



CATALINA
RESOURCES

CATALINA RESOURCES LTD

ACN 130 618 683

INTERIM FINANCIAL REPORT
FOR THE HALF YEAR ENDED
31 DECEMBER 2023

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CATALINA RESOURCES LTD

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CATALINA RESOURCES LTD

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

AUDITOR

Stantons

Level 2, 40 Kings Park Road

West Perth WA 6005

SHARE REGISTRY

Boardroom Pty Ltd

Level 8, 210 George Street

Sydney NSW 2000

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DIRECTORS' REPORT

Your directors present their report on Catalina Resources Ltd, ("the Company") for the half year ended 31 December 2023.

DIRECTORS

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

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

REVIEW OF OPERATIONS AND ACTIVITIES

Highlights

- ❖ **Nelson Bay River Iron Project (DSO Pit)**
 - Referral Application (EPBC 2023/09571) validated by DCCEW in August 2023.
 - EPBC 2023/09571 published for public consultation.
 - Referral decision received in November that the project is a controlled action & requires further assessment by EIS.
- ❖ **Laverton Project**
 - Access agreement concluded with neighbouring parties holding overlapping miscellaneous licenses, following prolonged negotiations.
 - Prospective Exploration Licence E38/3697 near Laverton granted.
 - Gold, nickel and REE targets have been identified.
 - Approval for planned drilling at Exploration Licence E38/3697 granted by Department of Mines (DMIRS).
 - Aboriginal heritage survey completed for E38/3697 and E38/3698.
 - Air Core drilling scheduled for first quarter of calendar year 2024.
 - E38/3697 is located:
 - adjacent to the Mt Weld Intrusive Carbonatite REE complex, a major source of critical metals and Australia's only producing REE mine; and
 - along strike of Pelican Laterite Nickel Resource; and
 - along strike of Barnicoat Shear Zone, host to multiple gold deposits along its length including Mon Ami, Ida H and Barnicoat
- ❖ **Lachlan Fold Belt Project**
 - Pursuing actions to enable consideration of revoking of the suspension at EL9155, Rock Lodge Project:
 - Regulator has conveyed acceptance of following activities:
 - Independent review of compliance systems.
 - Biodiversity Assessment.
 - Resources Regulator, NSW has in July 2023 accepted the Mining Act Enforceable Undertaking ("EU") by Catalina Resources Ltd to conclude investigations and enforcement actions in connection with the alleged breaches at EL9155. All agreed commitments completed.

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DIRECTORS' REPORT

❖ **Dundas Project**

- Working with DBCA for finalisation of Conservation Management Plan (CMP) to enable further exploration.

❖ **Business Development**

- Catalina is continuing to actively identify and assess exploration and early development opportunities in Lithium, Rare Earths, Gold and Base Metals projects.

Nelson Bay River Iron Project (DSO pit)

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). Following Public consultation, 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 Company is following up with Department for issue of the finalised tailored EIS guidelines. These guidelines are to be used to develop the draft EIS. Details on the assessment process are set out in the Department's website as EPBC Act - Environment Assessment process fact sheet.

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' (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. NBR project was placed on care and maintenance in June 2014 following sharp iron ore price falls.

Historical production from the previous mining campaign totalled 181,000 tonnes shipped with average grades of Fe 57.5%, SiO₂ 7.7%, Al₂O₃ 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 approx. 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).

Laverton Project

During the quarter, Exploration Licence, E38/3697 and E38/3698 in the Laverton district of WA were granted after the successful completion of the following access agreements as reported in previous Company reports.

- Heritage agreement with NTS Goldfields Limited as agent for the Nyalpa Pirniku, the native title party.
- Access agreement with GSM Mining Company Pty Ltd, a wholly owned subsidiary of Gold Fields Ltd.
- Access agreement with Focus Minerals (Laverton) Pty Ltd

DIRECTORS' REPORT

- Access agreement with Murrin Murrin Operations Pty Limited
- Access agreement with Mt Weld Mining Pty Ltd

During the period, the Company also received approval for a Programme of Work (PoW) at its Exploration Licence E38/3697 in the Laverton district of WA. Aboriginal heritage surveys have been completed for Exploration Licence E38/3697 & E38/3698, during the period. An Aircore drilling program has been scheduled for the first quarter of calendar year 2024 to test targets on E38/3697.

E38/3697 (see Figure 1) is a ~45km² (15 sub-block tenement) located 20km southeast of Laverton within the Laverton Gold Province, an exceptionally well mineralised terrain in the Eastern Goldfields, Western Australia. The region hosts several world class deposits of gold, nickel, and rare earth element (REE) including Sunrise Dam (>10Moz Au), Wallaby (> 8Moz Au), Windara Nickel (combined 85K tonnes nickel sulphide) and the Mt Weld REE deposit, one of the highest-grade rare-earth deposits in the world (Mineral Resource of 54.7 Mt @ 5.3% TREO).

