Appendix 4D

Resource Development Group Limited

ABN 33 149 028 142

FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

Results for announcement to the market

Extracts of the Resource Development Group Limited results for the half-year ended 31 December 2023

Revenues from continuing activities	Up	135%	to	$51,011,042
Profit from ordinary activities after tax attributable to members	Up	5%	to	$6,172,564
Comprehensive income for the period attributable to members	Down	11%	To	$5,209,453

Dividends	Amount per share	Franked amount per share
Interim dividend	Nil	Nil
Final dividend	Nil	Nil

Record date for determining entitlements to the dividend	N/A

Other information

Net asset backing per ordinary share	$0.041 per share (2023: $0.033 per share)
Net tangible asset backing per ordinary share	$0.034 per share (2023: $0.026 per share)

Additional Appendix 4D disclosure requirements can be found in the Directors' Report and the 31 December 2023 half-year financial statements.

Resource Development Group Limited

ABN 33 149 028 142

Interim Financial Report

31 December 2023

Resource Development Group Limited

ABN 33 149 028 142

Half-Year Financial Report

31 December 2023

Contents **Page**

CORPORATE INFORMATION

ABN 33 149 028 142

Directors

Mr Mark Wilson, Chairman, Non-Executive Director
Mr Andrew Ellison, Managing Director
Mr Mike Grey, Non-Executive Director

Company secretary

Mr. Michael Kenyon

Registered office

Level 3, 14 Walters Drive
OSBORNE PARK WA 6017
Telephone: +61 8 9443 2928
Facsimile: +61 8 9443 2926

Principal place of business

Level 3, 14 Walters Drive
OSBORNE PARK WA 6017
Telephone: +61 8 9443 2928
Facsimile: +61 8 9443 2926
Website: www.resdevgroup.com.au

Share registry

Automic Share Registry
126 Phillip Street
SYDNEY NSW 2000
Telephone: 1300 288 664

Solicitors

EMK Lawyers
Unit 1
519 Stirling Highway
COTTESLOE WA 6011

Bankers

ANZ Banking Group Limited
Level 5, 240 St George's Terrace
PERTH WA 6000

Auditors

HLB Mann Judd (W.A. Partnership)
Level 4, 130 Stirling Street
PERTH WA 6000

Securities exchange listing

Resource Development Group Limited shares are listed on the Australian Securities Exchange (ASX: RDG)

DIRECTORS' REPORT

Your directors submit the financial report of the consolidated entity (or "Group") consisting of Resource Development Group Limited ("Company" or "RDG") and the entities it controlled during the period for the half-year ended 31 December 2023. In order to comply with the provisions of the Corporations Act 2001, the directors report as follows:

Directors

The names of directors who held office throughout the period and until the date of this report are as follows. Directors were in office for the entire period unless otherwise stated.

Mr Andrew Ellison	(Managing Director)
Mr Mark Wilson	(Chairman, Non-Executive Director)
Mr Mike Grey	(Non-Executive Director)

Principal Activities

The principal activities of the entities within the consolidated entity during the half-year were the provision of contracting services to the mining sector within Australia and development of the Company's Lucky Bay Garnet mine.

Review of operations

RDG reported a net profit after tax from its continuing operations of $6.2m (2022: $5.9m). Its underlying Earnings before interest, depreciation, amortisation, and taxation (EBITDA) from its continuing operations for the period, was $10.2m (2022: $6.3m).

The Group's operating cash inflow was $13.4m (31 December 2022: $3.9m outflow) and outflows from investing activities largely related to mine development was $13.0m, resulting in cash at bank at 31 December of $2.9m (30 June 2023: $3.9m).

The Group continues to focus on the development of its Lucky Bay Garnet mine (30 kilometres from Kalbarri, Western Australia), which is now advancing toward commercial production, with the recently commissioned wind turbines and a mine life of over 30 years. There has also been a continuation of several sizeable projects within the Central Systems Pty Ltd (Centrals) business in the North-West of Western Australia. There is continued development of the manganese project, where the production of battery-grade manganese sulphate monohydrate in the laboratory has led to ongoing discussions with the car battery manufacturers. The Peloton process is progressing well and has successfully led to the development of an iron extraction process from alumina tailings. The Company is collaborating with various companies showing interest in our developed process.

In addition to the Group's hire purchase liabilities at 31 December 2023 of $5.7m (30 June 2023: $5.5m), the Group also increased its loan facility with its parent entity, Mineral Resources Limited. This facility, described further at Note 12, had a balance of $105.3m at 31 December 2023 (30 June 2023: $91.9m) and relates principally to the development of Lucky Bay and associated infrastructure, including the recently commissioned and owned wind farm with a 4.2MW capacity.

Significant Events

There were no significant events during the half-year ended 31 December 2023.

Operations

Headquartered in Perth, RDG has two operating divisions: the mining services division provides diversified mining services to the resources, infrastructure, and energy sectors within Australia and the commodities division owns two mining projects and has a technology department. RDG's head office is located in Perth and has a workshop located in Newman. The Company's mining projects include manganese tenements located near Nullagine, Western Australia and garnet tenements located near Kalbarri, in the Midwest of Western Australia.

