DevEx
RESOURCES LTD

Half Year Report

31 December 2023

DevEx Resources Limited
ABN 74 009 799 553

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Corporate Directory

Directors

Tim R B Goyder
Chairman

Brendan J Bradley
Managing Director

Stacey Apostolou
Executive Director

Bryn L Jones
Non-executive Director

Richard K Hacker
Non-executive Director

Company Secretary

Kym Verheyen

Principal Place of Business & Registered Office

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Auditors

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PERTH Western Australia 6000

Share Registry

Computershare Investor Services Pty Limited
Level 17, 221 St Georges Terrace
PERTH Western Australia 6000
Tel: 1300 850 505

Home Exchange

Australian Securities Exchange Ltd
Level 40, 152-158 St Georges Terrace
PERTH Western Australia 6000
ASX Code: DEV

ABN

74 009 799 553

ASX

Share Code: DEV

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Directors' Report

For the half-year ended 31 December 2023

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Review of Operations

1. Nabarlek Project

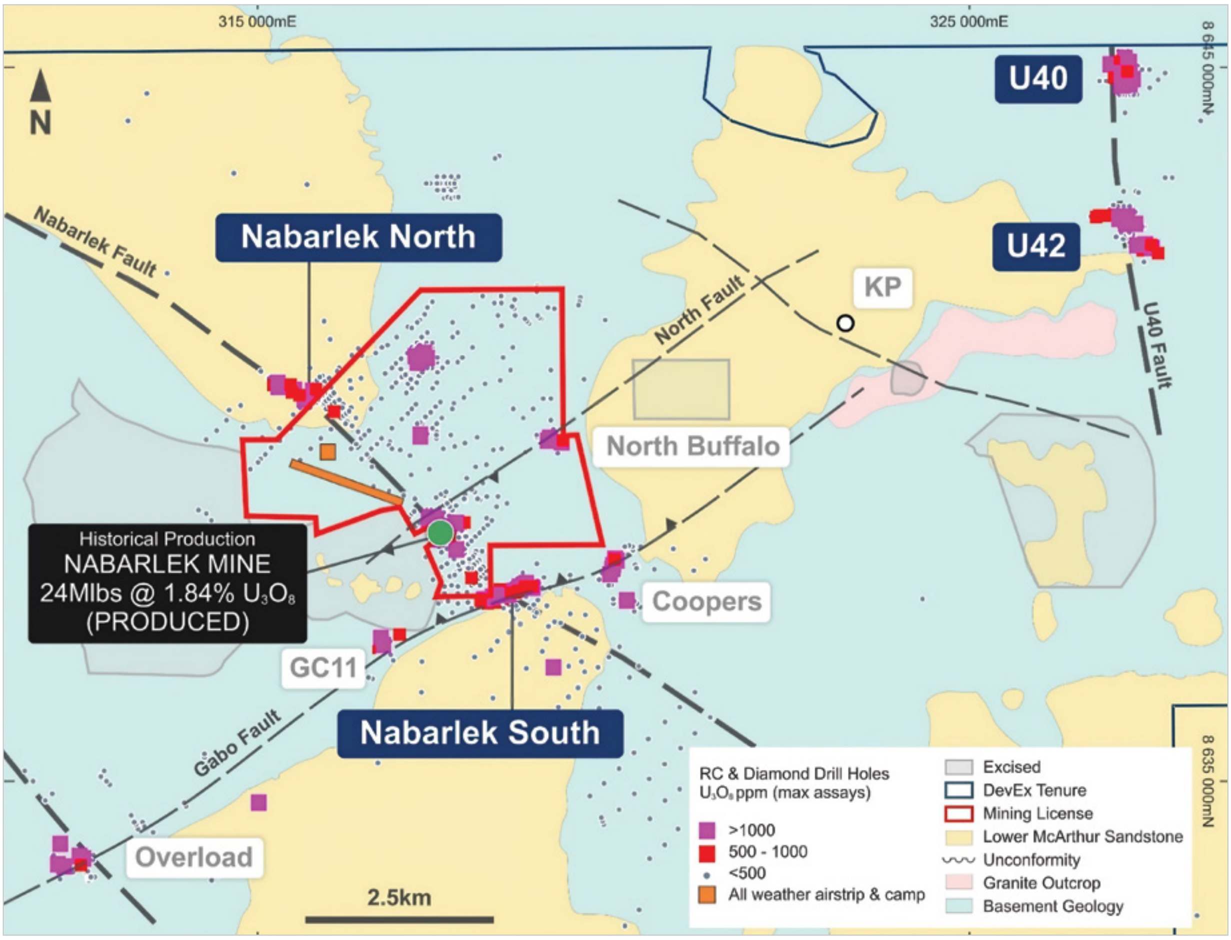
NT (100%)

DevEx holds an extensive tenement package in the Alligator Rivers Uranium Province (ARUP) of Australia, which is centred on, and includes, the former Nabarlek Uranium Mine, considered Australia's highest-grade uranium mine with past production of 24Mlbs @ 1.84% U_3O_8.

The ARUP is amongst the world's most prospective areas for uranium mineralisation, with over 600 million pounds of uranium (U_3O_8) identified in mined and current Mineral Resources.

During the half-year the Company completed an expanded drilling campaign comprising both Reverse Circulation (RC) and diamond drilling (DD). The campaign was focused along the prospective U40 and Nabarlek Faults (see Figure 1). Both faults have been the primary exploration targets for the 2023 field season due to the high grade mineralisation associated with these structures.

Figure 1 – Nabarlek Project – Uranium prospects, including the historic Nabarlek mine



Review of Operations (continued)

U40 Prospect

RC and DD has defined significant uranium mineralisation along the U40 Fault. Preliminary interpretation of geology, alteration and assay results has identified two zones of north-south trending uranium mineralisation – a steep, east-dipping 'East Zone' and a shallow west-dipping 'West Zone'.

Uranium mineralisation lies in faults beneath the unconformity between the overlying sandstone and the prospective basement rocks. This mineralisation style is described as a 'fault-hosted unconformity type uranium deposit' and is typical of all major uranium deposits in the ARUP. Drilling during the 2023 campaign has focused on testing uranium mineralisation within the first 120 metres below surface.