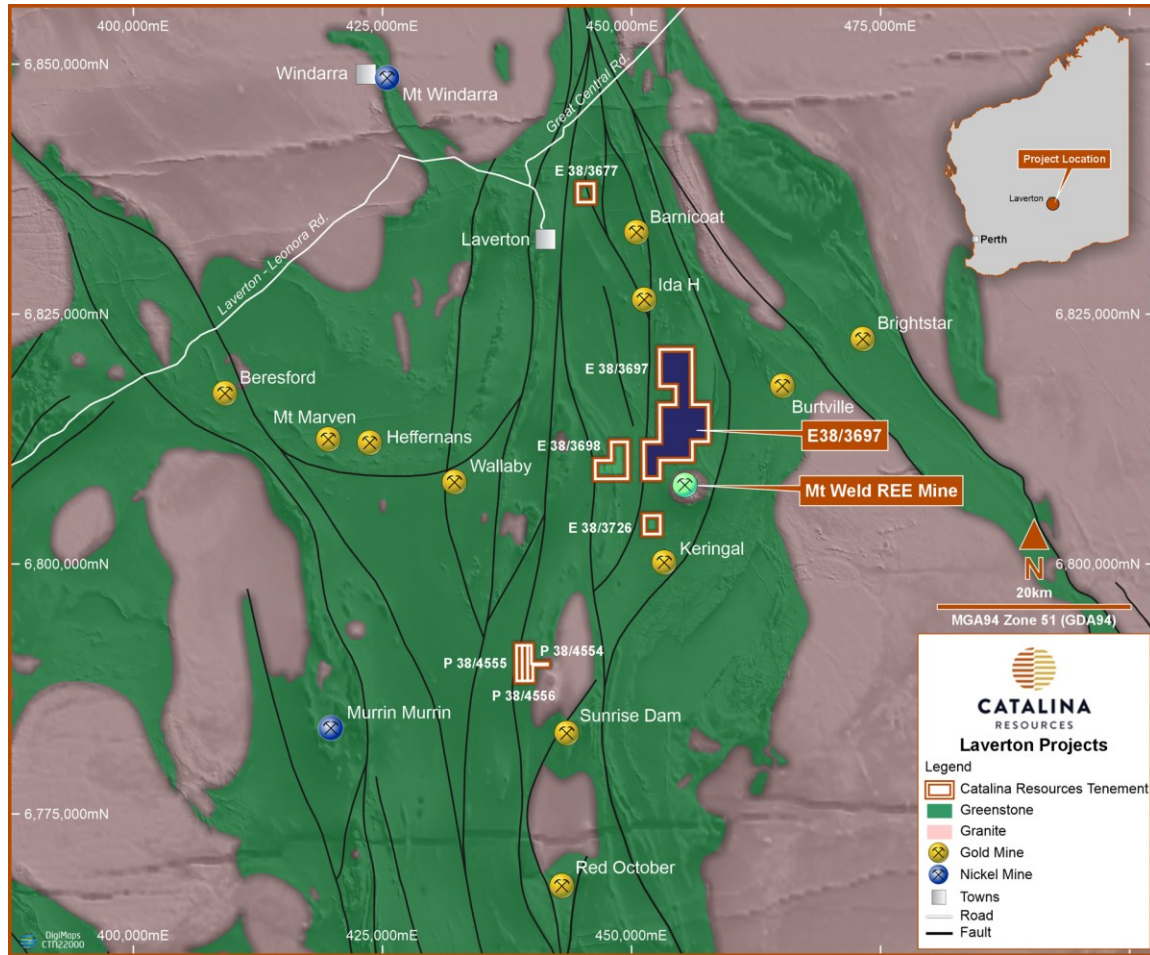


Figure 1: Location map of Catalina's E 38/3697 and other tenements in the Laverton Gold Province.

Catalina has identified several very compelling target areas with potential for gold, nickel and REE mineralization within E38/3697. The targets were generated by the integration of detailed aeromagnetic images, geological interpretations, ground gravity images and historical exploration data. Reference was also made to genetic models developed for neighbouring mineral deposits. The compilation revealed that historical drilling within the tenement has been sporadic and non-systematic with significant geochemical anomalies not followed up. Geophysical consultants Southern Geoscience completed additional processing

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and modelling of the aeromagnetic data to improve understanding of the lithological and structural setting of the targets generated. Modelling was also conducted on discrete magnetic anomalies that could represent small carbonatitic bodies related to the large carbonatite intrusion at the nearby Mt.Weld REE deposit. Much of the tenement is covered by alluvium and colluvium with only a small area of outcrop in the northwest corner. This has hindered the verification of targets, placing greater emphasis on detailed analysis, modelling and drilling..

