

**(d) Capital risk management**

The Company's objectives when managing capital are to safeguard their ability to continue as a going concern, so that they may continue to provide returns for shareholders and benefits for other stakeholders.

Due to the nature of the Company's activities, being mineral exploration, the Company does not have ready access to credit facilities, with the primary source of funding being equity raisings. Therefore, the focus of the Company's capital risk management is the current working capital position against the requirements of the Company to meet exploration programmes and corporate overheads. The Company's strategy is to ensure appropriate liquidity is maintained to meet anticipated operating requirements, with a view to initiating appropriate capital raisings as required. The working capital position of the Company at 30 June 2024 and 30 June 2023 are as follows:

	<b>30 June 2024</b>	<b>30 June 2023</b>
	<b>\$</b>	<b>\$</b>
Cash and cash equivalents	94,556	412,216
Bank Term Deposits	2,724,928	3,158,100
Other receivables	101,164	110,529
Prepayments	-	29,569
Trade and other payables, lease liability, provisions and accruals	(107,358)	(352,156)
<b>Working capital position</b>	<u><b>2,813,290</b></u>	<u><b>3,358,258</b></u>

CATALINA RESOURCES LTD

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

**NOTE 16: ACCUMULATED LOSSES AND RESERVES**

	<b>30 June 2024</b>	<b>30 June 2023</b>
	\$	\$
<b>a. Accumulated Losses</b>		
At the beginning of the year	(20,825,476)	(19,393,943)
Net (loss)/ profit for the year	(830,640)	(1,431,533)
At the end of the year	<u>(21,656,116)</u>	<u>(20,825,476)</u>
<b>b. Option Reserve</b>		
At the beginning of the year	1,015,858	1,015,858
Net (loss)/ profit for the year	-	-
At the end of the year	<u>1,015,858</u>	<u>1,015,858</u>

The option reserve represents the fair value of the actual or estimated number of unexercised share options granted to management, advisors and suppliers of the Company recognised in accordance with the accounting policy adopted for share-based payments. Please refer Note 23 for more information.

During the year nil (2023: nil) options and nil (2023: nil) Share Performance Rights were issued.

**NOTE 17: COMMITMENTS**

	<b>30 June 2024</b>	<b>30 June 2023</b>
	\$	\$
The Company has tenements rental and expenditure commitments of:		
Payable:		
– not later than 12 months	417,790	338,486
– between 12 months and 5 years	896,722	917,350
– greater than 5 years	-	-

NB: The rental and expenditure commitments for Exploration Licence Applications have not been considered pending grant of the tenements.

**NOTE 18: CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

The Directors are not aware of any other contingent liabilities or contingent assets other than mentioned elsewhere in the financial report.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

**NOTE 19: CASH FLOW INFORMATION**

	30 June 2024	30 June 2023
	\$	\$
<b>Reconciliation of Cash Flow from Operations with (Loss)/ Profit for the year</b>		
(Loss)/ Profit for the year	(830,640)	(1,431,533)
Non-cash flows:		
Tenement impairment/relinquishment	220,997	115,590
Depreciation	14,629	12,200
Interest on lease liability	-	-
Provision- Impairment of Mine Development	-	231,070
Share-based Payment expense	-	-
Loss on fair value of assets	275,500	427,500
<i>Changes in assets and liabilities</i>		
(Increase)/decrease in other receivables and prepayments	38,934	(54,891)
Increase/(decrease) in trade and other payables	(34,782)	143,838
Increase/(decrease) in provision for employee entitlements	231	230
	<u>(315,131)</u>	<u>(555,996)</u>

Non-cash investing and financing activities

(1) There were no non-cash investing and financing activities in the current year.

**NOTE 20: OTHER RELATED PARTY TRANSACTIONS**

There are no related party transactions except for payments in normal course of business at arm's length and for remuneration payments as disclosed in the Remuneration Report.

**NOTE 21: FINANCIAL INSTRUMENTS**

**a. Financial Risk Management**

The Company's financial instruments consist mainly of deposits with banks, receivables, investments in other listed entities and payables.

The main purpose of non-derivative financial instruments is to raise finance for the Company's operations.

Derivatives are not currently used by the Company for hedging purposes. The Company does not speculate in the trading of derivative instruments.

**i. Treasury Risk Management**

The senior executives of the Company meet on a regular basis to analyse currency and interest rate exposure and to evaluate treasury management strategies in the context of the most recent economic conditions and forecasts.

**ii. Financial Risks**

The risks the Company is exposed to through its financial instruments are interest rate risk, liquidity risk and credit risk.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

*Interest rate risk*

The Company does not have any debt that may be affected by interest rate risk.

*Sensitivity analysis*

At 30 June 2024, if interest rates had changed by +/- 25 basis points from the weighted average rate for the year with all other variables held constant, post-tax loss for the Company would have been \$9,167 lower/higher (2023: \$9,016 lower/higher) as a result of lower/higher interest income from cash and cash equivalents.