High-grade uranium assays confirm uranium mineralisation on the East Zone of the U40 Fault and include:

- 5.0m @ 0.54% (11.90 lbs/t) U_3O_8 from 43m (RC 65), including: 1.0m @ 1.55% (34.17 lbs/t) U_3O_8;
- 24.0m @ 0.16% (3.53 lbs/t) U_3O_8 from 61m (RC 73), including: 6.0m @ 0.25% (5.51 lbs/t) U_3O_8 and 2.71g/t gold (Au), including:
  - 1.0m @ 0.52% (11.46 lbs/t) U_3O_8 and 2.88g/t Au;
- 33.0m @ 0.12% U_3O_8 (2.65 lbs/t) from 61.0m (RC 88)
- 4.0m @ 0.45% (9.92 lbs/t) U_3O_8 from 78m (RC 135), including: 1.0m @ 1.14% (25.13 lbs/t) U_3O_8;
- 5.0m @ 0.54% (11.90 lbs/t) U_3O_8 from 257m (RC220), including: 3.0m @ 0.82% (18.08 lbs/t) U_3O_8;
- 7.0m @ 0.37% (8.16 lbs/t) U_3O_8 from 81m (RC221), including: 3.0m @ 0.58% (12.79 lbs/t) U_3O_8;
- 5.0m @ 0.30% (6.61 lbs/t) U_3O_8 from 60m (RC229), including: 1.0m @ 0.59% (13.01 lbs/t) U_3O_8;
- 4.0m @ 0.19% (4.19 lbs/t) eU_3O_8 from 171.6m (DD3), including: 0.3m @ 0.52% (11.46 lbs/t) e U_3O_8

Preliminary interpretation of the U40 – East Zone indicates that the majority of the high-grade intercepts plunge shallowly to the south over a 500-metre-long strike and appear to remain open to the south.

Importantly the high-grade intercept in hole RC220 comes from the deepest hole in the U40 campaign, demonstrating that uranium mineralisation continues well below the unconformity and well beyond the current level of drill testing.

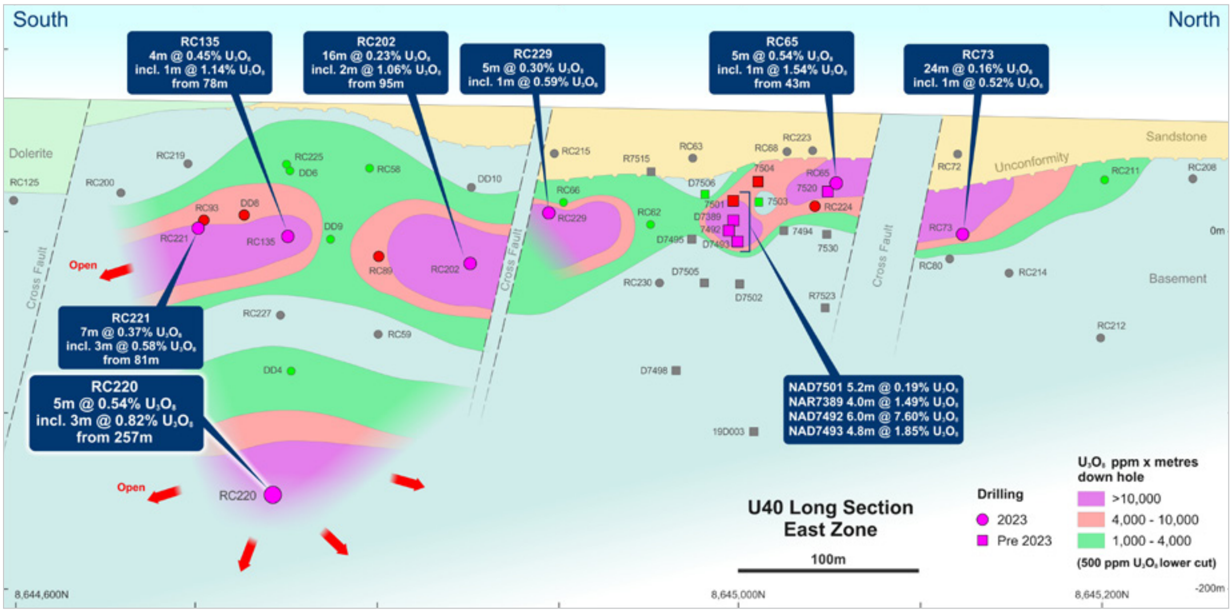


Figure 2: U40 'East Zone' Long Section (looking west) showing high-grade uranium intercepts from the 2023 Nabarlek Drill Campaign. Results are selective to the East Zone along the U40 Fault and do not include intercepts from the West.

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Review of Operations (continued)

Nabarlek Fault

At Nabarlek North, significant uranium assays were received from drilling north of the historic Nabarlek Uranium Mine, including:

- 11.0m @ 0.15% (3.31lbs/t) U_3O_8 from 36m (RC173), including: 1.0m @ 0.68% (14.99 lbs/t) U_3O_8
- 13.0m @ 0.28% (6.17 lbs/t) U_3O_8 from 41m (RC174), including: 1.0m @ 0.73% (16.09 lbs/t) U_3O_8
- 5.0m @ 0.14% (3.09 lbs/t) U_3O_8 from 33m (RC179)
- 5.0m @ 0.26% (5.73 lbs/t) U_3O_8 from 49m (RC 122), including: 1.0m @ 0.61% (13.45 lbs/t) U_3O_8

These intercepts occur at the unconformity between the overlying sandstone and underlying basement rocks and trend onto the granted Nabarlek Mining Lease (including hole RC179).

Uranium mineralisation is interpreted to be proximal to the north-west orientated Nabarlek Fault, which hosts the historical Nabarlek Uranium Mine.

