Minerals 260

ASX:MI6

ABN: 34 650 766 911

2024

Annual Report

30 JUNE 2024

CORPORATE DIRECTORY

Directors

Anthony James Cipriano
Non-Executive Chairman

Luke Charles McFadyen
Managing Director

Timothy Rupert Barr Goyder
Non-Executive Director

David Ross Richards
Non-Executive Director

Emma Josephine Scotney
Non-Executive Director

Chief Financial Officer & Company Secretary

Curtis Abbott

Principal Place of Business & Registered Office

Level 2, 1292 Hay Street, West Perth,
Western Australia 6005

Tel: (+61 8) 6556 6020
Web: www.minerals260.com.au
Email: info@minerals260.com.au

Auditors

HLB Mann Judd (WA Partnership)
Level 4, 130 Stirling Street, Perth,
Western Australia 6000

Share Registry

Automic Pty Limited
Level 5, 191 St Georges Terrace, Perth,
Western Australia 6000

Tel: 1300 288 664

Home Exchange

Australian Securities Exchange Limited
Level 40, Central Park, 152 - 158 St Georges Terrace,
Perth, Western Australia 6000

ASX Code

Share Code: MI6

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CHAIRMANS' REPORT

Anthony Cipriano
Non-Executive Chairman

Dear Fellow Shareholders,

I am pleased to present Minerals 260's 2024 Annual Report, reflecting on a year that has been both busy and productive despite the challenges of a volatile investment climate.

This year, our focus was twofold: to unlock the potential of our highly prospective exploration assets whilst in parallel pursuing a strategic business development program aimed at further strengthening our project portfolio and accelerating shareholder growth.

At the Aston Project, we conducted a major reconnaissance soil and rock chip sampling program which identified multiple large scale lithium anomalies at the Jamesons-Malinda, Nardoo Well, Pyramid Hill, Lyndon, and New Well prospects. Notably, the anomalies along the Jamesons-Malinda trend are believed to extend from Delta Lithium's (ASX: DLI) Malinda deposit.

In May 2024, with the help of the Gumala Aboriginal Corporation, we completed a heritage clearance survey over lithium drill targets at the Jamesons-Malinda trend and Pyramid Hill, allowing us to plan a maiden drilling program – the timing of which will be dependent on market conditions.

Exploration at Aston has also uncovered multiple large-scale rare earths anomalies at the Lucky Well prospect and significant uranium and vanadium results from rock chip sampling at the Jailor Bore Extension (JBE) prospect demonstrating Aston's diverse commodity potential.

At Moora, a new phase of Reverse Circulation and diamond drilling targeted the Mynt copper-gold prospect and other nearby targets. This drilling extended mineralisation at Mynt and continues to show the potential for mineralisation at depth. Additionally, a Dipole-Dipole Induced Polarisation and SQUID EM Survey identified multiple deep sulphide targets along the Moora Gravity Anomaly, further expanding our exploration and drill target potential.

Planning for the next phase of exploration at Moora is well advanced, with fieldwork scheduled to begin in December after harvesting.

The Company continues to progress a targeted business development program, leveraging our strong balance sheet and the significant exploration and mining capabilities within the group to identify growth opportunities that could quickly elevate our growth trajectory.

While we have not yet executed on this strategy, we continue to identify and assess several highly promising opportunities, focusing on precious and base metals. We will update shareholders as developments unfold.

These initiatives have been overseen by Luke McFadyen, who joined us as Chief Executive Officer in July last year and was appointed Managing Director in November. I would like to acknowledge Luke's significant efforts and contribution since joining the Company, supported by our capable and hard-working management team.

Luke and his team continue to adopt a disciplined and frugal approach to their management of all aspects of our business – ensuring that our strong cash position can provide us with a significant growth platform for the future.

I also extend my sincere thanks to my fellow Non-Executive Directors—Tim Goyder, Emma Scotney and David Richards—for their wise counsel and support over the past year and as always, a warm thank-you to our shareholders and stakeholders for your continued support and patience.

I am confident that the enormous amount of hard work that is being put in behind the scenes by our small but highly effective team will ultimately bear fruit and result in an exciting future for Minerals 260.

Yours faithfully,

Anthony Cipriano
Non-Executive Chairman

DIRECTORS' REPORT

The Directors present their report together with the financial statements of the Group consisting of Minerals 260 Limited ('Minerals 260' or 'the Company') and its controlled entities for the financial year ended 30 June 2024 and the independent auditor's report thereon.