*Liquidity risk*

The Company manages liquidity risk by monitoring forecast cash flows. The decision on how the Company will raise future capital will depend on market conditions existing at that time. All the financial liabilities of the Company will mature within 12 months, except for the non-current lease liability which amounted to \$9,159 as at year end.

*Credit risk*

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets, is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the statement of financial position and notes to the financial statements.

The Company does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the economic entity.

**b. Fair value estimation**

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes. All financial assets and financial liabilities of the Company at the balance date are recorded at amounts approximating their carrying amount.

The carrying value of other receivables and trade and other payables and lease liability are assumed to approximate their fair values due to their short-term nature.

For financial assets at fair value through profit or loss are carried using level 1 valuation technique as disclosed in Note 1 to the financial statements.

**c. Interest Rate Risk**

The Company's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rate for each class of financial assets and financial liabilities comprises:

CATALINA RESOURCES LTD

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

	Floating Interest Rate		Fixed Interest Rate				Non-Interest Bearing		Total		Weight Effective Interest Rate	
			1 Year or Less		1 to 5 Years						2024	2023
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	%	%
Cash	94,448	412,108	2,724,928	3,158,100	0	0	108	108	2,819,484	3,570,316	4.27%	3.35%
Other Assets (Security Deposits)	0	0	735,000	735,000	0	0	103,700	103,700	838,700	838,700	4.09%	3.62%
Trade and other receivables	0	0	0	0	0	0	101,164	110,529	101,164	110,529	N/A	N/A
Financial Assets at fair value	0	0	0	0	0	0	247,000	522,500	247,000	522,500	N/A	N/A
<b>Total Financial Assets</b>	<b>94,448</b>	<b>412,108</b>	<b>3,459,928</b>	<b>3,893,100</b>	<b>0</b>	<b>0</b>	<b>451,970</b>	<b>736,837</b>	<b>4,006,347</b>	<b>5,042,045</b>		
Financial Liabilities												
Lease Liability							21,733	32,923	21,733	32,923	N/A	N/A
Trade and other payables	0	0	0	0	0	0	55,902	171,389	55,902	171,389	N/A	N/A
<b>Total Financial Liabilities</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>77,635</b>	<b>204,312</b>	<b>77,635</b>	<b>204,312</b>		

**NOTE 22: OPERATING SEGMENTS**

The Company operates predominately in one segment involved in mineral exploration and development. Geographically, the entity is domiciled and operates in one segment being Australia. In accordance with AASB 8 *Operating Segments*, a management approach to reporting has been applied. The information presented in the Statement of Profit or Loss and Other Comprehensive Income and the Statement of Financial Position reflects the sole operating segment.

**NOTE 23: SHARE-BASED PAYMENTS**

During the year, there were no share-based payments (2023: nil).

**NOTE 24: AFTER BALANCE SHEET DATE EVENTS**

There has not arisen in the interval between the end of the financial year and the date of this report any transaction or event of a material or unusual nature likely, in the opinion of the Directors of the Company to affect substantially the operations of the Company, the results of those operations or the state of affairs of the Company in subsequent financial years.



NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2024

**NOTE 25: SUBSIDIARIES**

The Company has 100% interests in:

- Mammoth Minerals Limited (previously known as Catalina Minerals Limited) incorporated in Australia for \$1. The subsidiary has been dormant since incorporation. As the subsidiary has no assets or liabilities, consolidated financial statements have not been prepared. The Statement of Financial Position, Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cashflows for the year then ended as shown in these financial statements are considered to constitute those of the Group.
- Catalina NBR Pty Ltd incorporated in Australia for \$10. The subsidiary has been dormant since incorporation. As the subsidiary has no assets or liabilities, consolidated financial statements have not been prepared. The Statement of Financial Position, Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cashflows for the year then ended as shown in these financial statements are considered to constitute those of the Group.

CATALINA RESOURCES LTD

CONSOLIDATED ENTITY DISCLOSURE STATEMENT

Name of Entity	Type of Entity	Trustee, Partner, or participant in joint venture	% of share capital held	Country of incorporation	Australian resident or foreign resident (for tax purpose)	Foreign tax jurisdiction of foreign residents
Catalina Resources Ltd	Body Corporate	n/a	n/a	Australia	Australian	n/a
Mammoth Minerals Limited	Body Corporate	n/a	100	Australia	Australian	n/a
Catalina NBR Pty Ltd	Body Corporate	n/a	100	Australia	Australian	n/a

**Basis of Preparation**

The consolidated entity disclosure statement (CEDS) has been prepared in accordance with the Corporation Act 2001 and includes information for each entity that was part of the consolidated entity as at the end of the financial year in accordance with AASB 10 consolidated financial statements.

**Determination of Tax Residency**

Section 295 (A)(vi) off the Corporation Act 2001 defines tax residency as having the meaning in the Income Tax Assessment Act 1997. The determination of tax residency involves judgement as there are different interpretations that could be adopted, and which could give rise to a different conclusion on residency.

In determining tax residency, the group has applied the following interpretations:

- **Australian tax residency**

The group has applied current legislation and judicial precedent, including having regard to the tax commissioners public guidance in tax ruling TR 2018/5.