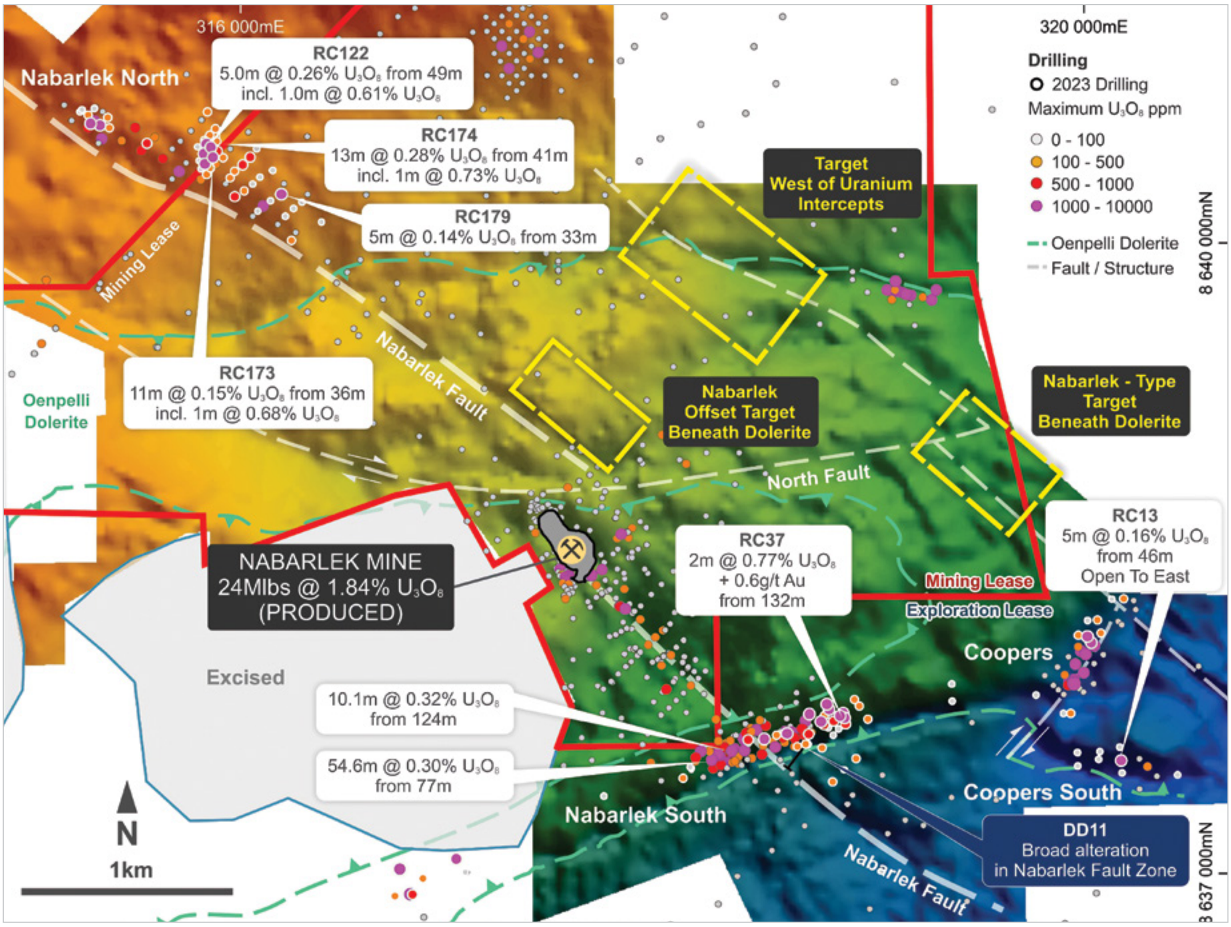

Figure 3: Nabarlek North and South – Location of 2023 RC drill holes, over recent ground gravity survey (Bouguer).

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Review of Operations (continued)

2. Kennedy Project

QLD (100%)

The Kennedy project is an Ionic Clay-Hosted REE project in North Queensland, owned 100% by the Company. Air-core drilling at the project has further expanded the footprint of total rare earth oxide (TREO) mineralisation in surface clays, with higher grade intervals including:

- 3m @ 1,370ppm TREO (incl 219 ppm MREO) from surface (KAC099)
- 4m @ 1,056ppm TREO (incl 181 ppm MREO) from surface (KAC114)
- 3m @ 1,190ppm TREO (incl 210 ppm MREO) from surface (KAC116)
- 2.5m @ 1,155ppm TREO (incl 197 ppm MREO) from surface (KAC216)
- 3.5m @ 1,208ppm TREO (incl 196 ppm MREO) from surface (KAC232)
- 3.5m @ 1,237ppm TREO (incl 214 ppm MREO) from surface (KAC238)
- 3.5m @ 1,071ppm TREO (incl 209 ppm MREO) from surface (KAC243)
- 3m @ 1,039ppm TREO (incl 192 ppm MREO) from surface (KAC262)
- 3m @ 1,047ppm TREO (incl 194 ppm MREO) from surface (KAC312)

These shallow TREO assay results include the important and high-value rare earth elements such as Praseodymium (Pr_6O_{11}), Neodymium (Nd_2O_3), Dysprosium (Dy_2O_3) and Terbium (Tb_4O_7), which are essential in the manufacture of permanent rare earth magnets used in electric vehicles and numerous other renewable energy applications.

The Company has identified two priority areas (see Figure 4) where drilling has defined higher-grade magnet rare earth oxides (MREO) mineralisation in surface clays, with the northern area (Area A) extending over an area of up to 10km x 6km. The two priority MREO areas lie within a much broader region of TREO mineralised clays that remain only partially tested on broad drill spacing.

Previous metallurgical test work from Area A confirmed the rare earth mineralisation has formed as Ionic Adsorption REE Clays, with leach test work demonstrating that rapid recoveries can be achieved by desorption of REE's in the first 30 minutes using a weak acid (pH4) ammonium sulfate solution ($(NH_4)_2SO_4$).