1. DIRECTORS

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

Mr Anthony J Cipriano, Independent Non-Executive Chairman	
Qualifications:	B.Bus, FCA, GAICD
Experience:	Mr Cipriano is a Chartered Accountant with over 35 years' accounting and finance experience. Mr Cipriano was formerly a senior partner at Deloitte and National Tax Leader for Energy & Resources and leader of its Western Australian Tax Practice. Mr Cipriano has significant experience working in the resource sector and in particular dealing with the corporate, legal and financial aspects associated with operating in that sector.
Interests in shares and options at the date of this report:	1,752,268 ordinary shares 4,500,000 unlisted options
Special responsibilities:	Member of the Audit & Risk Committee and Chair of the Remuneration & Nomination Committee.
Directorships held in other listed entities in the last three years:	Mr Cipriano was previously Non-Executive Director at Liontown Resources Limited.

Mr Luke C McFadyen, Managing Director (appointed 1 November 2023)	
Qualifications:	FAusIMM, MSc, MBA, B.Com, BSc
Experience:	Mr McFadyen is a mineral economist with 15+ years' experience across several commodities (copper, nickel, gold, graphite, aluminium and iron ore) and has worked in multiple jurisdictions (Australia, Singapore, Brazil and Mozambique). He is a Fellow of the Australasian Institute of Mining and Metallurgy (AusIMM), holds a Masters of Mineral and Energy Economics and MBA from Curtin University and a Bachelor of Commerce (Economics) and Bachelor of Science from Notre Dame University. Mr McFadyen has previously worked at OZ Minerals, Syrah Resources, South32 and BHP.
Interests in shares and options at the date of this report:	5,000,000 unlisted options
Special responsibilities:	-
Directorships held in other listed entities in the last three years:	-

Mr Tim R B Goyder, Non-Executive Director	
Experience:	Mr Goyder has over 48 years' experience in the resource industry. He has been involved in the formation and management of a number of publicly listed companies and is currently Non-Executive Chairman of Liontown Resources Limited, Non-Executive Chairman of DevEx Resources Limited and Non-Executive Director of entX Limited (unlisted).
Interests in shares and options at the date of this report:	31,157,814 ordinary shares 3,500,000 unlisted options
Special responsibilities:	Member of the Remuneration & Nomination Committee
Directorships held in other listed entities in the last three years:	Mr Goyder is currently Non-Executive Chairman of Liontown Resources Limited and DevEx Resources Limited and was previously Non-Executive Chairman of Chalice Mining Limited (formerly Chalice Gold Mines Limited).

Mr David R Richards, Non-Executive Director	
Qualifications:	BSc (Hons), MAIG
Experience:	Mr Richards is a geologist with over 40 years' experience in mineral exploration in Australia, Southeast Asia and eastern Africa. His career includes exploration and resource definition for a variety of deposit styles, and he led the team that discovered the Kathleen Valley and Buldania lithium deposits in Western Australia, as well as the multi-million ounce, high grade Vera-Nancy gold deposits in North Queensland. He was the founding Managing Director of Minerals 260 (2021 – June 2023), Managing Director of Liontown Resources Limited from 2010 to 2021 and Glengarry Resources Limited from 2003 to 2009.
Interests in shares and options at the date of this report:	2,070,000 ordinary shares 5,500,000 unlisted options
Special responsibilities:	-
Directorships held in other listed entities in the last three years:	Mr Richards is a Non-Executive Director of Woomera Mining Limited and was previously Managing Director of Liontown Resources Ltd.

Ms Emma J Scotney, Independent Non-Executive Director	
Qualifications:	LLB(Hons), BA, Adv Diploma Mgt (Strategy & Finance), GAICD
Experience:	Ms Scotney is a highly experienced Business Advisor and Corporate Lawyer who has over 25 years combined expertise in the property, agricultural and mining industries. She has extensive expertise in advising on corporate, financial and commercial matters, including M&A and corporate governance policy. Ms Scotney is also a Director at a private company responsible for the operations of a large commercial livestock and cropping enterprise providing strong financial and legal oversight.
Interests in shares and options at the date of this report:	650,000 ordinary shares 2,750,000 unlisted options
Special responsibilities:	Chair of the Audit & Risk Committee
Directorships held in other listed entities in the last three years:	Ms Scotney is currently Non-Executive Director of De Grey Mining Ltd and was previously Non-Executive Director at Zenith Minerals Limited.

2. COMPANY SECRETARY

The names and details of the Company Secretary in office during the financial year and until the date of this report are as follows:

Mr Curtis S Abbott	
Qualifications:	B.Com, CA
Experience:	Mr Abbott holds a Bachelor of Commerce (Accounting & Finance) and is an experienced Chartered Accountant with over 16 years of accounting and corporate experience in the resources and energy industries. Mr Abbott commenced his career at KPMG (Audit) and has held a range of senior finance positions with publicly listed companies in the mining sector.