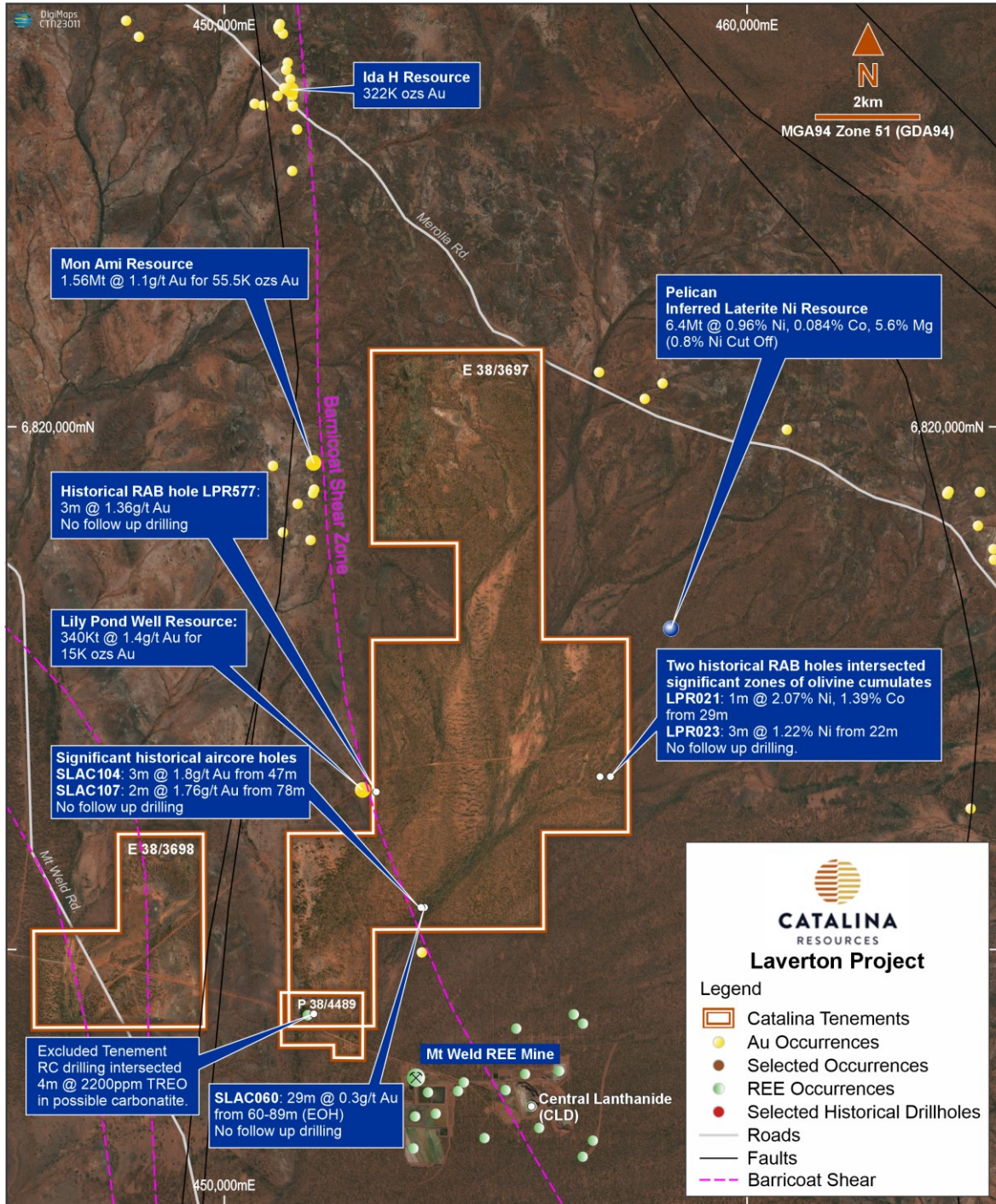


Figure 2: Exploration summary of E38/3697. Targets exist for three commodity groups: Au (the Barricoat Shear Zone), Ni (Pelican Ultramafic Belt, marked by holes LPR021 & LPR023) and REEs (magnetic anomalies with possible carbonatite source rocks).

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A summary of the targets generated by the compilation, modelling and interpretation of data is given in Figures 2 and 3 below. Drill targets exist for 3 commodity groups as listed below.

1. Nickel sulphides. Historical RAB holes LPR021 and LPR023 intersected anomalous nickel geochemistry within the Pelican Ultramafic Unit, southwest of the Pelican Laterite Nickel resource (Figure 2).
2. Shear zone hosted gold within the Barnicoat Shear Zone, southeast of the Lily Pond Well Gold resource (Figure 2) and along strike of the Ida H and Mon Ami resources.
3. REEs. Eight possible Mt Weld style magnetic carbonatitic bodies (Anomalies A to H) related to the large carbonatite intrusion at the nearby Mt.Weld world class REE deposit (Figure 3).