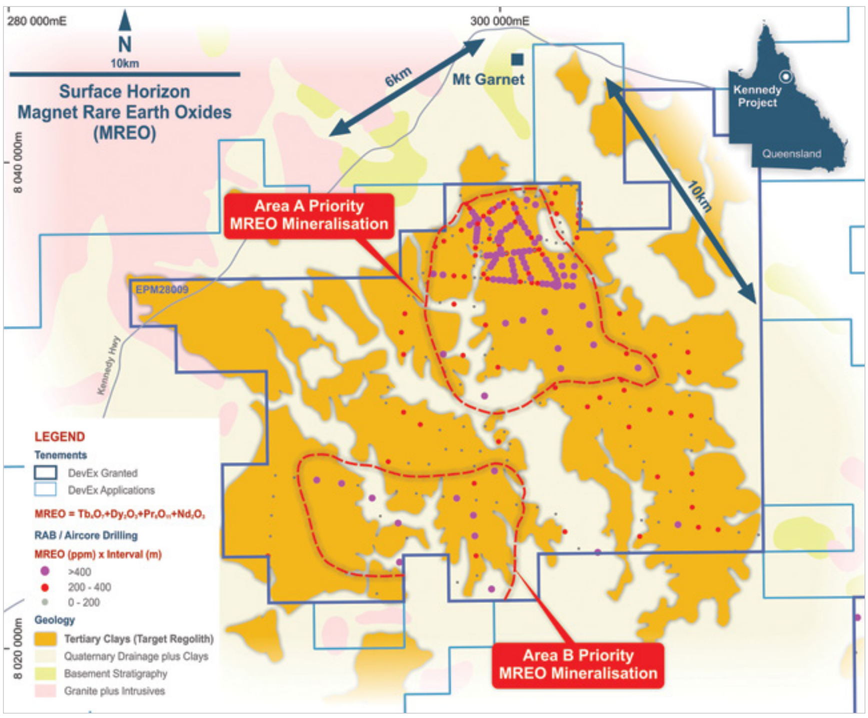

Figure 4: Shallow air-core drilling and MREO grades (ppm) x Interval (m) from the Surface Horizon within the Target Regolith. Two priority MREO areas comprising higher MREO-grade and widths are apparent in the drill data.

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Review of Operations (continued)

3. Murphy West Uranium Project

NT (Earn-In)

An Earn-in Agreement was entered into with private minerals explorer Transition Minerals Limited (TM) whereby DevEx can earn up to 75% of the uranium mineral rights by spending up to $3.5 million within five years over seven granted exploration tenements. The Murphy West Uranium Project falls within TM's Barkly Project where TM are exploring for vanadium and rare earths.

The Murphy West Uranium Project has had limited previous exploration and DevEx plans to complete a regional scale airborne magnetic and radiometric survey following the impending wet season. This survey, along with early-stage geochemical sampling and geological reconnaissance, will guide initial exploration during an 18-month option period.

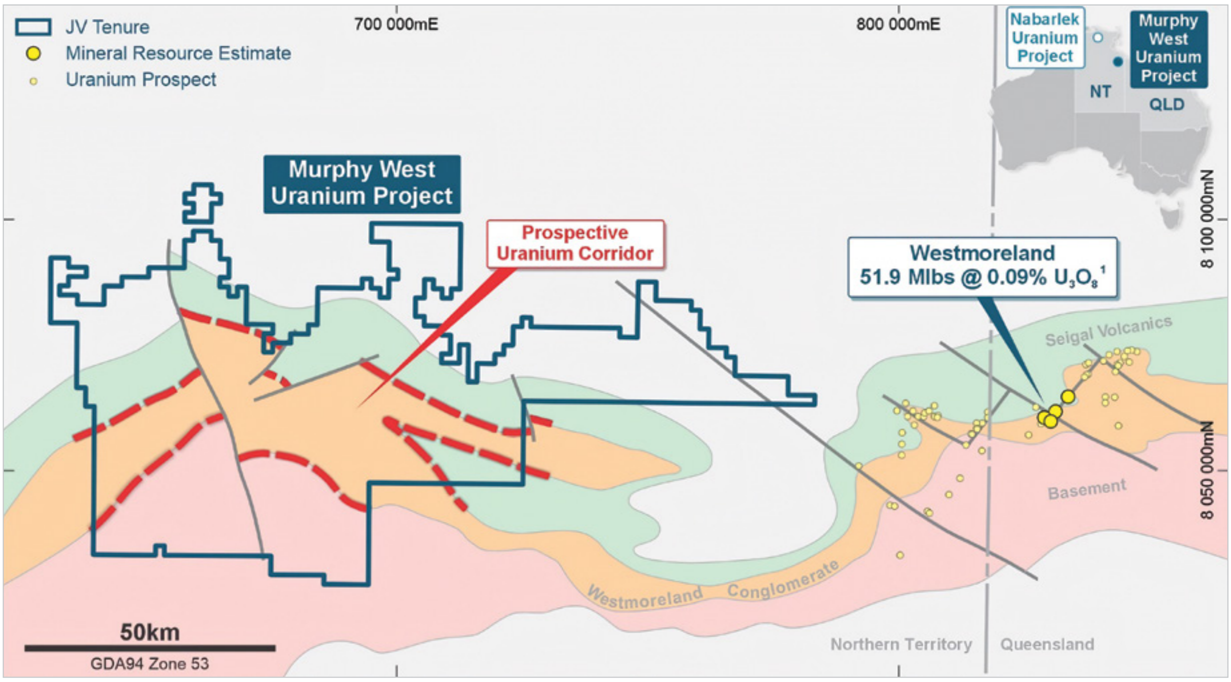

Figure 5: Location of the Murphy West Uranium Project along strike from known uranium occurrences in the Northern Territory and Queensland. The prospective uranium corridor is associated with the Southern McArthur Basin and Murphy Inlier. Geological interpretation simplified from Blaikie and Kunzmann (2019)[2]

4. Highway Nickel-Copper Project

WA (Earn-In)

A SQUID Electromagnetic (EM) survey, designed to test for conductors potentially associated with massive nickel sulphides, was completed during the period. The survey comprised 45 line kilometres on a grid of 200 x 100m with areas of in-fill down to 100m x 50m.