RDG had six wholly owned subsidiaries as at 31 December 2023 and an 80% equity interest in another subsidiary, Mineral Solutions Australia Pty Ltd (whose operations have been discontinued):

- Central Systems Pty Ltd (Centrals) provides multi-discipline construction and plant modification services to the resources, energy, and infrastructure sectors in Australia. Centrals has a successful track record of delivering difficult projects, with long-standing customers;
- Concrete Construction (W.A) Pty Ltd, an entity engaged in the construction sector;
- Mn Battery Minerals Pty Ltd (formerly Comcen Pty Ltd), is the holder of the Ant Hill and Sunday Hill manganese project. With manganese becoming a battery mineral and successfully producing battery grade manganese sulphate monohydrate using the company owned tenements, with current proven reserves and a 25-year mine life, this places significant value of this excellent asset;
- Australian Garnet Pty Ltd (AGPL), is the holder of the Lucky Bay Garnet mine and wind turbines; once in full production, will have over a 30-year mine life, and will add significant value to the Company;

DIRECTORS' REPORT (continued)

- RDG Technologies Pty Ltd (technology department), developing opportunities associated with critical battery minerals; and
- Peloton Resources Pty Ltd, an entity acquired on 15 December 2023 and is the holder of several patents associated with the production of High Purity Alumina. A new process has been developed to extract iron from alumina tailings, used for high volume tonnes.

Events after the reporting period

Since balance date, MRL has formally advised the Company that it will further support the Company with its loan facility up to an approximate value of $115m, as well as extend the first repayment date out to September 2025.

Other than the above, there are no matters or circumstances that have arisen since the end of the half-year which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs in future financial years.

Workforce Capacity and Capability

On 31 December 2023, the Company employed approximately 332 people (2022: 144 people). The number of employees has increased rapidly as Centrals order book has increased significantly undertaking sizeable projects in the North-West of Western Australia.

Strategy and Outlook

The Company's key strategic focus continues to be the profitable development of our resources projects, along with growing the Central Systems construction business. The key plank to enhance the Lucky Bay process plant is to complete and install various modifications during the next half-year period to ensure the plant reaches nameplate capacity as soon as possible. The advancement of Lucky Bay process plant to reach increased commercial production of garnet will ensure the Group diversifies and has a long-term revenue base. The Company is also progressing approvals on its Ant Hill/Sunday Hill manganese project and has recently successfully produced High Purity Manganese Sulphate Monohydrate (HPMSM), a critical battery mineral. in the laboratory. The Company has opportunities on offer that are directly related to critical battery minerals within its wholly owned subsidiary, RDG Technologies Pty Ltd.

Other areas of focus across the RDG business are as follows:

- Continue to actively pursue and deliver construction projects for our long-term customers in structural concrete placement, detailed earthworks and non-process infrastructure works which is aligned with our traditional skills and market sectors that generate acceptable profit margins. This will include performing any of our own multi-disciplined projects, such as Lucky Bay and projects for our other key customers;
- Continue to advance the Peloton Resources Pty Ltd process of producing High Purity Alumina (HPA) with a goal to produce 4N HPA at the Company's own pilot plant; and
- Establish a micro pilot plant to continue to prove the process of the production of High Purity Manganese Sulphate Monohydrate (HPMSM), with a plan to use the Company's existing manganese ore from its Ant/ Sunday Hill project.

Auditor's Independence Declaration

Section 307C of the Corporations Act 2001 requires our auditors, HLB Mann Judd, to provide the directors of the Company with an Independence Declaration in relation to the review of the interim financial report. This Independence Declaration is set out on page 5 and forms part of this directors' report for the half-year ended 31 December 2023.

Signed in accordance with a resolution of the Board of Directors made pursuant to s.306(3)(a) of the Corporations Act 2001.

Mr Andrew Ellison
Managing Director
Perth, Western Australia
29 February 2024

AUDITOR'S INDEPENDENCE DECLARATION

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

a) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and

b) any applicable code of professional conduct in relation to the review.

Perth, Western Australia
29 February 2024

D B Healy
Partner

hlb.com.au

HLB Mann Judd (WA Partnership) ABN 22 193 232 714
Level 4, 130 Stirling Street, Perth WA 6000 / PO Box 8124 Perth BC WA 6849
T: +61 (0)8 9227 7500 E: mailbox@hlbwa.com.au

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

		Consolidated	
	Notes	31 December 2023 $	31 December 2022 $
Continuing operations			
Revenue	2(a)	51,011,042	21,697,243
Other income	2(b)	61,323	3,198,389
(Loss)/Profit on sale of assets		(84,136)	60,328
Cost of sales		(18,967,955)	(6,768,195)
Employee benefits expense		(15,977,416)	(7,141,172)
Depreciation and amortisation expense	2(c)	(1,005,244)	(755,554)
Finance costs		(225,171)	(132,195)
Share-based payments	2(c)	(153,318)	(61,500)
Other expenses	2(c)	(5,651,662)	(1,411,789)
Profit before income tax		9,007,463	8,685,555
Income tax expense		(2,829,410)	(2,767,769)
Profit after income tax from continuing operations		6,178,053	5,917,786
Discontinued operations			
Loss before tax from discontinued operations		(6,861)	(46,965)
Income tax benefit/(expense)		-	-
Loss after tax from discontinued operations		(6,861)	(46,965)
Net profit for the year		**6,171,192**	**5,870,821**
Other comprehensive income for the period			
Income tax expense		(963,111)	-
Other comprehensive income for the period, net of income tax		(963,111)	-
Total comprehensive income for the period from continuing operations		5,208,081	5,917,786
Total profit/(loss) for the year is attributable to:			
Non-controlling interests		(1,372)	(9,393)
Owners of Resource Development Group Limited		6,172,564	5,880,214
		6,171,192	5,870,821
Total comprehensive income/(loss) for the year is attributable to:			
Non-controlling interests		(1,372)	(9,393)
Owners of Resource Development Group Limited		5,209,453	5,880,214
		5,208,081	5,870,821
Earnings per share for the period attributable to the members of Resource Development Group Ltd			
Basic earnings per share ($ per share) – continuing operations		0.21	0.21
Basic earnings per share ($ per share)		0.21	0.20
Diluted earnings per share ($ per share) – continuing operations		0.21	0.20
Diluted earnings per share ($ per share)		0.21	0.20