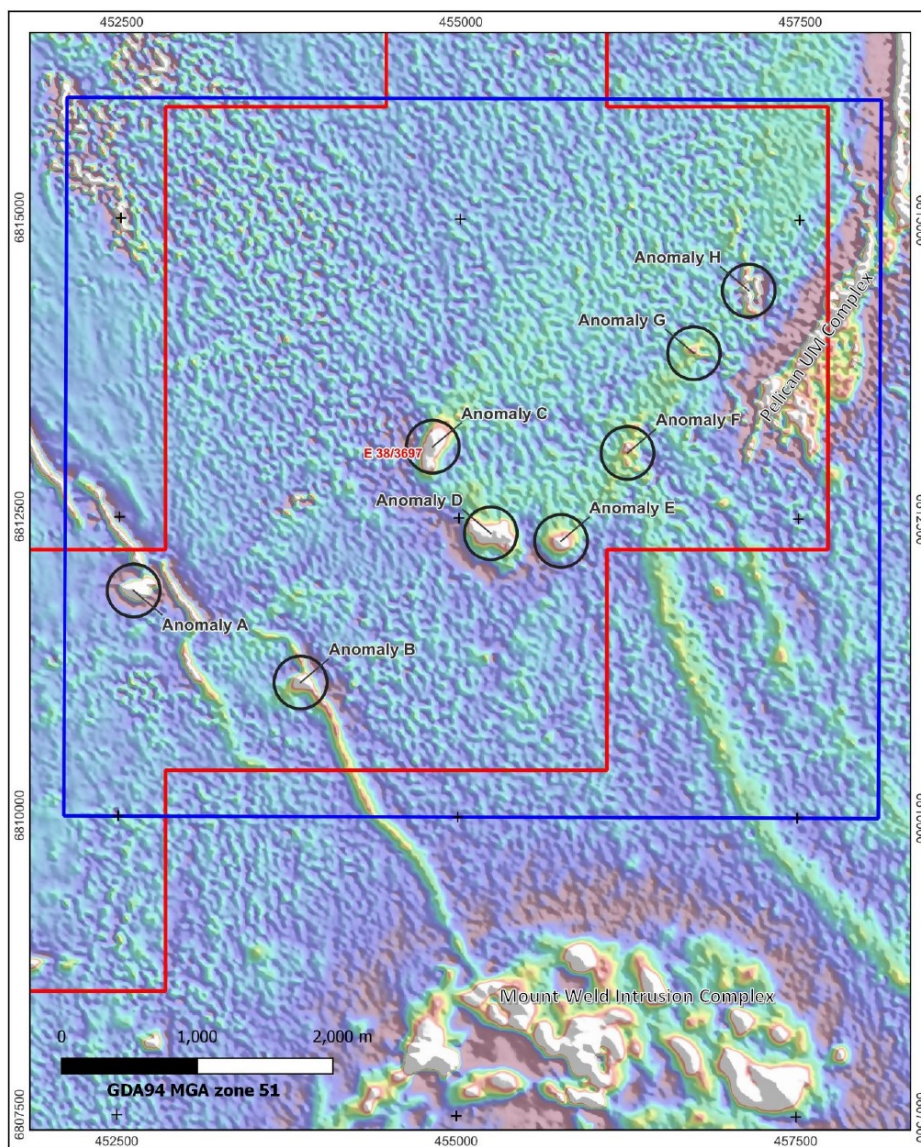


Figure 3: Catalina Laverton Project E38/3697 (red) showing area modelled by Southern Geoscience Consultants (blue) and the targeted discrete magnetic anomalies (underlying image is the 1VD of RTP aeromagnetic data).

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DIRECTORS' REPORT

Lachlan Fold Belt Project**Rock Lodge EL9155**

The Company is pursuing Resources Regulator NSW for revoking the suspension at Rock Lodge EL9155.

Resources Regulator, NSW has conveyed acceptance of the following activities:

- Independent review of compliance systems.
- Biodiversity Assessment.

Additionally, the Company also finalised negotiations with the Regulator for the conclusion of investigations and enforcement actions in connection with the alleged breaches and suspension at Rock Lodge EL9155. Consequently, the Resources Regulator, NSW, in July 2023, accepted the Mining Act Enforceable Undertaking ("EU") by Catalina Resources Ltd, including a minimum expenditure of \$141,964 in carrying out terms of the EU, aimed at delivering benefits in relation to the management of the title, industry and community. All the commitments have been completed during the period.

The EU includes the following text:

"Catalina Resources Ltd reiterates its submissions on 23 May 2022 and 16 June 2022 in particular:

- a) The alleged contraventions were not caused by Catalina Resources Ltd, rather by Rangott Mineral Exploration Pty. Limited who had extensive mining exploration experience, and who had been engaged to supervise and manage the works as a result of COVID-19 travel restrictions; and*
- b) Catalina Resources Ltd took all reasonable steps practically possible to prevent any contravention and met its obligations of environmental care under the Mining Act.*

Catalina Resources Ltd as the holder of EL9155 accepts ultimate responsibility for the aforesaid alleged contraventions. Catalina Resources Ltd seeks to enter into this enforceable undertaking to jointly carry out strategies with Rangott Mineral Exploration Pty. Limited to carry out rectification activities in respect of the alleged contraventions.

Rangott Mineral Exploration Pty. Limited has accepted the responsibility for the alleged contravention under the aid and abet the commission of an offence - section 378EA of the Mining Act 1992 and offered a separate enforceable undertaking committing to a minimum of \$87,500 to deliver benefits in relation to the management of the title, industry and community."

Catalina's RC drilling in 2022 intersected a wide zone of stacked vertical lenses of polymetallic mineralisation at Rock Lodge. For example, RC hole SRLRC005 intersected 4 significant mineralised zones over a width of 24m, from 75m to 99m (including 2m @ 2.13 g/t Au & another 2m @ 2.12 g/t Au). At the end of hole, 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 intersected mineralisation in SRLRC02 (8m @ 1.08 g/t Au including 3m @ 2.12 g/t Au), illustrated in figure 4. 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 suggest the mineralisation envelope may be continuous at least to this area. As the mineralised envelop is open in all directions further drilling focusing on the continuity, depth and lateral extent of the stacked veins is now a very high priority and represents an exciting drill target.