The survey was designed to cover 11km and test for 'Kambalda-type' massive nickel sulphide mineralization using high temperature SQUID EM for the first time at the project.

Anomalies from this survey are currently being reviewed and ranked according to their potential to represent massive nickel sulphide mineralisation. Following this review, a determination will be made as to suitability for drill testing.

5. Other Projects

The Company completed the sale of its portfolio of copper-gold exploration assets in the Lachlan Fold Belt in NSW (Transaction) to ASX-listed Lachlan Star Limited (ASX: LSA). Pursuant to the Transaction, the Company has received 75,672,720 ordinary shares in LSA for a deemed value of $7.5 million (representing a holding of 36.46%) plus a 2% net smelter royalty.

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Financial Review

6. Corporate

During the half year, the Company:

- Completed a $10 million placement and an $11.1 million entitlement offer issuing 70,412,096 ordinary shares;
- 2,000,000 unlisted employee options issued and 450,000 lapsed;
- Granted 5,000,000 unlisted options to the directors.

7. Finance

At 31 December 2023 the Group had net assets of $28,774,275 (30 June 2023 $12,463,906) and a working capital surplus of $21,192,161 (30 June 2023: $11,168,095). At 30 June 2023: cash at bank totalled $21,762,459 (30 June 2023: $12,673,800).

The Group reported a net loss for the period of $4,347,195 (31 December 2022 loss: $7,822,934) which included: exploration expenditure of $8,345,331 (31 December 2022: $6,760,878) and a gain on disposal of TRK Resources Pty Ltd of $5,506,041 (31 December 2022: Nil).

Events Subsequent to the Reporting Date

There are no significant events after the balance date that require disclosure in this financial report.

Auditor's Independence Declaration

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

This report is signed in accordance with a resolution of the Board of Directors made pursuant to section 306(3) of the Corporations Act 2001.

Dated at Perth 14 March 2024.

Brendan Bradley
Managing Director

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Competent Person's Statement

The Information in this report that relates to Exploration Results for the Nabarlek Uranium-Copper-Gold Project is extracted from the ASX announcements titled: *'Significant Uranium Intercepts at U40'* released on 8 November 2023", *'Deep, High-Grade Uranium Intersected at U40'* released on 6 December 2023 and *'U40 System Grows with High-Grade Uranium Hits'* released on 7 February 2024, which are available at www.devexresources.com.au.

The Information in this report that relates to Exploration Results for the Kennedy Rare Earth Element Project is extracted from the ASX announcements titled: *'In-fill drilling demonstrates continuity of Ionic Adsorption REE Clays at Kennedy Project, Queensland'* released on 22 August 2023, *'Drilling Continues to Expand Extensive Distribution of Shallow Rare Earth Mineralisation at Kennedy Project'* released on 18 September 2023 and *'Drilling Expands Rare Earths at Kennedy Project, QLD'* released on 14 February 2024, which are available at www.devexresources.com.au.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.

The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Forward Looking Statement

This report contains forward-looking statements which involve a number of risks and uncertainties. These forward looking statements are expressed in good faith and believed to have a reasonable basis. These statements reflect current expectations, intentions or strategies regarding the future and assumptions based on currently available information. Should one or more of the risks or uncertainties materialise, or should underlying assumptions prove incorrect, actual results may vary from the expectations, intentions and strategies described in this report. No obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments.

Auditor's Independence Declaration

For the half-year ended 31 December 2023

HLB MANN JUDD
ADVISORY AND ACCOUNTING

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the consolidated financial report of DevEx 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:

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

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

Perth, Western Australia
14 March 2024

M R Ohm
Partner

hlb.com.au

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

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Condensed Consolidated Statement of Comprehensive Income

As at 31 December 2023

	NOTE	31 DEC 2023 $	31 DEC 2022 $
Government incentives received		100,000	14,168
Other Income		47	85
Exploration and evaluation expenditure	2(a)	(8,345,331)	(6,760,878)
Business development costs		(459,692)	(115,005)
Corporate and administration expenses	2(b)	(1,178,086)	(780,716)
Share-based payment expense	8	(719,018)	(166,711)
Adjustment to rehabilitation provision		312,637	(75,024)
Net fair value profit on fair value of equity instruments designated as FVTPL	4	613,087	-
Loss on write down of asset		-	(1,004)
Gain on disposal of subsidiary	2(c)	5,506,041	-
Share of loss of associate	5	(182,285)	-
Loss from operating activities		**(4,352,600)**	**(7,885,085)**
Finance income		354,915	200,191
Finance costs		(349,510)	(138,040)
Net Finance Expense		**5,405**	**62,151**
Loss before income tax		**(4,347,195)**	**(7,822,934)**
Income tax benefit		-	-
Loss for the period attributable to owners of the parent		**(4,347,195)**	**(7,822,934)**
Other comprehensive income		-	-
Total comprehensive loss for the period attributable to owners of the parent		**(4,347,195)**	**(7,822,934)**
Basic loss per share attributable to ordinary equity holders (cents per share)		**(1.10)**	**(2.24)**
Diluted loss per share attributable to ordinary equity holders (cents per share)		**(1.10)**	**(2.24)**

The condensed consolidated statement of comprehensive income is to be read in conjunction with the notes to the financial statements.

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Condensed Consolidated Statement of Financial Position

For the half-year ended 31 December 2023

	NOTE	31 DEC 2023 $	30- JUN 2023 $
Current assets			
Cash and cash equivalents		21,762,459	12,673,800
Trade and other receivables		929,823	535,126
Total current assets		22,692,282	13,208,926
Non-current assets			
Restricted Cash	3	1,498,259	1,528,547
Financial assets	4	1,456,334	613,087
Investment in associate	5	5,341,824	-
Property, plant and equipment		347,852	248,912
Right-of-use assets	6	270,549	321,534
Total non-current assets		**8,914,818**	**2,712,080**
Total assets		**31,607,100**	**15,921,006**
Current liabilities			
Trade and other payables		772,250	1,403,671
Provisions		294,206	274,274
Employee benefits		323,950	258,451
Lease liabilities	6	109,715	104,435
Total current liabilities		**1,500,121**	**2,040,831**
Non-current liabilities			
Provisions		1,126,768	1,154,041
Lease liabilities	6	205,936	262,228
Total non-current liabilities		**1,332,704**	**1,416,269**
Total liabilities		**2,832,825**	**3,457,100**
Net assets		**28,774,275**	**12,463,906**
Equity			
Issued capital	7	117,563,721	97,625,175
Reserves		3,322,575	2,648,075
Accumulated losses		(92,112,021)	(87,809,344)
Total equity		**28,774,275**	**12,463,906**

The condensed consolidated statement of financial position is to be read in conjunction with the notes to the financial statements.