- **Foreign tax residency**

where necessary the group has used independent tax advisors in foreign jurisdictions to assist in its determination off tax residency to ensure applicable foreign tax legislation has been complied with (see section 295(3A) (vii) off the Corporations act 2001).

CATALINA RESOURCES LTD

DIRECTORS' DECLARATION

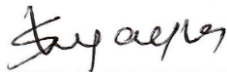
1. In the opinion of the directors of Catalina Resources Limited ('the Company'):

- (a) The financial statements and notes as set out on pages 27 to 56 are in accordance with the Corporations Act 2001, including:
  - (i) giving a true and fair view of the financial position of the Company as at 30 June 2024 and of its performance, as represented by the results of its operations and its cash flows, for the financial year ended on that date; and
  - (ii) complying with Australian Accounting Standards, the Corporations Regulations 2001, and other mandatory professional reporting requirements; and
- (b) The audited remuneration disclosures included in the Directors' report for the year ended 30 June 2024, comply with section 300A of the Corporations Act 2001.
- (c) Having regard to matters as set forth in 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.
- (d) The Company has included in the notes to the financial statements an explicit and unreserved statement of compliance with International Financial Reporting Standards.
- (e) the information disclosed in the consolidated entity disclosure statement is true and correct.

2. The directors have been given the declarations required by Section 295A of the Corporations Act from the chief executive officer and chief financial officer for the financial year ended 30 June 2024.

Dated at Unit 38, 18 Stirling Highway, Nedlands, WA 6009 this 25<sup>th</sup> day of September 2024.

Signed in accordance with a resolution of the directors:



---

Sanjay Loyalka

Director

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

**Report on the Audit of the Financial Report**

**Opinion**

We have audited the financial report of Catalina Resources Limited ("the Company") which comprises the statement of financial position as at 30 June 2024, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, the consolidated entity disclosure statement and the directors' declaration.

In our opinion, the accompanying financial report of the Company is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the Company's financial position as at 30 June 2024 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

**Basis for Opinion**

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We 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 financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Key Audit Matters**

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on this matter.

We have determined the following matter to be a key audit matters to be communicated in our audit report.

Key Audit Matters	How the matter was addressed in the audit
-------------------	---

**Carrying Value of Exploration and Evaluation Assets**  
(refer to Note 10 to the financial report)

As at 30 June 2024, capitalised exploration and evaluation costs amounted to \$1,910,453.

The carrying value of exploration and evaluation is a key audit matter due to:

- The significance of the expenditure capitalised representing 31.8% of total assets;
- The necessity to assess management’s application of the requirements of the accounting standard AASB 6 Exploration for and Evaluation of Mineral Resources (“AASB 6”), considering any indicators of impairment that may be present: and
- The assessment of significant judgements made by management in relation to the capitalised exploration and evaluation expenditure and mine development costs.

Inter alia, our audit procedures included the following:

- i. Assessing the management’s determination of its areas of interest to ensure consistency with the definition in AASB 6;
- ii. Where the right of tenure expired or the management intends not to renew the right of tenure, ensured that the exploration costs are written off;
- iii. Evaluating costs capitalised during the year and testing on sample basis;
- iv. Evaluation of Group documents for consistency with the intentions for the continuing of exploration and evaluation activities in certain areas of interest and corroborated with enquiries of management. Inter alia, the documents we evaluated included:
  - Minutes of meetings of the board and management;
  - Announcements made by the Group to the Australian Securities Exchange; and
  - Cash flow forecasts; and
- v. Assessing the adequacy of the related disclosures in the financial statements.

**Other Information**

The directors are responsible for the other information. The other information comprises the information included in the Company’s annual report for the year ended 30 June 2024 but does not include the financial report and our auditor’s report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance opinion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Responsibilities of the Directors for the Financial Report**

The directors of the Company are responsible for the preparation of:

- a. the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* (other than the consolidated entity disclosure statement); and
- b. the consolidated entity disclosure statement that is true and correct in accordance with the *Corporations Act 2001*, and for such internal control as the directors determine is necessary to enable the preparation of:
  - i. the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and
  - ii. the consolidated entity disclosure statement that is true and correct and is free from misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations or has no realistic alternative but to do so.

### ***Auditor's Responsibilities for the Audit of the Financial Report***

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report.

The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Directors, as well as evaluating the overall presentation of the financial report.

We conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

We evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the company audit. We remain solely responsible for our audit opinion.

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in Internal control that we identify during our audit.

The Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements. We also provide the Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

### ***Report on the Remuneration Report***

#### ***Opinion on the Remuneration Report***

We have audited the Remuneration Report included in the directors' report for the year ended 30 June 2024.

In our opinion, the Remuneration Report of Catalina Resources Limited for the year ended 30 June 2024 complies with section 300A of the *Corporations Act 2001*.