The accompanying notes form part of these financial statements

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2023

		Consolidated	
Assets	Notes	31 December 2023 $	30 June 2023 $
Current assets			
Cash and cash equivalents	3	2,944,238	3,923,482
Trade and other receivables	4	16,585,116	7,159,026
Inventories	6	8,491,939	6,860,517
Total current assets		28,021,293	17,943,025
Non-current assets			
Property, plant and equipment	7	16,291,816	15,419,735
Intangible assets	22	4,000,000	-
Deferred exploration and evaluation expenditure	8	28,727,324	28,374,317
Development expenditure	9	196,670,034	173,185,228
Deferred tax assets	5	1,726,907	1,564,527
Total non-current assets		247,416,081	218,543,807
Total assets		275,437,374	236,486,832
Liabilities			
Current liabilities			
Trade and other payables	10	25,286,323	15,635,389
Borrowings	12	23,393,462	-
Hire purchase liabilities	11	2,583,659	2,241,412
Current tax liabilities	5	4,151,901	888,019
Provisions	20	2,069,609	1,745,938
Total current liabilities		57,484,954	20,510,758
Non-current liabilities			
Hire purchase liabilities	11	3,156,665	3,242,009
Trade and other payables	10	200,000	400,000
Borrowings	12	81,877,120	91,899,367
Provisions	20	3,396,395	3,378,350
Deferred tax liabilities	5	10,525,551	9,831,428
Total non-current liabilities		99,155,731	108,751,154
Total liabilities		156,640,685	129,261,912
Net assets		**118,796,689**	**107,224,920**
Equity			
Contributed equity	13	77,990,375	74,990,375
Share-based payments reserve		1,126,318	973,000
Capital contribution reserve		5,787,399	3,540,140
Retained earnings		33,912,939	27,740,375
Equity attributable to owners of the parent		118,817,031	107,243,890
Non-controlling interests	19	(20,342)	(18,970)
Total equity		**118,796,689**	**107,224,920**

The accompanying notes form part of these financial statements

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

Consolidated	Contributed equity	Retained earnings	Share-based payments reserve	Capital Contribution Reserve	Attributable to the owners of the parent	Non-controlling Interest	Total equity
	$	$	$	$	$	$	$
Balance as at 1 July 2022	74,990,375	14,008,515	850,000	-	89,848,890	(2,030)	89,846,860
Profit for the period	-	5,880,214	-	-	5,880,214	(9,393)	5,870,821
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the year	-	5,880,214	-	-	5,880,214	(9,393)	5,870,821
Transactions with owners in their capacity as owners:							
Share-based payments	-	-	61,500	-	61,500	-	61,500
Balance at 31 December 2022	74,990,375	19,888,729	911,500	-	95,790,604	(11,423)	95,779,181
Balance as at 1 July 2023	74,990,375	27,740,375	973,000	3,540,140	107,243,890	(18,970)	107,224,920
Profit/(loss) for the period	-	6,172,564	-	-	6,172,564	(1,372)	6,171,192
Other comprehensive income/(loss) for the period	-	-	-	(963,111)	(963,111)	-	(963,111)
Total comprehensive income/(loss) for the period	-	6,172,564	-	(963,111)	5,209,453	(1,372)	5,208,081
Transactions with owners in their capacity as owners:							
Share-based payments	-	-	153,318	-	153,318	-	153,318
Share issue to vendors of Peloton Resources Pty Ltd	3,000,000	-	-	-	3,000,000	-	3,000,000
Fair value adjustment to parent entity borrowings	-	-	-	3,210,370	3,210,370	-	3,210,370
Balance at 31 December 2023	77,990,375	33,912,939	1,126,318	5,787,399	118,817,031	(20,342)	118,796,689

The accompanying notes form part of these financial statements

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

	Note	Consolidated 31 December 2023 $	31 December 2022 $
		Inflows/(Outflows)	
Cash flows from operating activities			
Receipts from customers		50,635,892	19,712,656
Payments to suppliers and employees		(38,697,581)	(24,378,575)
Interest received		60,708	92,603
Finance costs paid		(18,790)	(132,288)
Income tax (paid)/refunded		-	(305,367)
GST refunded/(paid)		1,462,984	1,093,108
Net cash inflow/(outflow) from operating activities		13,443,213	(3,917,863)
Cash flows from investing activities			
Proceeds from sale of property, plant and equipment		17,555	60,328
Purchase of property, plant & equipment		(435,612)	(1,126,150)
Payment for the acquisition of Peloton Resources Pty Ltd	22	(1,000,000)	-
Payment for exploration costs		(353,007)	(285,794)
Payment for development costs		(11,191,630)	(10,688,405)
Net cash (outflow) from investing activities		(12,962,694)	(12,040,021)
Cash flows from financing activities			
Proceeds from borrowings		-	8,934,415
Repayments of finance lease and hire purchase liabilities		(1,459,763)	(459,316)
Net cash (outflow)/inflow from financing activities		(1,459,763)	8,475,099
Net decrease in cash held		(979,244)	(7,482,785)
Cash and cash equivalents at the beginning of the period		3,923,482	15,369,705
Cash and cash equivalents at the end of the period	3	2,944,238	7,886,920

The accompanying notes form part of these financial statements

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

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

a) Reporting entity

Resource Development Group Limited ("RDG" or "Company") is a company domiciled in Australia. The consolidated balances of the Company for the half-year ended 31 December 2023 include the Company and its subsidiaries, including Central Systems Pty Limited ("Centrals"), Concrete Construction (W.A) Pty Ltd, Australian Garnet Pty Ltd, Mn Battery Minerals Pty Ltd, Mineral Solutions Australia Pty Ltd ("MSA"), RDG Technologies Pty Ltd and Peloton Resources Pty Ltd.

b) Statement of compliance

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

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

It is recommended that this financial report be read in conjunction with the consolidated financial statements of Resource Development Group Limited for the year ended 30 June 2023 and any public announcements made by Resource Development Group Limited and its subsidiaries during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

c) Basis of preparation

This half-year report has been prepared as described in Note 1(b). Cost is based on the fair value of the consideration given in exchange for assets and all amounts are presented in Australian dollars, unless otherwise noted. For the purpose of preparing this report, the half-year has been treated as a discrete reporting period.

d) Accounting policies and methods of computation

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

e) Significant accounting judgements and key estimates

The preparation of half-year financial reports 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 report, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial report for the year ended 30 June 2023.