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Condensed Consolidated Statement of Changes in Equity

For the half-year ended 31 December 2023

	ISSUED CAPITAL $	SHARE-BASED PAYMENT RESERVE $	ACCUMULATED LOSSES $	TOTAL EQUITY $
Balance at 1 July 2022	80,714,542	2,597,796	(75,227,579)	8,084,759
Loss for the period	-	-	(7,822,934)	(7,822,934)
Other comprehensive income	-	-	-	-
Total comprehensive loss for the period	**-**	**-**	**(7,822,934)**	**(7,822,934)**
Transactions with Owners in their capacity as Owners:				
Issue of shares (net of costs)	16,910,633	-	-	16,910,633
Share-based payments	-	166,711	-	166,711
Transfer between equity accounts	-	(300,803)	300,803	-
Balance at 31 December 2022	**97,625,175**	**2,463,704**	**(82,749,710)**	**17,339,169**
Balance at 1 July 2023	**97,625,175**	**2,648,075**	**(87,809,344)**	**12,463,906**
Loss for the period	-	-	(4,347,195)	(4,347,195)
Other comprehensive income	-	-	-	-
Total comprehensive loss for the period	**-**	**-**	**(4,347,195)**	**(4,347,195)**
Transactions with Owners in their capacity as Owners:				
Issue of shares (net of costs)	19,938,546	-	-	19,938,546
Share-based payments	-	719,018	-	719,018
Transfer between equity accounts	-	(44,518)	44,518	-
Balance at 31 December 2023	**117,563,721**	**3,322,575**	**(92,112,021)**	**28,774,275**

The condensed consolidated statement of changes in equity is to be read in conjunction with the notes to the financial statements.

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Condensed Consolidated Statement of Cashflows

For the half-year ended 31 December 2023

	31 DEC 2023 $	31 DEC 2022 $
Cash flows from operating activities		
Cash paid to suppliers and employees	(1,563,246)	(1,204,325)
Payments for mining exploration, evaluation and rehabilitation	(9,268,761)	(6,891,383)
Interest received	401,407	172,039
Interest paid on lease liabilities	(9,849)	(11,984)
Government grants and incentives	100,000	14,168
Net cash used in operating activities	**(10,340,449)**	**(7,921,485)**
Cash flows from investing activities		
Acquisition of property, plant & equipment	(139,108)	(90,271)
Payments for investments	(230,159)	-
Costs associated on sale of subsidiary	(18,067)	-
Net cash used in investing activities	**(387,334)**	**(90,271)**
Net cash used in financing activities		
Net proceeds from issue of shares	19,837,834	16,910,633
Repayment of lease liabilities	(51,680)	(47,186)
Movement in restricted cash	30,288	116,185
Net cash provided by financing activities	**19,816,442**	**16,979,632**
Net increase in cash and cash equivalents	9,088,659	8,967,876
Cash and cash equivalents at 1 July	12,673,800	7,872,823
Cash and cash equivalents at 31 December	**21,762,459**	**16,840,699**

The condensed consolidated statement of cashflows is to be read in conjunction with the notes to the financial statements.

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Notes to the Condensed Consolidated Financial Statements

For the half-year ended 31 December 2023

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Significant accounting policies

(a) Statement of compliance

The financial report was approved by the Board of Directors on 14 March 2024.

The half-year financial report is a general purpose financial report prepared in accordance with AASB 134 'Interim Financial reporting' and the Corporations Act 2001.

The half-year financial report does not include all the notes of the type normally included in the 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.

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 DevEx Resources Limited during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 30 June 2023. These accounting policies are consistent with Australian Accounting Standards and with Australian Equivalents to International Financial Reporting Standards (AIFRS).

(b) Basis of preparation

The half-year financial report has been prepared on a historical cost basis except for certain other investments which have been stated at fair value. Cost is based on the fair value of the consideration given in exchange for assets. The Group is a for-profit entity, domiciled in Australia and all amounts are presented in whole Australian dollars, unless otherwise noted. For the purpose of preparing the half-year financial report, the half-year has been treated as a discrete reporting period.

The half-year financial report has been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlements of liabilities in the ordinary course of business.

(c) Significant accounting judgments and key estimates

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

In preparing this half-year financial 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 financial report for the year ended 30 June 2023 with the exception of the introduction of an accounting policy in relation to investments in associates as detailed in Note 5.

(d) Adoption of new and revised Accounting Standards

Standards and Interpretations applicable to 31 December 2023

In the period ended 31 December 2023, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Group and effective for the current half-year reporting period. As a result of this review, the Directors have determined that there is no material impact of the new and revised standards and Interpretations on the Group and, therefore no material change is necessary to Group accounting policies.

Notes to the Condensed Consolidated Financial Statements

For the half-year ended 31 December 2023

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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 current half-year reporting period. As a result of this review, the Directors have determined that there will be no material impact of these standards and interpretations on the Group and, therefore, no change is necessary to Group accounting policies.

1. Segment reporting

For management purposes, the Group is organised into one main business and geographic segment, which involves exploration for mineral deposits in Australia. All of the Group's activities are interrelated, and discrete financial information is reported to the Board (Chief Operating Decision Makers) as a single segment. Accordingly, all significant operating decisions are based upon analysis of the Group as one segment. The financial results from the segment are equivalent to the financial statement of the Group as a whole.