3. DIRECTORS' MEETINGS

The number of meetings of Directors (including meetings of committees of Directors held during the year and the number of meetings attended by each Director were as follows:

	Directors' Meetings	Audit & Risk Committee	Remuneration & Nomination Committee
No. of meetings held:	**11**	**3**	**1**
No. of meetings attended:			
A Cipriano	10	3	1
L McFadyen[1]	6	-	-
T Goyder	11	-	1
D Richards	11	-	-
E Scotney	11	3	-

[1] *Mr McFadyen was appointed to Managing Director on 1 November 2023.*

4. PRINCIPAL ACTIVITIES

The principal activities of the Company during the course of the financial year were mineral exploration and evaluation.

"The Company continues to progress a targeted business development program, leveraging our strong balance sheet and the significant exploration and mining capabilities within the group."

– **Anthony Cipriano**, Non-Executive Chairman

5. REVIEW OF OPERATIONS

The Directors present the Operating and Financial Review of the Group for the year ended 30 June 2024. The information provided in this review forms part of the Directors' Report and provides information to assist users in assessing the operations, financial position and business strategies of the Group.

OVERVIEW

During the year, the Company advanced its exploration portfolio by defining multiple large scale lithium, Rare Earth Element (REE) and uranium targets at its Aston Project, expanding the scale of significant precious and base metal mineralisation at its Moora Project, and conducted first pass exploration at its Dingo Rocks Project, confirming its potential to host gold, base metal and REE mineralisation.

In combination with advancing its existing Project Portfolio, the Company continues to assess multiple business development opportunities aimed at generating long term shareholder value.

A more detailed summary of the Company's Project Portfolio is provided below.

ASTON LITHIUM – REE PROJECT, WA (MINERALS 260: 100%)

The Aston Project, which comprises 14 granted, largely contiguous tenements covering an area of 1,709km^2, and four pending tenements for 84km^2, is in the Gascoyne Province of Western Australia, approximately 850km north of Perth and 230km east of Carnarvon. The Gascoyne Province has been explored historically for gold, base metals, tungsten and uranium; however, recent exploration by neighbouring tenement holders has highlighted the region's prospectivity for both hard rock hosted lithium (spodumene), REE's, uranium and niobium.

During the reporting year, the Company continued its maiden field program comprising the following activities:

- 3,901 reconnaissance (500m x 500m) and infill (400m x 50m) soil samples;
- Geological reconnaissance including 883 rock chip samples; and
- Heritage clearance survey.

Through these activities, multiple lithium, REE and uranium prospects were defined or advanced:

Lithium

Jamesons-Malinda trend - ~5.2km x 0.2km anomaly averaging ~125ppm Li_2O, with a maximum value of 217ppm Li_2O, coincident with the southern margin of the Leake Spring Metamorphics, the host of Delta Lithium's Malinda and Jamesons Prospects.

Nardoo Well - ~3.0km x 1.9km anomaly north of the historic Nardoo Well averaging ~125ppm Li_2O, roughly three times background, with a maximum value of 232ppm Li_2O.

Pyramid Hill – Three strong lithium (>100ppm Li_2O), tantalum and rubidium anomalies, including a linear, 5km long, continuous trend. Limited rock chip sampling has recorded highly anomalous lithium (up to 0.12% Li_2O), rubidium (up to 3,405ppm Rb) and tantalum (up to 95ppm Ta_2O_5) on the margins of the soil anomalies.

Lyndon Prospect – Soil and rock chip sampling have defined anomalous lithium (>100ppm Li_2O), tantalum (>100ppm Ta_2O_5) and rubidium anomalies hosted within a ~4.5km x 3km area, with the largest anomaly being ~2.4km x 1.7km.

New Well Prospect – Located ~10km west of the Jamesons-Malinda trend and Nardoo Well, regional soil sampling results of up to 426ppm Li_2O, the highest result for the Project since exploration by Minerals 260 began in May 2023.

Rare Earth Elements (REE)

Lucky Well Prospect – Soil sampling and rock chips have defined a ~4.1km x 2.2km area where multiple >800ppm Total Rare Earth Oxide (TREO) anomalies have been identified, the largest being ~2km x 2.5km with soil results up to 1,588ppm TREO and 379ppm Nd_2O_3 + Pr_6O_{11} and 1,369ppm TREO and 356ppm Nd_2O_3 + Pr_6O_{11} in rock chips.

Uranium

Jailor Bore Extension Prospect - Multiple highly anomalous uranium (up to 1,095ppm U_3O_8) and vanadium (up to 518ppm V_2O_5) recorded from rock chip sampling at the Jailor Bore Extension (JBE) Prospect. JBE is coincident with a ~5.5km x 600m uranium radiometric anomaly, of which ~3.3km lies within Minerals 260 tenure, that is considered highly prospective for calcrete-hosted uranium mineralisation.