*Responsibilities*

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

**STANTONS INTERNATIONAL AUDIT AND CONSULTING PTY LTD**  
**(An Authorised Audit Company)**

*Stantons International Audit and Consulting Pty Ltd*  
*Eliya Mwale*

**Eliya Mwale**

Director

West Perth, Western Australia

25 September 2024

## CATALINA RESOURCES LTD

### ADDITIONAL INFORMATION

The following additional information not shown elsewhere in the report is required by the Australian Securities Exchange Ltd in respect of listed public companies only. This information is current as at 18<sup>th</sup> September 2024.

#### SUBSTANTIAL SHAREHOLDERS

The company has received substantial shareholder notices from:

- RB Investments Pte Ltd (210,121,723 ordinary shares)
- Sanjay Loyalka (106,173,691 ordinary shares & 25,000,000 unlisted options- 12,500,000 options subsequently expired)

#### ISSUED SECURITIES

Refer note 15 of the financial statements.

#### VOTING RIGHTS

The voting rights attached to the Fully Paid Ordinary shares of the Company are:

1. At a meeting of members or classes of members each member entitled to vote may vote in person or by proxy or by attorney; and
2. On a show of hands every person present who is a member has one vote, and on a poll every person present in person or by proxy or attorney has one vote for each ordinary share held.

#### DISTRIBUTION SCHEDULE – SHAREHOLDINGS AS AT 18<sup>th</sup> September 2024

##### Securities

##### Fully Paid Ordinary Shares

Holdings Ranges	Holders	Total Units	%
1-1,000	36	4,857	0.000
1,001-5,000	17	56,539	0.000
5,001-10,000	153	1,500,901	0.120
10,001-100,000	555	29,342,330	2.370
100,001-9,999,999,999	740	1,207,582,265	97.500
<b>Totals</b>	<b>1,501</b>	<b>1,238,486,892</b>	<b>100.000</b>

#### UNMARKETABLE PARCELS

There are 892 unmarketable parcels as at 17<sup>th</sup> September 2024 totalling 48,284,782 ordinary shares.



CATALINA RESOURCES LTD

ADDITIONAL INFORMATION

20 LARGEST SHAREHOLDERS AS AT 17<sup>th</sup> September 2024

	<b>Balance as at</b>	
	<b>17-09-2024</b>	<b>%</b>
HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	216,536,817	17.484%
IACG PTY LTD	84,142,411	6.794%
MR PAUL COLEMAN	37,500,000	3.028%
CITICORP NOMINEES PTY LIMITED	32,994,901	2.664%
MS CHUNYAN NIU	28,500,000	2.301%
MR DAVID WILLIAM MOSS	25,450,000	2.055%
CHINA ALLIANCE INTERNATIONAL HOLDINGS GROUP LIMITED	23,223,632	1.875%
MR ALEX GORDON	23,000,000	1.857%
MR SANJAY KUMAR LOYALKA	21,931,280	1.771%
MR VIKRANT JINDAL	16,000,000	1.292%
KULSHRESTHA SUPER FUND PTY LTD <KULSHRESTHA SUPER FUND A/C>	16,000,000	1.292%
MEGAWILD ENTERPRISES PTY LTD <VEER POONAM POOJAN PROP A/C>	15,736,240	1.271%
OCEANIA COAL RESOURCES NL	15,000,000	1.211%
MR PATRICK ROMAN GALICKI	15,000,000	1.211%
FINCLEAR SERVICES PTY LTD <SUPERHERO SECURITIES A/C>	13,759,279	1.111%
MR RUPERT JAMES GRAHAM LOWE	13,244,128	1.069%
MR JOSHUA FRANCIS TRIMBLE	13,000,000	1.050%
HELMSDALE INVESTMENTS PTY LTD	11,875,000	0.959%
MOUNT STREET INVESTMENTS PTY LTD <THE M J BLAKE S/F A/C>	9,625,750	0.777%
MR SAMUEL JACOB CARROLL	8,967,045	0.724%
Total Securities of Top 20 Holdings	641,486,483	51.796%
<b>Total of Securities</b>	<b>1,238,486,892</b>	

CORPORATE GOVERNANCE STATEMENT

This Corporate Governance statement for 30 June 2024 as approved by the Board, outlines the main corporate governance practices in place during the financial year.

The Directors on behalf of the shareholders monitor the business affairs of the Company. For this, they formally have adopted a Corporate Governance Charter, which is designed to encourage Directors and other Catalina personnel to focus their attention on accountability, risk management, and ethical conduct. The Company has adopted the following policies, protocols, and corporate governance structures:

**Charters and Codes**

Board Charter  
Corporate Code of Conduct  
Audit and Risk Committee Charter  
Remuneration Committee Charter  
Nomination Committee Charter

**Policies**

Performance Evaluation Policy  
Continuous Disclosure Policy  
Risk Management Policy  
Securities Policy  
Diversity Policy  
Whistleblower Protection Policy  
Anti- Bribery and Anti- Corruption Policy  
Shareholder Communications Strategy

This statement describes Catalina Resources Ltd's position in relation to each of the recommendations set by the ASX Corporate Governance Council ("Recommendations"). The Recommendations are set out in the ASX Corporate Governance Council's Corporate Governance Principles and recommendations (4<sup>th</sup> Edition). So as to ensure that its practices are largely consistent with those Recommendations from time to time, the Corporate Governance Charter will be reviewed and adjusted, as required, on an on-going basis including in line with the ASX Corporate Governance Council amendments to the Recommendations.