2. Income and expenses

	6 MONTHS TO 31 DEC 2023 $	6 MONTHS TO 31 DEC 2022 $
(a) Exploration and evaluation expenditure by Project		
Nabarlek	6,236,357	5,678,388
Kennedy	1,550,575	36,867
Sovereign	39,482	142,587
Highway Nickel	253,954	-
Murphy West	87,595	-
NSW Projects (Junee, Basin Creek, Cobar and Wilga Downs)[1]	43,097	588,029
Generative Exploration (includes tenement applications and initial rents)	134,271	315,007
	8,345,331	**6,760,878**

[1] During the period, the Group disposed of its New South Wales Copper-Gold projects – Junee, Basin Creek and North Cobar. Refer to note 5.

(b) Corporate and administration expenses		
Depreciation and amortisation	88,874	81,294
Insurance	55,428	28,299
Legal fees	44,255	12,585
Office costs	46,468	42,697
Personnel expenses	721,830	448,830
Regulatory and compliance	97,744	119,382
Other	229,230	192,624
Reallocation to exploration expenditure and business development	(105,743)	(144,995)
	1,178,086	**780,716**

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	6 MONTHS TO 31 DEC 2023 $	6 MONTHS TO 31 DEC 2022 $
(c) Gain on disposal of subsidiary		
Consideration on disposal of TRK Resources Pty Ltd[1]	5,524,109	-
Less net assets disposed of[2]	-	-
Less costs incurred	(18,068)	-
	5,506,041	**-**

[1] The fair value was based on Lachlan Star Limited's (ASX:LSA) share price of $0.073 at date of issue on 24 October 2023 multiplied by the number of shares received (75,672,720). Refer to note 5.

[2] As the Group expenses all exploration expenditure, there were no assets and liabilities associated with TRK Resources Pty Ltd on disposal.

3. Restricted cash

	31 DEC 2023 $	30 JUN 2023 $
Bank and cash guarantees in relation to rehabilitation obligations[1]	1,421,219	1,476,607
Bank guarantee in relation to business credit cards	75,000	50,000
Rental security bond	2,040	1,940
	1,498,259	**1,528,547**

[1] Bank and cash guarantees in relation to rehabilitation obligations are held by the Northern Territory Department of Mines and Energy (DME) for rehabilitation obligations on the Nabarlek Mineral Lease ($1,167,519), the Northern Land Council and DME on the Nabarlek tenements held (totaling $250,700), and the Queensland Department of Resources ($3,000).

4. Financial assets

	31 DEC 2023 $	30 JUN 2023 $
Equity investments at fair value through profit or loss[1]	**1,456,334**	**613,087**

[1] Valued under Level 2 inputs: quoted prices are not available but fair value is based on observable inputs. In the prior year the Group's investment had been based on Level 3 inputs: unobservable inputs, as the last observable input was the capital raising in January 2022.

The Group's investment at 30 June 2023 of 6,130,874 fully paid ordinary shares in entX Limited was valued at $0.10 per share. An additional 1,150,795 shares at $0.20 per share were subscribed for during the period. The Group's holding at balance date of 7,281,669 fully paid ordinary shares is valued at $0.20 per share based on the recent capital raising, resulting in a fair value gain of $613,087.

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5. Investment in Associate

ASSOCIATE	PRINCIPAL ACTIVITY	OWNERSHIP INTEREST		CARRYING VALUE	
		31 DEC 2023	30 JUNE 2023	31 DEC 2023	30 JUNE 2023
		%	%	$	$
Lachlan Star Limited	Mineral Exploration	36.46	-	**5,341,824**	-

On the 24 October 2023 the Group completed the sale of its New South Wales portfolio of copper-gold exploration assets to ASX-listed Lachlan Star Limited (ASX:LSA) ("LSA") for a consideration of $7.5 million in LSA shares plus a 2% net smelter royalty. The Group holds a 36.46% interest and two Directors have been appointed to the LSA Board.

The Group received 75,672,720 fully paid ordinary shares in LSA for a value of $5,524,109[1] on initial recognition. Based upon analysis of the transaction, management have concluded that significant influence exists, and the holding is accounted for as an investment in an associated entity using the equity method.

[1] Refer to note 2(c).

	31 DEC 2023 NO.	30 JUN 2023 NO.
Shares held in Lachlan Star Limited	**75,672,720**	-

	31 DEC 2023 $	30 JUN 2023 $
Movements in investment in associate:		
Balance on initial recognition	5,524,109	-
Share of loss of associate recognised[1]	(182,285)	-
Balance at end of period	**5,341,824**	-
Reconciliation of investment in associate:		
Share of associates net assets	972,435	-
Goodwill	4,369,389	-
Balance at end of period	**5,341,824**	-
Summary of financial information of associate:		
Financial Position		
Total current assets	2,669,714	-
Total non-current assets[1]	266,265	-
Total current liabilities	101,071	-
Total non-current liabilities	167,779	-
Net assets	**2,667,129**	-

Notes to the Condensed Consolidated Financial Statements

For the half-year ended 31 December 2023

	31 DEC 2023 $	30 JUN 2023 $
Financial Performance		
Total revenue	22,196	-
Total expenses	(522,155)	-
Total loss for the year[1]	**(499,959)**	**-**
Share of associate's loss	**(182,285)**	**-**

[1] Adjusted for difference in exploration and evaluation expenditure accounting policies. The associate capitalises exploration and evaluation expenditure, whereas the Group expenses exploration and evaluation expenditure.

The fair value of the Groups investment in Lachlan Star Limited (ASX:LSA) as at 31 December 2023 on a per quoted share basis of $0.059 is $4,464,690.

The associate had no contingent liabilities or assets as at 31 December 2023 and exploration commitments payable within 1 year of $862,000 and $1,753,000 within 2 to 5 years.

Accounting Policy

Equity Accounted Investments

The Group's interests in equity accounted investees comprise interests in associates and joint ventures. Associates are those entities in which the Group has significant influence, but not control, over the financial and operating policies of the entity.

A joint venture is an arrangement in which the Group has joint control and the Group has rights to the net assets of the arrangement, rather than rights to its assets and obligations for its liabilities.

Investments in associates and joint ventures are accounted for using the equity method.