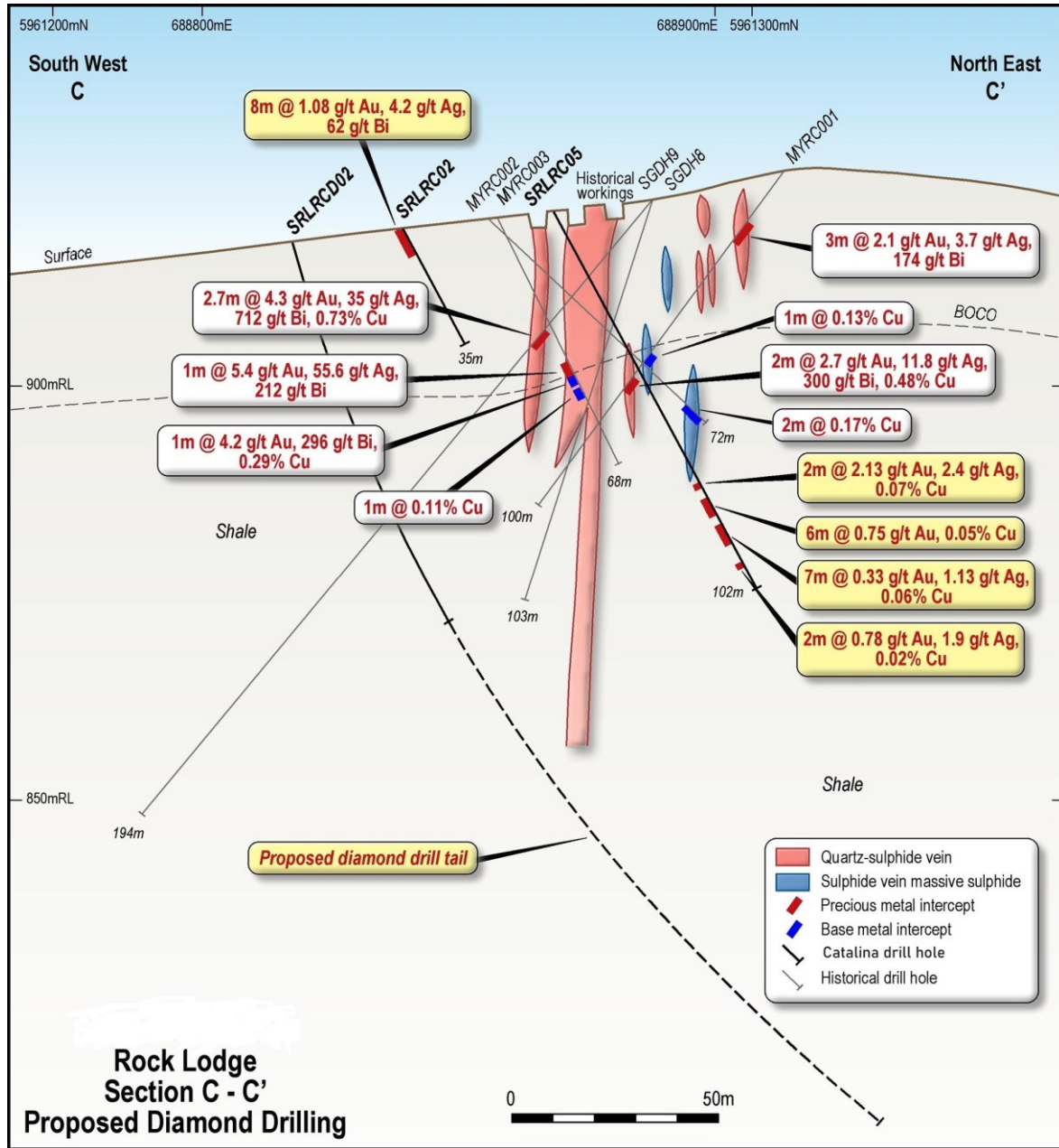


Figure 4

After the lifting of the suspension, the Company plans to drill two or three deeper angled diamond drill holes beneath previously drilled RC holes, illustrated in figure 4. Down Hole Electro Magnetic Surveys (DHEM) will 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. 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.

Dundas Project

During the period, the Company continued working with DBCA for finalisation of Conservation Management Plan (CMP) to enable further exploration. The CMP contains details for the next phase of exploration including deeper drilling on the two existing granted ELs ("exploration licences") in the Dundas project and exploration plans for the two ELAs ("exploration licence applications").

A 105-hole air core drill program was completed at the Dundas Project in December 2022 for a total of 2,909m with an average depth of 27.7m. A 6-20m blanket of transported colluvium and lake clays overlies and masks the bedrock geology. To look below this blanket air core drilling successfully intersected geochemical and lithological information of the bedrock. Essentially the air core work has identified the geochemical halo to a potentially larger target at depth. Deeper RC drilling will be planned to drill underneath and along strike of these air core anomalies. Significant REE intersections include:

- 6m @ 0.6% TREO from 16 – 22m in hole 22DAC066, including.
 - 2m @ 1.02% TREO from 16-18m, includes 0.23% Nd₂O₃, 0.42% Ce₂O₃, 223 ppm Dy₂O₃, 0.12% La₂O₃.
- 3m @ 0.92% TREO from 22 – 25m in hole 22DAC095, including.
 - 1m @ 1.8% TREO, includes 0.35% Nd₂O₃, 0.75% Ce₂O₃, 284 ppm Dy₂O₃, 0.31% La₂O₃.

The assays display an 'exceptional' critical magnet metal (NdPr+DyTb) ratio of 24% to total TREOs. These four HREEs are the core ingredients for the manufacturing of permanent magnets which are used in electric motors and generators. The growth in permanent magnets is attributed to increased use in the automotive industry and electric vehicle drivetrains.