The Company is committed to implementing high standards of corporate governance. In determining what those high standards should involve the Company has turned to the ASX Corporate Governance Council's Principles of Good Corporate Governance and Best Practice Recommendations. The Company is pleased to advise that the Company's practices are largely consistent with those ASX guidelines.

**Board Composition**

The skills, experience, and expertise relevant to the position of each director who is in office at the date of the annual report and their term of office are detailed in the director's report.

CATALINA RESOURCES LTD

CORPORATE GOVERNANCE STATEMENT

The Board sets out below its “Satisfied/Not Satisfied” & “if not why not” report in relation to those matters of corporate governance where the Company’s practices depart from the Recommendations

RECOMMENDATION		CATALINA RESOURCES LTD CURRENT PRACTICE
1.1	<p>A listed entity should have and disclose a board charter setting out:</p> <p>(a) the respective roles and responsibilities of its board and management; and</p> <p>(b) those matters expressly reserved to the board and those delegated to management.</p>	<p>Satisfied.</p> <p>Board Charter is available at <a href="http://www.catalinaresources.com.au">www.catalinaresources.com.au</a> in the Corporate Governance Section.</p>
1.2	<p>A listed entity should:</p> <p>(a) undertake appropriate checks before appointing a director or senior executive or putting someone forward for election as a director; and</p> <p>(b) provide security holders with all material information in its possession relevant to a decision on whether or not to elect or re-elect a director.</p>	<p>Satisfied.</p> <p>Nomination Committee Charter is available at <a href="http://www.catalinaresources.com.au">www.catalinaresources.com.au</a> in the Corporate Governance Section.</p>
1.3	<p>A listed entity should have a written agreement with each director and senior executive setting out the terms of their appointment.</p>	<p>Satisfied.</p> <p>All directors and senior executives are provided with formal letter of appointment which sets out the terms and conditions of appointment including their duties, rights, responsibilities and expectations.</p>
1.4	<p>The company secretary of a listed entity should be accountable directly to the board, through the chair, on all matters to do with the proper functioning of the board.</p>	<p>Satisfied.</p> <p>The company secretary is accountable directly to the board on all matters to do with the proper functioning of the board.</p>
1.5	<p>A listed entity should:</p> <p>(a) have and disclose a diversity policy;</p> <p>(b) through its board or a committee of the board set measurable objectives for achieving gender diversity in the composition of its board, senior executives and workforce generally; and</p> <p>(c) disclose in relation to each reporting period:</p> <p>(1) the measurable objectives set for that period to achieve gender diversity;</p> <p>(2) the entity’s progress towards achieving those objectives; and</p> <p>(3) either:</p> <p>(A) the respective proportions of men and women on the board, in senior executive positions and</p>	<p>Not Satisfied.</p> <p>Diversity Policy is available at <a href="http://www.catalinaresources.com.au">www.catalinaresources.com.au</a> in the Corporate Governance Section.</p> <p>The company considers that given the current small size of the company’s operations where there are very few employees, this objective is not practical to be achieved till such time that the company’s operations are increased.</p>

CATALINA RESOURCES LTD

CORPORATE GOVERNANCE STATEMENT

RECOMMENDATION	CATALINA RESOURCES LTD CURRENT PRACTICE
<p>across the whole workforce (including how the entity has defined “senior executive” for these purposes); or</p> <p>(B) if the entity is a “relevant employer” under the Workplace Gender Equality Act, the entity’s most recent “Gender Equality Indicators”, as defined in and published under that Act.</p> <p>If the entity was in the S&amp;P/ASX 300 Index at the commencement of the reporting period, the measurable objective for achieving gender diversity in the composition of its board should be to have not less than 30% of its directors of each gender within a specified period.</p>	
<p>1.6 A listed entity should:</p> <p>(a) have and disclose a process for periodically evaluating the performance of the board, its committees and individual directors; and</p> <p>(b) disclose for each reporting period whether a performance evaluation has been undertaken in accordance with that process during or in respect of that period.</p>	<p>Not satisfied.</p> <p>Performance Evaluation Policy is available at <a href="http://www.catalinaresources.com.au">www.catalinaresources.com.au</a> in the Corporate Governance Section.</p> <p>Whilst the performance of the Board is appraised on an ongoing basis, during the year no formal appraisal was conducted.</p>
<p>1.7 A listed entity should:</p> <p>(a) have and disclose a process for evaluating the performance of its senior executives at least once every reporting period; and</p> <p>(b) disclose for each reporting period whether a performance evaluation has been undertaken in accordance with that process during or in respect of that period.</p>	<p>Not satisfied.</p> <p>Performance Evaluation Policy is available at <a href="http://www.catalinaresources.com.au">www.catalinaresources.com.au</a> in the Corporate Governance Section.</p> <p>Whilst the performance of management is appraised on an ongoing basis, during the year no formal appraisal of management was conducted.</p>
<p>2.1 The board of a listed entity should:</p> <p>(a) have a nomination committee which:</p> <p>(1) has at least three members, a majority of whom are independent directors; and</p> <p>(2) is chaired by an independent director,</p> <p>and disclose:</p> <p>(3) the charter of the committee;</p> <p>(4) the members of the committee; and</p> <p>(5) as at the end of each reporting period, the number of times the committee met throughout the period and the individual attendances of the</p>	<p>Not satisfied.</p> <p>Nomination Committee Charter is available at <a href="http://www.catalinaresources.com.au">www.catalinaresources.com.au</a> in the Corporate Governance Section.</p> <p>The Board consider that given the current size of the board, this function is efficiently achieved with full board participation. Accordingly, the Board has not established a nomination committee.</p>