Under the equity method, investments in associates and joint ventures are initially recognised in the Consolidated Statement of Financial Position at cost and adjusted thereafter to recognise the Group's share of the profit or loss and other comprehensive income of the associates and joint ventures.

If there are objective indicators that the investment may be impaired, an impairment loss is measured by comparing the recoverable amount of the investment with its carrying amount. An impairment loss is recognised in profit or loss and is reversed if there has been a favourable change in estimates used to determine the recoverable amount.

Unrealised gains on transactions between the Group and an associate or a joint venture are eliminated to the extent of the Group's interest in the associate or joint venture.

Unrealised losses are also eliminated, but only to the extent that there is no evidence of an impairment.

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Notes to the Condensed Consolidated Financial Statements

For the half-year ended 31 December 2023

6. Right-of-use assets and lease liabilities

	31 DEC 2023 $	30 JUN 2023 $
Right-of-use assets		
Right-of-use assets – office leases	586,652	560,545
Re-assessment	-	26,107
Accumulated depreciation	(316,103)	(265,118)
	270,549	**321,534**
Lease Liabilities		
Current	109,715	104,435
Non-current	205,936	262,228
	315,651	**366,663**

7. Issued capital

ORDINARY SHARES ON ISSUE:	6 MONTHS TO 31 DEC 2023		YEAR TO 30 JUN 2023	
	NO.	$	NO.	$
Balance at 1 July	370,778,575	97,625,175	314,183,969	80,714,542
Exercise of options @ $0.135 expiring 28 Nov 22	-	-	1,250,000	168,750
Exercise of options @ $0.135 expiring 28 Nov 22	-	-	2,550,000	344,250
Exercise of options @ $0.135 expiring 28 Nov 22 (cashless exercise)	-	-	2,132,841	-
Placement @ $0.34 (completed Aug 2022)	-	-	44,117,647	15,000,000
Placement @ $0.34 (completed Nov 2022)	-	-	6,544,118	2,225,000
Placement @ $0.30 (completed Oct 2023)	33,333,333	10,000,000	-	-
Entitlement Offer @ $0.30 (completed Nov 2023)	37,078,763	11,123,629	-	-
Less share issue costs	-	(1,185,083)	-	(827,367)
Balance at end of period	**441,190,671**	**117,563,721**	**370,778,575**	**97,625,175**

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8. Share-based payments

(a) Share-based payments recognised during the period	6 MONTHS TO 31 DEC 2023 $	6 MONTHS TO 31 DEC 2022 $
Expense arising from equity settled share-based payment transactions	**719,018**	**166,711**

(b) Share Options NUMBER AND MOVEMENTS IN UNLISTED OPTIONS:	6 MONTHS TO 31 DEC 2023 NO.	6 MONTHS TO 31 DEC 2022 NO.
Balance at 1 July	9,300,000	15,150,000
Options Exercised	-	(8,050,000)
Options Lapsed/Forfeited	(450,000)	-
Options Issued[1,2]	7,000,000	2,850,000
Balance at end of period	**15,850,000**	**9,950,000**
(c) Performance Rights		
NUMBER AND MOVEMENTS IN PERFORMANCE RIGHTS:		
Balance at 1 July	1,000,000	-
Balance at end of period	**1,000,000**	**-**

[1] A total of 2,000,000 unlisted options were granted to an employee during the period subject to 12 and 24 month vesting conditions.
[2] In October 2023 the Directors resolved to issue 5,000,000 unlisted options to the Directors following shareholder approval at the 2023 Annual General Meeting, vesting immediately.

WEIGHTED AVERAGE INPUTS TO THE BLACK SCHOLES OPTION-PRICING MODEL	OPTIONS ISSUED 31 DEC 2023
Share price at grant date (weighted average)	$0.276
Exercise price (weighted average)	$0.509
Expected volatility (expressed as weighted average used in the modelling under Black Scholes option pricing model)	71%
Expected life (expressed as weighted average used in the modelling under Black Scholes option pricing model)	3 years
Expected dividends	Nil
Risk-free interest rate (weighted average)	4.08%
Number	7,000,000

9. Events after balance date

There were no other significant events after the balance date that require disclosure in this financial report.

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Notes to the Condensed Consolidated Financial Statements

For the half-year ended 31 December 2023

10. Exploration commitments

In order to maintain current rights of tenure to exploration tenements, the Group is required to perform minimum exploration work to meet the minimum expenditure requirements specified by various governments. These obligations are subject to renegotiation when application for a mining lease is made and at other times. The amounts stated are based on the maximum commitments. The Group may in certain situations apply for exemptions under relevant mining legislation. These obligations are not provided for in the financial report and are payable:

	31 DEC 2023 $
Within 1 year	687,562
Within 2 – 5 years	3,073,563
Later than 5 years	162,561
	3,923,686

To the extent that expenditure commitments are not met, tenement areas may be reduced, and other arrangements made in negotiation with the relevant state and territory government departments on renewal of tenements to defer expenditure commitments or partially exempt the Company.

11. Contingent liabilities

The Group has no contingent liabilities.

12. Financial instruments

The Directors consider the carrying value of financial assets and financial liabilities recognised in the consolidated financial statements to approximate their fair values.

The Directors have assessed the fair value of cash and short-term deposits, trade receivables, trade payables and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

Directors' Declaration

For the half-year ended 31 December 2023

In the opinion of the Directors of DevEx Resources Limited:

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 financial position of the Group as at 31 December 2023 and of its performance for the half-year ended on that date; and

    b. complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001; and

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.

Signed in accordance with a resolution of the Directors:

Brendan Bradley
Managing Director

Dated at Perth on 14 March 2024

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Independent Auditor's Review Report

For the half-year ended 31 December 2023

INDEPENDENT AUDITOR'S REVIEW REPORT
To the Members of DevEx Resources Limited

Report on the Condensed Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of DevEx Resources 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 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 DevEx Resources 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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Independent Auditor's Review Report

For the half-year ended 31 December 2023

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

M R Ohm
Partner

Perth, Western Australia
14 March 2024

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