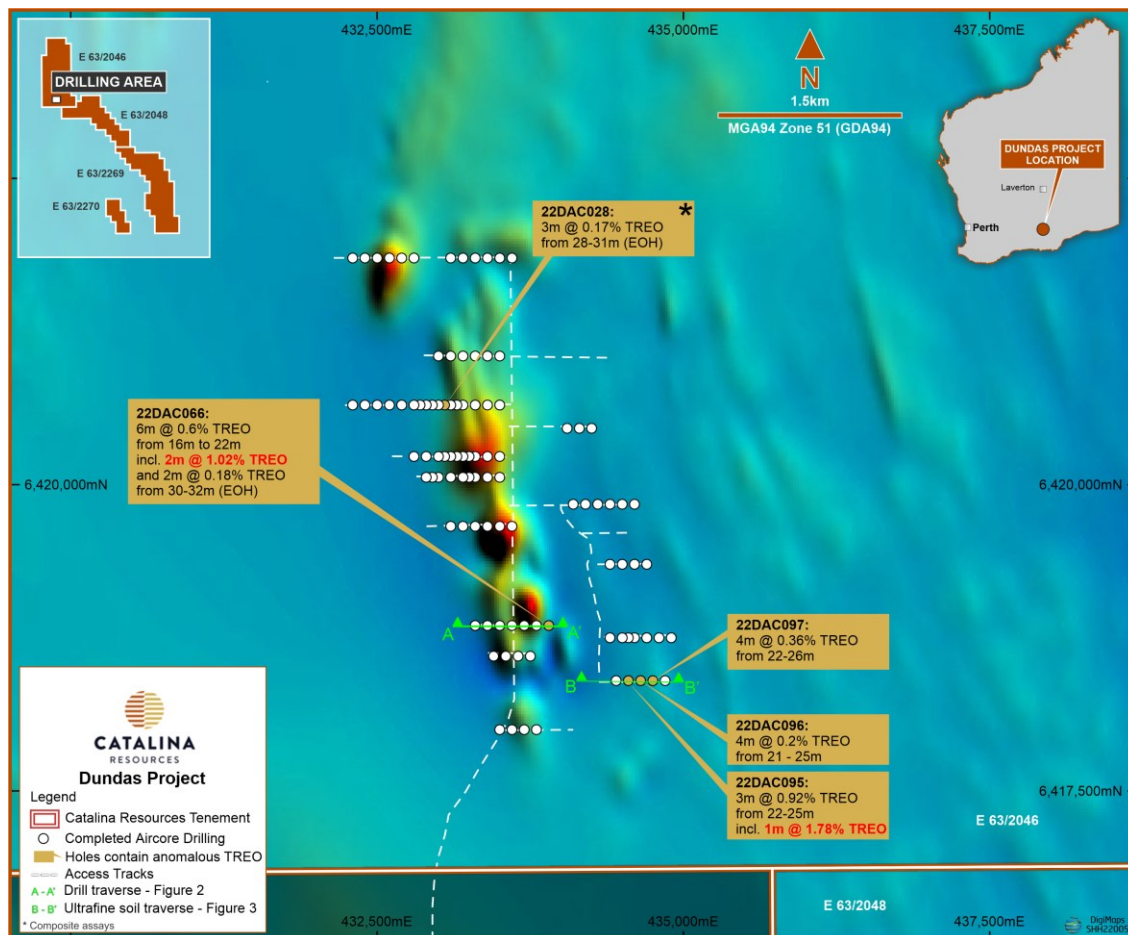


Figure 5. Summary of the highlights of resplit assays from air core drilling.

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DIRECTORS' REPORT

The Dundas Project area is situated within the inferred SE extensions of the mineralised Norseman – Wiluna Belt of the Archaean Yilgarn Craton and comprises a tectonostratigraphic assemblage of mafic, ultramafic and sedimentary dominated units. A major northwest trending fault system transects the tenements and may represent the prospective Boulder-Lefroy Fault Zone (BLFZ) and the Zuleika Shear Systems (ZS). These shears and faults are highly prospective for gold (Swager et al., 1995). The tenements are also prospective for lithium mineralisation, being only 25 kms to the southwest of Liontown's Buldania Lithium Project, also along the Zuleika Shear Zone. Field work and historical drill hole reporting has confirmed the presence of pegmatites within Catalina's tenements.

Business Development

Catalina is continuing to identify and assess exploration and early development opportunities in Lithium, Rare Earths, Gold and Base Metals projects. As previously reported, 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 activity.

Outlook

The Company has built up an exciting portfolio of Exploration projects. 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 remains committed to driving value for Shareholders as it continues to progress exploration on these projects.

Competent Person Statement

The review of historical exploration activities and results contained in this report is based on information compiled by Michael Busbridge, a Member of the Australian Institute of Geoscientists and a Member of the Society of Economic Geologists. 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).

Michael Busbridge 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 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, it confirms that it is not aware of any new information or data that materially affects the information 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.

DIRECTORS' REPORT

Tenements

- The mining tenements held at the end of period and their location.

<u>Mine</u> <u>Exploration</u> <u>License</u>	<u>Lease/</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

Note: ML= Mining Lease; EL = Exploration Licence; ELA= Exploration Licence Application.

- The mining tenement interests relinquished during the period and their location
 - E40/384
 - Withdrawal of ELAs E38/3771 & E38/3772 following grant of E38/3697 & E38/3698
- The mining tenements interests acquired and disposed of during the period and their location
 - Grant of E38/3697 & E38/3698
- 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

CATALINA RESOURCES LTD

DIRECTORS' REPORT

SUBSEQUENT EVENTS

There are no items, transactions or events of a material and unusual nature likely, in the opinion of the Directors, to affect significantly, the results of those operations, or the state of affairs of the Company in future financial years.

RESULT OF OPERATIONS

The net loss for the period was \$519,065 (31 December 2022: \$872,171). The loss was mainly due to:

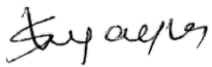
- a) Impairment of exploration asset of \$111,573 (31 December 2022: \$115,590) due to the surrender of one tenement E40/384 (Ulysses South), and review of exploration plans at EL9346 (Oak Hill) due to difficulty with land access due to resistance by landowners in the region, the management do not currently expect to incur any further expenditure on Exploration & Evaluation in this area.
- b) Loss of \$ 171,000 (31 December 2022: \$237,500) on fair valuation of MetalsGrove Mining Ltd's (MGA) 4,750,000 shares held by the Company at \$0.074 being the closing price of MGA shares on 31/12/2023 on ASX.

FINANCIAL POSITION

The net assets of the Company are \$ 5,366,643 as at 31 December 2023 (30 June 2023: \$5,885,707).

AUDITOR'S INDEPENDENCE DECLARATION

The lead auditor's independence declaration under section 307C of the *Corporations Act 2001* is set out on page 13 for the half-year ended 31 December 2023.