Management have determined that the Lucky Bay Garnet project (Lucky Bay) will enter into commercial production when it achieves 80% of the plant's nameplate capacity over a continuous five-day period. The Company has not achieved commercial production at Lucky Bay during the period, and it still continues to be in a pre-production phase. Management expects that the project will enter the commercial production phase during the second half of financial year ended 30 June 2024.

f) Adoption of new and revised Accounting Standards

Standards and Interpretations applicable to 31 December 2023

In the half-year ended 31 December 2023, the Directors have reviewed any new and revised Standards and Interpretations issued by the AASB that are relevant to the Company and effective for the half-year reporting periods beginning on or after 1 July 2023. There are none that have a material impact on the Company.

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

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

f) Adoption of new and revised Accounting Standards (continued)

New Standards and Interpretations in issue not yet adopted

The Directors have also reviewed all of the new and revised Standards and Interpretations in issue not yet adopted for the half-year ended 31 December 2023. As a result of this review, the Directors have determined that there is no material impact of the Standard and Interpretations in issue not yet adopted on the Company and, therefore, no change is necessary to its accounting policies.

No other new standards, amendments to standards or interpretations are expected to affect the Company's financial statements.

g) Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Resource Development Group Limited. Details of the Group's segments are set out in Note 18.

h) Going concern

The financial statements are prepared on a going concern basis.

The Group made profit after tax of $6.2m for half year ended 31 December 2023 (31 December 2022: $5.9m). At balance date, the Group had a working capital deficit and cash balances of $2.9m (30 June 2023: $3.9m). This working capital deficit is on the basis that quarterly repayments of the loan to the Company's parent entity, Mineral Resources Limited (MRL) will commence on 30 September 2024.

MRL has provided a loan facility to complete the construction and development of the Company's Lucky Bay Garnet project (Lucky Bay). The facility was drawn to $105.3m (30 June 2023: $91.9m) as at balance date. MRL are currently not charging interest on the loan.

Since balance date, MRL has formally advised the Company that it will further support the Company with its loan facility up to an approximate value of $115m, as well as extend the first repayment date out to September 2025. MRL will also not seek repayment of the loan facility until such time as the Lucky Bay mine transitions to commercial production and generates positive operating cashflow and will not call for payment of the loan to the detriment of the Group's going concern position.

The Board considers that based on its assessment of operating cash flows and available financing facilities that it is appropriate in the Group's current circumstances to prepare its financial statements on a going concern basis.

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

NOTE 2: REVENUE AND EXPENSES

	Consolidated	
	31 December 2023 $	31 December 2022 $
(a) Revenue		
Rendering of services – over time	43,557,180	20,052,869
Sale of goods – point in time	7,453,862	1,644,374
	51,011,042	21,697,243
Geographical split		
Australia/New Zealand	47,771,459	21,456,021
North America	739,722	241,222
Asia	1,524,311	-
South America	24,938	-
Europe	204,394	-
Middle East	746,218	-
	51,011,042	21,697,243
(b) Other income		
Interest income	61,323	92,451
Interest loan forgiveness[1]	-	3,105,938
	61,323	3,198,389

[1] The Company's parent entity, Mineral Resources Ltd, forgave all interest accrued on the loan account with the Company, since inception of the loan (refer to Note 12).

(c) Expenses		
Depreciation and amortisation of non-current assets	(1,005,244)	(755,554)
Short term rental expense	(261,935)	(237,811)
Share based payments expense	(153,318)	(61,500)

NOTE 3: CASH AND CASH EQUIVALENTS

	Consolidated	
	31 December 2023 $	30 June 2023 $
Cash at bank and on hand	2,944,238	3,923,482

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

NOTE 4: CURRENT TRADE AND OTHER RECEIVABLES

	Consolidated	
	31 December 2023	30 June 2023
	$	$
Trade receivables	15,332,091	5,868,541
Allowance for expected credit losses	-	-
	15,332,091	5,868,541
Other receivables	143,527	86,239
Prepayments	1,109,498	1,204,246
	16,585,116	7,159,026

NOTE 5: INCOME TAX

	Consolidated	
	31 December 2023	30 June 2023
	$	$
Current tax liabilities comprise:		
Net income tax (payable)/ refundable	(4,151,901)	(888,019)
Deferred tax assets comprise:		
Provisions – employee benefits	1,624,735	1,562,273
Accrued expenses	102,172	-
Blackhole expenditure and borrowing costs	-	2,254
	1,726,907	1,564,527
Deferred tax liabilities comprise:		
Prepayments	54,498	152,031
Stock on hand	67,574	27,259
Mining and exploration – other capitalised expenditure	8,251,617	7,202,114
Depreciable property, plant and equipment	2,151,862	2,450,024
	10,525,551	9,831,428
Net liability	(8,798,644)	(8,266,901)

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

NOTE 6: INVENTORIES

	Consolidated	
	31 December 2023	30 June 2023
	$	$
At cost:		
Raw materials and stores	2,451,513	1,530,669
Stockpile inventory – garnet (at net realisable value)	1,510,554	1,075,947
Finished goods inventory – garnet (at net realisable value)	3,490,720	984,838
Work in progress (i)	1,039,152	3,269,063
	8,491,939	6,860,517
(i) Work in progress		
Contract costs incurred	56,962,364	99,386,088
Recognised profits	8,861,898	24,358,125
	65,824,262	123,744,213
Progress billings	(76,642,894)	(126,066,433)
Work in progress	(10,818,632)	(2,322,220)
Income in advance	11,857,784	5,591,283
	1,039,152	3,269,063