CATALINA RESOURCES LTD

CORPORATE GOVERNANCE STATEMENT

RECOMMENDATION	CATALINA RESOURCES LTD CURRENT PRACTICE
<p>members at those meetings; or</p> <p>(b) if it does not have a nomination committee, disclose that fact and the processes it employs to address board succession issues and to ensure that the board has the appropriate balance of skills, knowledge, experience, independence and diversity to enable it to discharge its duties and responsibilities effectively.</p>	
<p>2.2 A listed entity should have and disclose a board skills matrix setting out the mix of skills that the board currently has or is looking to achieve in its membership.</p>	<p>Satisfied.</p> <p>The Board has been formed so that it has effective composition, size and commitment to adequately discharge its responsibilities and duties given its current size and scale of operations.</p> <p>Please also refer to the Nomination Committee Charter which is available at <a href="http://www.catalinaresources.com.au">www.catalinaresources.com.au</a> in the Corporate Governance Statement.</p>
<p>2.3 A listed entity should disclose:</p> <p>(a) the names of the directors considered by the board to be independent directors;</p> <p>(b) if a director has an interest, position or relationship of the type described in Box 2.3 but the board is of the opinion that it does not compromise the independence of the director, the nature of the interest, position or relationship in question and an explanation of why the board is of that opinion; and</p> <p>(c) the length of service of each director.</p>	<p>Satisfied.</p> <p>Disclosed in the Directors report.</p> <p>Currently there are no independent directors.</p>
<p>2.4 A majority of the board of a listed entity should be independent directors.</p>	<p>Not Satisfied.</p> <p>Due to the size of the company and its operations the Board has determined increasing the size of the Board to achieve this would not be efficient.</p>
<p>2.5 The chair of the board of a listed entity should be an independent director and, in particular, should not be the same person as the CEO of the entity.</p>	<p>Not Satisfied.</p> <p>Due to the size of the company and its operations.</p>

CATALINA RESOURCES LTD

CORPORATE GOVERNANCE STATEMENT

RECOMMENDATION		CATALINA RESOURCES LTD CURRENT PRACTICE
2.6	A listed entity should have a program for inducting new directors and for periodically reviewing whether there is a need for existing directors to undertake professional development to maintain the skills and knowledge needed to perform their role as directors effectively.	Not Satisfied. Due to the size of the company and its operations. Non informal induction process exists. The process includes the new Directors meeting with the other Board members and the senior management in order to gain an insight into the key issues and culture of the Company.
3.1	A listed entity should articulate and disclose its values.	Satisfied. The Company has adopted statement of values as disclosed in its website.  The company's vision is to create shareholder value through the successful exploration of prospective mineral tenements and the development of these ore bodies into production. The Company expects Directors, Officers and Employees to practice honesty, integrity and observe high standards of business and personal ethics and comply with all applicable laws and regulations in fulfilling their duties and responsibilities.
3.2	A listed entity should: (a) have and disclose a code of conduct for its directors, senior executives and employees; and (b) ensure that the board or a committee of the board is informed of any material breaches of that code.	Satisfied.  The Code of conduct is available at <a href="http://www.catalinaresources.com.au">www.catalinaresources.com.au</a> in the Corporate Governance Section.
3.3	A listed entity should: (a) have and disclose a whistleblower policy; and (b) ensure that the board or a committee of the board is informed of any material incidents reported under that policy.	Satisfied.  The Whistleblower Policy is available at <a href="http://www.catalinaresources.com.au">www.catalinaresources.com.au</a> in the Corporate Governance Section.
3.4	A listed entity should: (a) have and disclose an anti-bribery and corruption policy; and (b) ensure that the board or a committee of the board is informed of any material breaches of that policy.	Satisfied.  The Anti-Bribery & Anti-Corruption Policy is available at <a href="http://www.catalinaresources.com.au">www.catalinaresources.com.au</a> in the Corporate Governance Section.
4.1	The board of a listed entity should: (a) have an audit committee which: (1) has at least three members, all of whom are non-	Not satisfied.  The Board consider that given the current size of the board, this function is efficiently achieved with full