Sanjay Loyalka
Executive Chairman
26th February 2024

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26 February 2024

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

Dear Sirs

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

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

Yours faithfully

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

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

Eliya Mwale
Director

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CATALINA RESOURCES LTD

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

	Note	31-Dec-23 \$	31-Dec-22 \$
Revenue from continuing operations			
Interest Income		78,894	47,187
Expenses from continuing operations			
Care and maintenance		(27,667)	(25,921)
Depreciation expense		(7,058)	(5,633)
Finance charges		(7,434)	(6,444)
Employee and consulting fees (incl valuation of Directors Options)		(186,864)	(218,435)
Regulatory costs		(13,964)	(21,933)
Occupancy and communication		(9,793)	(11,494)
Foreign exchange gain/(loss)		(3)	2
(Loss) on fair valuation of financial assets		(171,000)	(237,500)
Accounting and legal Fees		(40,608)	(20,274)
Exploration impairment		(111,573)	(115,590)
Provision for impairment of mine development		-	(231,070)
Other expenses		<u>(21,995)</u>	<u>(25,066)</u>
(Loss)/ Profit before income tax		(519,065)	(872,171)
Income tax		<u>-</u>	<u>-</u>
(Loss)/ Profit for the year		<u>(519,065)</u>	<u>(872,171)</u>
Other comprehensive income		<u>-</u>	<u>-</u>
Total Comprehensive (Loss)/ Profit for the period		<u>(519,065)</u>	<u>(872,171)</u>
(Loss)/ Profit per share for attributable to ordinary equity holders of the company:			
Basic (Loss)/ Profit cents per share		(0.04)	(0.07)
Diluted (Loss)/ Profit cents per share		(0.04)	(0.07)

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

CATALINA RESOURCES LTD

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

	Note	31-Dec-23 \$	30-Jun-23 \$
Assets			
<i>Current Assets</i>			
Cash and cash equivalents		165,080	412,216
Bank term deposits		2,858,100	3,158,100
Other receivables		76,496	110,529
Prepayments		22,283	29,569
Total Current Assets		3,121,958	3,710,414
<i>Non-Current Assets</i>			
Financial assets at fair value		351,500	522,500
Exploration and evaluation		2,003,487	1,955,013
Mine development		47,273	22,902
Right- of- Use Asset		26,300	32,370
Restricted cash	4	846,213	838,700
Plant and equipment		3,711	4,697
Total Non-Current Assets		3,278,484	3,376,182
Total Assets		6,400,442	7,086,596
Liabilities			
<i>Current Liabilities</i>			
Trade and other payables	8	163,248	171,389
Lease liability		5,780	11,191
Provisions and accruals	9	15,214	168,865
Provision for employee entitlement		825	711
Total Current Liabilities		185,067	352,156
<i>Non-Current Liabilities</i>			
Lease liability		21,732	21,732
Rehabilitation provision	4	827,000	827,000
Total Non-Current Liabilities		848,732	848,732
Total Liabilities		1,033,799	1,200,888
Net Assets		5,366,643	5,885,708
Equity			
Contributed equity		25,695,326	25,695,326
Reserves		1,015,858	1,015,858
Accumulated (losses)		(21,344,541)	(20,825,476)
Total Equity		5,366,643	5,885,708

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

CATALINA RESOURCES LTD

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

	Contributed Equity	Accumulated Losses	Reserves	Total
	\$	\$	\$	\$
BALANCE AT 1 JULY 2022	25,695,326	(19,393,943)	1,015,858	7,317,241
Total comprehensive loss for the period	-	(872,171)	-	(872,171)
Shares issued during the half year	-	-	-	-
Options issued during the half year	-	-	-	-
Capital raising costs	-	-	-	-
BALANCE AT 31 DECEMBER 2022	<u>25,695,326</u>	<u>(20,266,114)</u>	<u>1,015,858</u>	<u>6,445,070</u>
BALANCE AT 1 JULY 2023	25,695,326	(20,825,476)	1,015,858	5,885,708
Total comprehensive loss for the period	-	(519,065)	-	(519,065)
Shares issued during the half year	-	-	-	-
Options issued during the half year	-	-	-	-
Capital raising costs	-	-	-	-
BALANCE AT 31 DECEMBER 2023	<u>25,695,326</u>	<u>(21,344,541)</u>	<u>1,015,858</u>	<u>5,366,643</u>

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

CATALINA RESOURCES LTD

CASH FLOW STATEMENT FOR THE HALF YEAR ENDED 31 DECEMBER 2023

	Note	31-Dec-23 \$	31-Dec-22 \$
Cash flows from operating activities (including exploration)			
Payments to suppliers and employees (inclusive of GST)		(454,009)	(367,359)
Interest received		103,245	47,187
Other income		-	-
Net cash (used in) operating activities (including exploration)		<u>(350,764)</u>	<u>(320,172)</u>
Cash flows from investing activities			
Payment for plant and equipment		-	-
Payment for mineral exploration		(165,401)	(443,777)
Payment for mine development		<u>(24,371)</u>	<u>(47,459)</u>
Net cash (outflow) from investing activities		<u>(189,772)</u>	<u>(491,236)</u>
Cash flows from financing activities			
Proceeds from issues of shares and options		-	-
Repayment of lease liability		(6,600)	(5,253)
Payments for share issue costs		<u>-</u>	<u>-</u>
Net cash (used in) by financing activities		<u>(6,600)</u>	<u>(5,253)</u>
Net (decrease) in cash and cash equivalents		(547,136)	(816,661)
Cash and cash equivalents at the beginning of the financial period		<u>3,570,316</u>	<u>5,079,700</u>
Cash and cash equivalents at the end of the financial year (including bank term deposits)		<u>3,023,180*</u>	<u>4,263,039</u>

* The balance of cash and cash equivalents in the Statement of Cash Flows includes cash at bank \$165,080 and short-term bank deposits \$2,858,100.

The above cash flow statement should be read in conjunction with the accompanying notes.

CONDENSED NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to the financial period.

(A) BASIS OF PREPARATION

The half-year financial statements are a general-purpose financial report prepared in accordance with the requirements of the Corporations Act 2001, Australian Accounting Standard AASB 134: Interim Financial Reporting, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board. Compliance with Australian Accounting Standard ensures compliance with International Financial Reporting Standards IAS 34 Interim Financial Reporting.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2023 and any public announcements made by Catalina Resources Ltd during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001.