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

NOTE 7: PROPERTY, PLANT AND EQUIPMENT

	Consolidated				
	Motor vehicles	Property, plant and equipment	Land and buildings	Leasehold Improvements	Total
	$	$	$	$	$
Half-year ended 31 December 2023					
At 1 July 2023, net of accumulated depreciation and impairment	1,807,662	10,724,618	2,887,331	124	15,419,735
Additions	270,671	1,894,660	4,909	-	2,170,240
Disposals	(11,327)	(142,238)	(4,732)	-	(158,297)
Depreciation charge for the year[1]	(244,332)	(863,025)	(32,481)	(24)	(1,139,862)
At 31 December 2023, net of accumulated depreciation and impairment	1,822,674	11,614,015	2,855,027	100	16,291,816
At 31 December 2023					
Cost or fair value					37,244,817
Accumulated depreciation and impairment					(20,953,001)
Net carrying amount					16,291,816

[1] $134,618 of the above depreciation charge was capitalised to Development Expenditure during the period

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

NOTE 7: PROPERTY, PLANT AND EQUIPMENT (continued)

	Consolidated				
	Motor vehicles	Property, plant and equipment	Land and buildings	Leasehold Improvements	Total
	$	$	$	$	$
Year ended 30 June 2023					
At 1 July 2022, net of accumulated depreciation and impairment	1,354,116	7,096,215	2,882,370	208	11,332,909
Additions	901,036	5,229,502	73,950	-	6,204,488
Disposals	(7,058)	(200,241)	-	-	(207,299)
Depreciation charge for the year[1]	(440,432)	(1,400,858)	(68,989)	(84)	(1,910,363)
At 30 June 2023, net of accumulated depreciation and impairment	1,807,662	10,724,618	2,887,331	124	15,419,735
At 30 June 2023					
Cost or fair value					35,894,886
Accumulated depreciation and impairment					(20,475,151)
Net carrying amount					15,419,735

[1] $315,863 of the above depreciation charge was included in development expenditure during the year

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

NOTE 8: DEFERRED EXPLORATION AND EVALUATION EXPENDITURE

	Consolidated	
	31 December 2023	30 June 2023
	$	$
Exploration and evaluation costs	28,727,324	28,374,317
Reconciliation		
Opening balance	28,374,317	27,768,244
Additions	353,007	606,073
Closing balance	28,727,324	28,374,317

The recoupment of costs carried forward in relation to areas of interest in the exploration and evaluation phases is dependent on the successful development and commercial exploitation or sale of the respective areas.

NOTE 9: DEVELOPMENT EXPENDITURE

	Consolidated	
	31 December 2023	30 June 2023
	$	$
Cost	196,670,034	173,185,228
Accumulated amortisation	-	-
	196,670,034	173,185,228
Reconciliation:		
Opening balance	173,185,228	111,138,620
Additions	23,484,806	62,046,608
Closing balance	196,670,034	173,185,228

Development expenditure incurred by or on behalf of the Group is accumulated separately for each of interest in which economically recoverable resources have been identified. Such expenditure comprises cost directly attributable to the construction of a mine and the related infrastructure.

Once a development decision has been taken, the carrying amount of the exploration and evaluation expenditure in respect of the area of interest is aggregated with the development expenditure and classified under non-current assets as development properties.

A development property is reclassified as a mining property at the end of the commissioning phase, when the mine is capable of operating in the manner intended by management.

Depreciation will be charged using the units-of-production method, with separate calculations being made for each area of interest. The units-of-production basis results in a depreciation charge proportional to the depletion of proved, probable and estimated reserves. Development properties are tested for impairment in accordance with the policy on impairment of assets.

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

NOTE 10: TRADE AND OTHER PAYABLES

	31 December 2023	30 June 2023
Current	$	$
Trade payables	5,788,073	4,058,262
Other payables	4,940,466	3,285,844
Transaction costs accrual	2,500,000	2,500,000
Income received in advance (Note 6)	11,857,784	5,591,283
Deferred land acquisition payments[1]	200,000	200,000
	25,286,323	15,635,389
Non-Current		
Deferred land acquisition payments[1]	200,000	400,000
	200,000	400,000

Current trade payables are non-interest bearing and are normally settled on 30-day terms.

[1] The Group has the following payments to make under a sale of land agreement:

- Payment 2 $200,000 on 1 July 2024
- Payment 3 $200,000 on 1 July 2025

NOTE 11: HIRE PURCHASE LIABILITIES

	Consolidated	
	31 December 2023	30 June 2023
Current	$	$
Hire purchase liabilities	2,583,659	2,241,412
Non-current		
Hire purchase liabilities	3,156,665	3,242,009
Total hire purchase liabilities	5,740,324	5,483,421
Secured		
Hire purchase liabilities	5,740,324	5,483,421

Assets under hire purchase contracts are pledged as security for the related hire purchase liabilities.

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

NOTE 12: BORROWINGS

	Consolidated	
	31 December 2023	30 June 2023
Current	$	$
Loan – parent entity	23,393,462	-
Non-current		
Loan – parent entity	81,877,120	91,899,367
Total borrowings	**105,270,582**	**91,899,367**
Secured		
Loan – parent entity	105,270,582	91,899,367
Total secured borrowings	**105,270,582**	**91,899,367**

Bank facility

Following a review of the Company's banking facilities, the ANZ Bank provided a restated Letter of Offer to the Company dated 11 January 2023, which included the following continuing facility that the Company has agreed to:

- Commercial card (ANZ Corporate Card) facility limits at 31 December 2023: $200,000 (30 June 2023: $200,000).