CATALINA RESOURCES LTD

CORPORATE GOVERNANCE STATEMENT

RECOMMENDATION	CATALINA RESOURCES LTD CURRENT PRACTICE
<p>executive directors and a majority of whom are independent directors; and</p> <p>(2) is chaired by an independent director, who is not the chair of the board,</p> <p>and disclose:</p> <p>(3) the charter of the committee;</p> <p>(4) the relevant qualifications and experience of the members of the committee; and</p> <p>(5) in relation to each reporting period, the number of times the committee met throughout the period and the individual attendances of the members at those meetings; or</p> <p>(b) if it does not have an audit committee, disclose that fact and the processes it employs that independently verify and safeguard the integrity of its corporate reporting, including the processes for the appointment and removal of the external auditor and the rotation of the audit engagement partner.</p>	<p>board participation. Accordingly, the Board has not established an audit committee.</p>
<p>4.2 The board of a listed entity should, before it approves the entity's financial statements for a financial period, receive from its CEO and CFO a declaration that, in their opinion, the financial records of the entity have been properly maintained and that the financial statements comply with the appropriate accounting standards and give a true and fair view of the financial position and performance of the entity and that the opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.</p>	<p>Satisfied.</p> <p>The Board has received a section 295A declaration pursuant to the 2020 financial period.</p>
<p>4.3 A listed entity should disclose its process to verify the integrity of any periodic corporate report it releases to the market that is not audited or reviewed by an external auditor.</p>	<p>Satisfied.</p> <p>Where a report does not require an audit or review by an external auditor, the report is reviewed by the Chief Executive Officer. Once the Chief Executive Officer has reviewed and is happy with the report content, it is circulated internally to any appropriate member before being circulated to the full board for comment and approval prior to lodging with the ASX.</p>
<p>5.1 A listed entity should have and disclose a written policy for complying with its continuous disclosure</p>	<p>Satisfied.</p>

CATALINA RESOURCES LTD

CORPORATE GOVERNANCE STATEMENT

RECOMMENDATION		CATALINA RESOURCES LTD CURRENT PRACTICE
	obligations under listing rule 3.1.	Continuous disclosure policy is available at <a href="http://www.catalinaresources.com.au">www.catalinaresources.com.au</a> in the Corporate Governance section.
5.2	A listed entity should ensure that its board receives copies of all material market announcements promptly after they have been made.	Satisfied. Any announcement is first prepared by the appropriate department of the Company and forwarded to the Chief Executive Officer for review. If needed, the Company Secretary will also review the announcement before it is then sent to the full board for comment and approval prior to lodging with the ASX.
5.3	A listed entity that gives a new and substantive investor or analyst presentation should release a copy of the presentation materials on the ASX Market Announcements Platform ahead of the presentation.	Satisfied. The Company lodges all presentations prior to any meeting with analysts. From time to time the Company will provide a Company Update which is lodged on the ASX platform ahead of the presentation.
6.1	A listed entity should provide information about itself and its governance to investors via its website.	Satisfied. The company has provided information about itself and its governance to investors via its website.
6.2	A listed entity should have an investor relations program that facilitates effective two-way communication with investors.	Satisfied. Shareholders communication strategy is available at <a href="http://www.catalinaresources.com.au">www.catalinaresources.com.au</a> in the Corporate Governance statement. The company welcomes open communication with shareholders including the ability for shareholders to communicate via email.
6.3	A listed entity should disclose how it facilitates and encourages participation at meetings of security holders.	Satisfied. The Company encourages all shareholders to attend meetings of members, including allowing time for shareholder questions. The time and place of each general meeting is decided with Shareholder preferences in mind, to encourage maximum attendance by Shareholders.
6.4	A listed entity should ensure that all substantive resolutions at a meeting of security holders are decided by a poll rather than by a show of hands.	Satisfied. Decisions on all substantive resolutions at general meetings of the Company will be decided by a poll



CATALINA RESOURCES LTD

CORPORATE GOVERNANCE STATEMENT

RECOMMENDATION		CATALINA RESOURCES LTD CURRENT PRACTICE
		to ensure the true will of Shareholders is ascertained (rather than by a show of hands, which is inconsistent with the “one security one vote” principle in the ASX Listing Rules).
6.5	A listed entity should give security holders the option to receive communications from, and send communications to, the entity and its security registry electronically.	Satisfied.  The Company has an email where shareholders can request to receive all information electronically and offers the same service through its share registry.  Shareholders communication strategy is available at <a href="http://www.catalinaresources.com.au">www.catalinaresources.com.au</a> in the Corporate Governance statement.
7.1	The board of a listed entity should:  (a) have a committee or committees to oversee risk, each of which:  (1) has at least three members, a majority of whom are independent directors; and  (2) is chaired by an independent director,  and disclose:  (3) the charter of the committee;  (4) the members of the committee; and  (5) as at the end of each reporting period, the number of times the committee met throughout the period and the individual attendances of the members at those meetings; or  (b) if it does not have a risk committee or committees that satisfy (a) above, disclose that fact and the processes it employs for overseeing the entity’s risk management framework.	Not Satisfied.  Audit and Risk Committee Charter is available at <a href="http://www.catalinaresources.com.au">www.catalinaresources.com.au</a> in the Corporate Governance statement.  The Board has not established an Audit and Risk committee.  The Board consider that given the current size of the board, this function is efficiently achieved with full board participation.  Risk Management Policy is available at <a href="http://www.catalinaresources.com.au">www.catalinaresources.com.au</a> in the Corporate Governance section.
7.2	The board or a committee of the board should:  (a) review the entity’s risk management framework at least annually to satisfy itself that it continues to be sound, and that the entity is operating with due regard to the risk appetite set by the board; and  (b) disclose, in relation to each reporting period, whether such a review has taken place.	Not Satisfied.  The Board is responsible for reviewing annually its risk management system. The review for this year is yet to be completed.
7.3	A listed entity should disclose:  (a) if it has an internal audit function, how the function is structured and what role it performs; or	Not Satisfied.  Given the size of the current operations, currently there is no internal audit activity undertaken.