The accounting policies have been consistently applied by the Company and are consistent with those in the annual financial report for the year ended 30 June 2023, except as noted below.

The half-year report does not include full disclosures of the type normally included in an annual financial report.

The half-year financial report is prepared on the accrual basis and historical basis, modified where applicable by the measurement of fair value of selected financial assets and financial liabilities. The financial statements are presented in Australian dollars and all values are rounded to the nearest dollar unless otherwise stated.

Going Concern:

As at 31 December 2023, the Company had cash and cash equivalents and bank term deposits of \$ 3,023,180 and net asset position of \$5,366,643.

Significant efforts have been made to preserve cash and reduce costs and secure additional finance.

The Company continues to engage with its stakeholders and continues to monitor opportunities from interested investors to raise additional equity for the business and the Company's Board of Directors has a long history of fund raising in the public and will do so when required.

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.

(B) SIGNIFICANT ACCOUNTING JUDGEMENTS AND KEY ESTIMATES

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

In preparing this half-year's financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation were the same as those that applied to the financial statements for the year ended 30 June 2023.

CONDENSED NOTES TO THE FINANCIAL STATEMENTS

(C) NEW AND REVISED ACCOUNTING STANDARDS

The Company has adopted all the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are relevant to its operations and effective for an accounting period that begins on or after 1 July 2023. Adoption of the new and revised accounting has not has any significant impact on the amounts disclosed in the financial report.

NOTE 2: OPERATING SEGMENTS

The Company operates predominately in mineral exploration and development industry. Geographically, the Company is domiciled and operates in 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 3: ISSUED CAPITAL AND OPTION BASED RESERVES

	31-Dec-23	30-June-23
	\$	\$
1,238,486,892 (30 June 2023: 1,238,486,892) Fully paid ordinary shares	25,695,326	25,695,326
Movements		
Opening balance	25,695,326	25,695,326
Shares issued (Placement)	-	-
Capital raising costs	-	-
Closing balance	25,695,326	25,695,326

(a) Ordinary Shares	Number of Shares	Number of Shares
	31-Dec-23	30-June-23
At the beginning of the period	1,238,486,892	1,238,486,892
Shares issued (Placement)	-	-
At end of Period	1,238,486,892	1,238,486,892

(b) Options	Number of Options	Number of Options
	31-Dec-23	30-June-23
Opening balance	62,500,000	62,500,000
Expired during the period	30,000,000	-
Closing balance	32,500,000	62,500,000

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CONDENSED NOTES TO THE FINANCIAL STATEMENTS

- As at 31 December 2023, there were 32,500,000 options exercisable at a price of \$0.012 each with an expiry date of 30th November 2024.

(c) **Share Performance Rights (“SPR”)**

There were no Share Performance Rights (“SPR”) at the beginning and end of the period.

NOTE 4: RESTRICTED CASH AND REHABILITATION PROVISION

Restricted cash is related to deposits supporting guarantees as follows:

	31-Dec-23	30-June-23
	\$	\$
Security Bonds to Mineral Resources Tasmania	827,000	827,000
Forestry Tasmania	10,000	10,000
Thomson Geer	7,513	-
Office Lease	1,700	1,700
	846,213	838,700

Rehabilitation provision of \$827,000 is recognised on the basis of amount of security bonds given to Mineral Resources Tasmania.

NOTE 5: DIVIDENDS

No dividend has been declared or paid during the half-year ended 31 December 2023 (31 December 2022: NIL).

NOTE 6: CONTINGENT LIABILITIES/ ASSETS

Since the last reporting date, there has been no significant change to any contingent liabilities or contingent assets of the Company.

NOTE 7: RELATED PARTIES

There are no related party transactions except for remuneration payments to employees in normal course of business.

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CATALINA RESOURCES LTD

CONDENSED NOTES TO THE FINANCIAL STATEMENTS

NOTE 8: TRADE AND OTHER PAYABLES

	31-Dec-23	30-June-23
	\$	\$
<i>Current</i>		
Trade creditors and accruals	153,125	154,455
Other payables	10,123	16,934
	<u>163,248</u>	<u>171,389</u>

NOTE 9: PROVISIONS

	31-Dec-23	30-June-23
	\$	\$
<i>Current</i>		
Provisions	15,214	168,865
	<u>15,214</u>	<u>168,865</u>

NOTE 10: EVENTS SUBSEQUENT TO BALANCE DATE

There are no items, transactions or events of a material and unusual nature likely, in the opinion of the Directors, to affect significantly, the results of those operations, or the state of affairs of the Company in future financial years.

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DIRECTORS' DECLARATION

In the directors' opinion:

(a) the financial statements and notes set out on pages 14 to 21 are in accordance with the *Corporations Act 2001*, including:

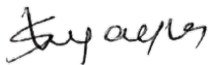
(i) complying with Australian Accounting Standard AASB 134 Interim Financial Reporting, the *Corporations Act 2001* and other mandatory professional reporting requirements; and

(ii) giving a true and fair view of the Company's financial position as at 31 December 2023 and of its performance for the half-year ended on that date; and

(iii) complying with International Financial Reporting Standards as disclosed in Note 1.

(b) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the directors made pursuant to Section 295(5)(a) of the *Corporations Act 2001*.



Sanjay Loyalka
Executive Chairman

Signed at Perth the 26th day of February 2024.

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

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Catalina Resources Limited (the Company), which comprises the statement of financial position as at 31 December 2023, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, condensed notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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

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

Basis for Conclusion

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

We confirm that the independence declaration required by the *Corporations Act 2001* has been given to the directors of the Company on 26 February 2024.

Responsibility of the Directors for the Financial Report

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



Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Company's financial position as at 31 December 2023 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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

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
26 February 2024

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