The facility is secured by way of a cash term deposit.

Loan – parent entity

The Group entered into a secured loan of $35 million with Mineral Resources Limited (MRL) on 17 June 2020. The loan had a 5-year term with an interest rate of 8.125% per annum. The loan is secured by a general security agreement over the assets of Mn Battery Minerals Pty Ltd (Mn Battery Minerals) (formerly Comcen Pty Ltd) and Resource Development Group Limited as well as a mining mortgage over Mn Battery Minerals mineral assets.

On 17 June 2021, the Company executed a variation to the secured loan described above. In this variation, MRL agreed to extend the advance to $60 million and allocate the funds to the development of the Company's Lucky Bay Garnet project.

During the year ended 30 June 2023, MRL and the Company agreed to vary the first repayment date of the abovementioned loan from the first full quarter after the first shipment of product from the Lucky Bay mine to September 2024.

On 31 December 2023, an amount of $105,270,582 (30 June 2023: $91,899,367) was drawn. There also continued to be an interest-free period from 1 July 2023 to 31 December 2023, and which will continue on until 30 June 2024.

Since balance date, MRL has formally advised the Company that it will further support the Company with its loan facility up to an approximate value of $115m, as well as extend the first repayment date out to September 2025. MRL will also not seek repayment of the loan facility until such time as the Lucky Bay mine transitions to commercial production and generates positive operating cashflow.

Performance bond facility

The Company has the following arrangements in place:

- Performance bond facility with Tokio Marine & Nichido Fire Insurance Co. Ltd (Tokio Marine) (at 31 December 2023 amount used $1,066,869 (30 June 2023: $3,939,194); amount unused $Nil (30 June 2023: $Nil). Tokio Marine advised prior to 30 June 2023 that they would no longer provide new insurance bonds however would continue to honour all outstanding insurance bonds. The company is in the process of finalising a new facility to replace the one from Tokio Marine.

The performance bond facility is secured by way of a General Security Agreement over all of the assets of the Group.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

NOTE 13: CONTRIBUTED EQUITY

	31 December 2023		30 June 2023	
	Number of shares	$	Number of shares	$
(a) Paid up capital:	2,885,116,268	74,990,375	2,885,116,268	74,990,375

Movements in ordinary share capital:

	31 December 2023		30 June 2023	
	Number of shares	$	Number of shares	$
Balance at beginning of financial period	2,885,116,268	74,990,375	2,885,116,268	74,990,375
New share issue for acquisition of Peloton Resources Pty Ltd	65,741,856	3,000,000	-	-
Balance at end of financial period	2,950,858,124	77,990,375	2,885,116,268	74,990,375

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Company in proportion to the number of and amounts paid on the shares held. A poll is conducted at every meeting, where each shareholder is entitled to one vote. Ordinary shares have no par value and the Company does not have a limited amount of authorised capital.

Options

	31 December 2023		30 June 2023	
	Number of options	$	Number of options	$
Director options	32,798,156	909,182	25,525,428	846,810
KMP options	3,816,893	126,190	3,816,893	126,190
	36,615,049	1,035,372	29,342,321	973,000
Movement in options:				
Balance at beginning of period	29,342,321	973,000	24,342,321	850,000
Options issue	7,272,728	62,372	5,000,000	123,000
Balance at end of period	36,615,049	1,035,372	29,342,321	973,000

7,272,728 unquoted options were approved by the Company's shareholders for the non-executive directors (3,636,364 to each director) and issued on 15 December 2023. The options are exercisable at $0.047 per option and expire on 15 December 2026. The options were valued at $124,744 ($62,372 expensed for the half-year) using a Black-Scholes model using the following assumptions:

Spot price on grant date	$0.046
Exercise price	$0.047
Expiry date (length of time from issue)	3 years from date of issue
Risk fee interest rate	4.19%
Volatility (discount)	50%

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

NOTE 13: CONTRIBUTED EQUITY (continued)

Performance Rights

	No.	31 Dec 2023 Expense $	Total expense $
Managing Director FY23	4,041,020	11,777	185,887
Managing Director FY24	13,303,769	-	611,973
Key Management Personnel FY23	3,284,388	79,169	190,495
	20,629,177	90,946	988,355
Movement in Performance Rights:			
Balance at beginning of period	-		
Performance rights issue	20,629,177		
Balance at end of period	20,629,177		

Managing Director FY23 and FY24 Performance Rights

At the Company's 2023 Annual General Meeting, shareholders approved the issue of 17,344,789 Performance Rights to the Company's Managing Director, Mr Andrew Ellison (or his nominee) under the Company's Incentive Awards Plan, with:

a) 4,041,020 Performance Rights to be issued in satisfaction of Mr Ellison's performance for the financial year ended 30 June 2023 (FY23 Performance Rights); and

b) 13,303,769 Performance Rights to be issued as a long-term incentive tied to Mr Ellison's and the Company's performance for the financial year ending 30 June 2024 (FY24 Performance Rights).

The FY23 Performance Rights and FY24 Performance Rights have a nil issue price and once vested can be exercised for nil cost into Shares on a one for one basis. The FY23 Performance Rights will expire three years after issue and the FY24 Performance Rights will expire four years after issue.

The FY23 Performance Rights:

a) represent settlement of the STI portion of Mr Ellison's FY23 compensation to which he is entitled which was assessed by the Board and has an associated cost of $182,250. The number of FY23 Performance Rights was determined by dividing this value by the 20-day VWAP Share price to 6 October 2023 (VWAP Share Price); and

b) will vest subject to Mr Ellison remaining Managing Director of the Company until 30 June 2025.

The FY24 Performance Rights are subject to vesting conditions tied to Mr Ellison's and the Company's FY24 performance. These are as follows:

1. Sustainability (20% weighting);
2. Strategic growth targets (30% weighting);
3. Financial management (30% weighting); and
4. Organisational culture (20% weighting).