CATALINA RESOURCES LTD

CORPORATE GOVERNANCE STATEMENT

RECOMMENDATION	CATALINA RESOURCES LTD CURRENT PRACTICE
<p>(b) if it does not have an internal audit function, that fact and the processes it employs for evaluating and continually improving the effectiveness of its governance, risk management and internal control processes.</p>	
<p>7.4 A listed entity should disclose whether it has any material exposure to environmental or social risks and, if it does, how it manages or intends to manage those risks.</p>	<p>Satisfied.</p> <p>The Company manages its exposure to economic risk and environmental risk while it does not consider that it currently has any material exposure to social sustainability risks, however, will monitor the exposure.</p> <p>External Risk factors that materially have an impact include:</p> <ol style="list-style-type: none"> <li>1. Pandemics like COVID 19</li> <li>2. Fluctuations in commodity prices</li> <li>3. Impacts of ongoing global economic volatility</li> <li>4. Currency exchange rate fluctuations</li> <li>5. Financial: Liquidity and cash flow risks</li> <li>6. Increased costs</li> <li>7. Unexpected natural and operational catastrophes</li> </ol> <p>EPA Tasmania has notified the company that that the variation of the Environment permit in Nov'13 to allow a temporary PAF rock dump for DSO south pit has been rendered invalid in a judicial review by the Court in Dec'14 for NBR Project. Consequently, the current PAF storage temporary dump is not compliant. To resolve the issue, the Company is pursuing a new permit.</p> <p>The Company holds various exploration and mining licences to regulate its activities in Australia. These licences include conditions and regulations with respect to the rehabilitation of areas disturbed during the course of its activities. As far as the Directors are aware, there has been no known breach of the Company's licence conditions other than those disclosed in the Directors report.</p> <p>The implementation of best practice social and environmental practices, well beyond simple compliance, has been an integral part of Company's philosophy. The Company recognises the importance of identifying and managing risks and ensuring appropriate control measures are in place.</p>

CATALINA RESOURCES LTD

CORPORATE GOVERNANCE STATEMENT

RECOMMENDATION		CATALINA RESOURCES LTD CURRENT PRACTICE
8.1	<p>The board of a listed entity should:</p> <p>(a) have a remuneration committee which:</p> <p>(1) has at least three members, a majority of whom are independent directors; and</p> <p>(2) is chaired by an independent director, and disclose:</p> <p>(3) the charter of the committee;</p> <p>(4) the members of the committee; and</p> <p>(5) as at the end of each reporting period, the number of times the committee met throughout the period and the individual attendances of the members at those meetings; or</p> <p>(b) if it does not have a remuneration committee, disclose that fact and the processes it employs for setting the level and composition of remuneration for directors and senior executives and ensuring that such remuneration is appropriate and not excessive.</p>	<p>Not Satisfied.</p> <p>The Board consider that given the current size of the board, this function is efficiently achieved with full board participation. Accordingly, the Board has not established a remuneration committee.</p> <p>Remuneration Committee Charter is available at <a href="http://www.catalinaresources.com.au">www.catalinaresources.com.au</a> in the Corporate Governance section.</p>
8.2	<p>A listed entity should separately disclose its policies and practices regarding the remuneration of non-executive directors and the remuneration of executive directors and other senior executives.</p>	<p>Satisfied.</p> <p>Current Remuneration policies are set out in the Company's Remuneration Report.</p>
8.3	<p>A listed entity which has an equity-based remuneration scheme should:</p> <p>(a) have a policy on whether participants are permitted to enter into transactions (whether through the use of derivatives or otherwise) which limit the economic risk of participating in the scheme; and</p> <p>(b) disclose that policy or a summary of it.</p>	<p>Satisfied.</p> <p>The Securities Policy is available at <a href="http://www.catalinaresources.com.au">www.catalinaresources.com.au</a> in the Corporate Governance statement.</p>

**Other Information**

Further information relating to the company's corporate governance practices and policies has been made publicly available on the company's web site at <https://www.catalinaresources.com.au/about-us/corporate-governance>