The Board will assess achievement against various vesting conditions following release of the Company's FY24 audited accounts and determine the percentage of FY24 Performance Rights that are capable of vesting. This percentage will then vest subject to Mr Ellison remaining Managing Director of the Company until 30 June 2026.

The number of FY24 Performance Rights was determined by dividing the maximum possible LTI portion of Mr Ellison's FY24 compensation (being $600,000, or 80% of his base salary of $750,000) by the VWAP Share Price. Mr Ellison has asked for his increased salary to be retained in the business and paid when the Company's cashflow improves.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

NOTE 13: CONTRIBUTED EQUITY (continued)

Key Management Personnel (KMP) FY23 Performance Rights
KMP were issued with performance rights as part of their overall salary package, to incentivise both performance and tenure with the Company. The performance rights were issued to the Director, Construction and the Chief Financial Officer for the FY23 year.

These performance rights represent 35% of their respective base salary/fees for the FY22 year, with an effective grant date of 8 December 2022.

The FY23 Performance Rights are subject to vesting conditions tied to the KMP's and the Company's FY23 performance. These are as follows:

1. Tenure (3 years from start for FY23) (30% weighting);
2. EBITDA @ 90% of FY23 Budget (25% weighting);
3. Safety and Environmental (15% weighting); and
4. Personal performance (30% weighting).

The FY23 Performance Rights will vest on 30 June 2025.

NOTE 14: CONTINGENT ASSETS AND LIABILITIES

There are no contingent assets or contingent liabilities at or after balance date.

NOTE 15: FINANCIAL INSTRUMENTS

The directors consider that the carrying value of financial assets and financial liabilities as recognised in the consolidated financial statements approximate their fair values.

NOTE 16: EVENTS AFTER THE REPORTING PERIOD

Since balance date, MRL has formally advised the Company that it will further support the Company with its loan facility up to an approximate value of $115m, as well as extend the first repayment date out to September 2025.

Other than the above, there are no matters or circumstances that have arisen since the end of the half-year which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs in future financial years.

NOTE 17: COMMITMENTS

Capital commitments

Capital expenditure commitments of $0.7m have been made for items of plant and machinery as at 31 December 2023 (30 June 2023: $Nil).

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

NOTE 18: SEGMENT REPORTING

AASB 8 *Operating Segments* requires operating segments to be identified on the basis of internal reports about components of the Group that are regularly reviewed by the Chief Operating decision maker in order to allocate resources to the segment and to assess its performance.

Information regarding these segments is presented below. The accounting policies of the reportable segments are the same as the Group's accounting policies. The following tables are an analysis of the Group's revenue, results, assets and liabilities by reportable segment provided to the Board for the half years ended 31 December 2023 and 31 December 2022.

31 December 2023	Construction $	Discontinued Operations (Contracting) $	Mining $	Other $	Corporate $	Consolidated $
Revenue and other income	43,557,180	-	7,453,862	-	-	51,011,042
Profit/(loss) before income tax	9,187,667	(6,861)	2,850,124	(131,639)	(2,898,689)	9,000,602
Income tax (expense)/benefit	-	-	-	-	(2,829,410)	(2,829,410)
Profit/(loss) after income tax	9,187,667	(6,861)	2,850,124	(131,639)	(5,728,099)	6,171,192
Interest revenue	51,160	401	9,123	1,040	-	61,724
Interest expense	193,033	-	13,864	-	-	206,897
Depreciation & amortisation	1,005,244	-	-	-	-	1,005,244
Segment assets	33,087,511	16,935	232,043,796	6,025,963	4,263,169	275,437,374
Segment liabilities	23,538,937	-	115,537,646	35,657	17,528,445	156,640,685

31 December 2022	Construction $	Discontinued Operations (Contracting) $	Mining $	Other $	Corporate $	Consolidated $
Revenue and other income	20,052,870	29,482	1,644,374	-	3,105,938	24,832,664
Profit/(loss) before income tax	6,400,340	(46,965)	477,744	-	1,807,471	8,638,590
Income tax (expense)/benefit	-	-	-	-	(2,767,769)	(2,767,769)
Profit/(loss) after income tax	6,400,340	(46,965)	477,744	-	(960,298)	5,870,821
Interest revenue	90,436	152	1,883		132	92,603
Interest expense	123,709	93	8,486	-	-	132,288
Depreciation & amortisation	700,112	-	55,442		-	755,554
Segment assets	111.6,001,09 6	898,743	183,660,418	752,135	10,420,303	206,732,695
Segment liabilities	12,665,940	837,214	89,565,656	-	7,884,704	110,953,514

Major Customers

The Group has one customer to whom it provides services where the revenue generated from that customer was 86% of the Group's revenue. In December 2022, there were two customers who generated 86% of the Group's revenue for the period.

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

NOTE 19: NON-CONTROLLING INTEREST

The non-controlling interest of 20% in Mineral Solutions Australia Pty Ltd (MSA) recognised at the acquisition date was measured by reference to the non-controlling interest's proportionate share of the acquiree's identifiable net assets and amounted to $500,000.

Summary financial information for MSA is found below:

	31 December 2023 $	30 June 2023 $
Assets		
Current assets	16,935	23,797
Non-current assets	-	-
Total assets	16,395	23,797
Liabilities		
Current liabilities	-	-
Non-current liabilities	-	-
Total liabilities	-	-
Equity		
Issued capital	420	420
Reserves	285,975	285,975
Accumulated losses	(269,460)	(262,598)
Total equity	16,935	23,797

Non-controlling interest movement schedule

Opening balance	(18,970)	(2,030)
Non-controlling interest share of profit	(1,372)	(16,940)
	(20,342)	(18,970)

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

NOTE 20: PROVISIONS

31 December 2023	Restoration and rehabilitation	Employee benefits	Total
Consolidated	$	$	$
Current	-	2,069,609	2,069,609
Non-current	3,347,004	49,391	3,396,395
	3,347,004	2,119,000	5,466,004

30 June 2023	Restoration and rehabilitation	Employee benefits	Total
Consolidated	$	$	$
Current	-	1,745,938	1,745,938
Non-current	3,360,000	18,350	3,378,350
	3,360,000	1,764,288	5,124,288

Employee entitlements	31 December 2023	30 June 2023
	$	$
Opening balance	1,764,288	1,646,499
Net movements	354,712	117,789
Closing balance	2,119,000	1,764,288

Restoration and rehabilitation	31 December 2023	30 June 2023
	$	$
Opening balance	3,360,000	360,000
Net movements	(12,996)	3,000,000
Closing balance	3,347,004	3,360,000

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

NOTE 21: RELATED PARTIES

Director options

7,272,728 options were approved by the Company's shareholders for the non-executive directors (3,634,364 to each director) and issued on 15 December 2023. The options are exercisable at $0.047 per option and expire on 15 December 2026. Refer to Note 13 for full details.

Director and Key Management Personnel (KMP) Performance Rights

A total of 17,344,789 performance rights were issued to the Managing Director for FY23 and FY24, following shareholder approval at the Company's 2023 Annual General Meeting. Furthermore, a total of 3,284,388 performance rights were issued to two of the Company's KMP for FY23. The rights are exercisable at nil cost to the holders, once a number of vesting conditions have been met. Refer to Note 13 for full detail.

Transactions with parent entity (Mineral Resources Limited (MRL)

The Group had the following transactions with MRL during the period ended 31 December 2023:

- The Group invoiced project work to MRL in the sum of $51.2m
- MRL invoiced services and equipment in relation to the Group's Lucky Bay Garnet Project in the sum of $13.3m

The Group entered into a secured loan of $35 million with Mineral Resources Limited (MRL) in June 2020. The loan has a 5-year term with an interest rate of 8.125% per annum. The loan is secured by a general security agreement over the assets of the subsidiary, Mn Battery Minerals Pty Ltd (formerly Comcen Pty Ltd) and Resource Development Group Limited as well as a mining mortgage over the mineral assets.

During the year ended 30 June 2023, MRL and the Company agreed to vary the first repayment date of the abovementioned loan from the first full quarter after the first shipment of product from the Lucky Bay mine to September 2024.

On 31 December 2023, an amount of $105,270,582 (30 June 2023: $91,899,367) was drawn. There also continued to be an interest-free period from 1 July 2023 to 31 December 2023, which will continue on until 30 June 2024.

The Company occupies office space at a building located at 14 Walters Drive, Osborne Park. The building is leased by MRL, and the Company has no formal lease agreement in place however pays rent on an arms-length basis.

NOTE 22: BUSINESS COMBINATION

On 26 August 2022, the Company entered into a Share Sale Agreement to acquire an Australian-based business, Peloton Resources Pty Ltd (Peloton). Pursuant to this agreement, the Company had the option to acquire all of the issued capital of Peloton, subject the achievement of certain outcomes or if the Company simply wished to exercise the option.

On 24 November 2023, the Company announced that it had exercised the option and subsequently announced on 13 December 2023 that it had completed the acquisition and Peloton became a wholly-owned subsidiary of the Company.

Details of the purchase acquisition and net assets acquired are as follows:

Peloton Resources Pty Ltd

	$
Cash consideration paid to the vendors	1,000,000
65,741,856 fully paid ordinary share in the capital of the Company issued to the shareholders of Peloton Resources Pty Ltd, valued at 4.563 cents per share	3,000,000
	4,000,000

Assets recognised as a result of the acquisition was as follows:

	As at 13 December 2023 ($)
Intangible asset[1]	4,000,000

[1] At balance date, the initial accounting for the business combination is incomplete as the Company is currently finalising the purchase price allocation; the excess of consideration over net assets acquired is provisionally recorded as an intangible asset. The purchase price allocation will be finalised when the 30 June 2024 financial report is produced and the provisional amounts noted above will be adjusted accordingly.

DIRECTORS' DECLARATION

In the opinion of the directors of Resource Development Group Limited (the 'Company'):

1. the attached financial statements and notes thereto are in accordance with the Corporations Act 2001 including:
   a. giving a true and fair view of the Group's financial position as at 31 December 2023 and of its performance for the half-year then ended; and
   b. complying with Australian Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001.
2. 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 signed in accordance with a resolution of the Board of Directors made pursuant to s.303(5)(a) of the Corporations Act 2001.

Andrew Ellison

Managing Director

Dated this 29th day of February 2024

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INDEPENDENT AUDITOR'S REVIEW REPORT
To the Members of Resource Development Group Limited

Report on the Condensed Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Resource Development Group Limited ("the Company") and its controlled entities ("the Group"), which comprises the condensed consolidated statement of financial position as at 31 December 2023, the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows for the half-year ended on that date, selected explanatory notes, and the directors' declaration, for the Group comprising the Company and the entities it controlled at the half-year end or from time to time during the half-year.

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

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

Basis for Conclusion

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

Responsibility of the Directors for the Financial Report

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

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HLB Mann Judd (WA Partnership) ABN 22 193 232 714
Level 4, 130 Stirling Street, Perth WA 6000 / PO Box 8124 Perth BC WA 6849
T: +61 (0)8 9227 7500 **E:** mailbox@hlbwa.com.au

HLB MANN JUDD
ADVISORY AND ACCOUNTING

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 Group's financial position as at 31 December 2023 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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

Independence

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

HLB Mann Judd

HLB Mann Judd
Chartered Accountants

Perth, Western Australia
29 February 2024

David Healy

D B Healy
Partner