Heritage Survey

In May 2024, a heritage clearance survey was completed over key lithium targets at the Jamesons-Malinda trend and Pyramid Hill Prospect in preparation for a maiden drilling program.

MOORA COPPER-GOLD-NICKEL-PGE PROJECT, WA (MINERALS 260: 100%)

The Moora Project, which is in south-west Western Australia approximately 150km north-east of Perth, comprises wholly owned tenure applied for in 2018/19 and 2023 and is considered prospective for precious and battery-related metals. Drilling has intersected strong gold/copper/PGE mineralisation coincident with geophysical features interpreted to be indicative of mafic-ultramafic intrusions similar to the unit that hosts Chalice's (ASX:CHN) Julimar discovery ~95km to the south.

Drilling highlights at prospects of the Moora Project include:

- Mynt – up to 24m @ 1.9% copper and 0.7 g/t gold;
- Angepena – up to 43m @ 1.8g/t gold;
- Dwel – up to 2.7g/t gold, 0.5% copper, 0.08% cobalt and 5.7% zinc;
- Acga – up to 0.6 g/t palladium and 0.6% copper;
- Zest – up to 12m @ 1.4% copper and 2.0g/t gold;

Exploration during the year comprised Reverse Circulation (RC) and Diamond Core (DD) drilling designed to follow up previously reported intersections and to test new Dipole-Dipole Induced Polarisation (DDIP) chargeability and/or conductivity targets. The program comprised 14 RC holes for 2,567m, and seven diamond tails holes for 881m.

DDIP Surveys

In July and November 2023, the Company completed eight Dipole-Dipole Induced Polarisation (DDIP) geophysical survey lines across the Mynt, Angepena, Dwel and ACGA prospects, designed to detect possible sulphide related mineralisation beneath previous drilling.

Multiple conductivity and chargeability anomalies were defined and tested by drilling between December 2023 to January 2024.

RC & Diamond Drilling

The main focus of the program was the Mynt prospect, where drilling last year intersected significant copper-gold mineralisation. Drilling targeted depth and strike extensions of mineralisation at Mynt, DDIP chargeability and/or conductivity anomalies, and untested/underexplored drilling and geochemistry anomalies.

Drilling highlights from this year's campaign include:

MRRD0151

- 18.7m @ 0.5% Cu and 0.1 g/t Au from 206.3 - 225m, including:
  - 1m @ 0.5% Cu and 1.1g/t Au from 207.35m
  - 3.8m @ 1.2% Cu and 0.3g/t Au from 209.17m

MRRD0162

- 12.2m @ 0.4 g/t Au from 142.6m, including:
  - 1m @ 2.2 g/t Au and 0.2% Cu from 144m
  - 1m @ 1.1 g/t Au and 0.1% Cu from 150m

DDIP chargeability anomalies drill tested in the vicinity of the Mynt and Dwel Prospects, were confirmed to relate to mafic and serpentinised mafic units, the latter being a possible source of mineralisation at Mynt.

Planning is underway for follow-up drilling in preparation for the recommencement of fieldwork post-harvest of the current year crops, which is expected to be completed by December this year.

DHEM Surveys

Down Hole Electromagnetic (DHEM) surveys completed on drilling defined two new off-hole conductors within the Mount Yule Magnetic Anomaly (MYMA), which correlate with Gradient Array Induced Polarisation (GAIP) anomalies and may represent further mineralisation.

Planning is in progress to drill test both anomalies following recommencement of fieldwork.

SQUID EM Survey

Between February to March 2024, a Super-conducting Quantum Interference Devices Electromagnetic Survey (SQUID EM) was completed over the northern portion of the Moora Gravity Anomaly (MGA), utilising a 100m x 400m station spacing, looking for deep massive sulphides which may be a source of near surface mineralisation intersected in drilling.

The survey defined five anomalies in the mid to late-time channels of a similar amplitude to Mynt, four of which sit in a similar structural setting along the margins of the MGA, proximal to interpreted magnetically high mafic/ultramafic rocks.

Planning is underway to complete higher resolution moving-loop or fixed-loop EM surveys over these targets to better define the anomalies, with drill testing to follow, pending results.

Tenement Acquisitions

Tenement E70/6621, 5km south of the MGA, covers a ~3km x 2km magnetic anomaly thought to represent banded iron formation and/or greenstone lithologies. These hosts are prospective for gold and base metal mineralisation, similar to the MGA.

KOOJAN GOLD-NICKEL-COPPER-PGE PROJECT, WA (MINERALS 260: 30% / RIGHT TO EARN UP TO 51%)

The Koojan Project adjoins the western boundary of the Moora Project and is considered prospective for mafic/ultramafic mineralisation similar to that being targeted at Moora. Minerals 260 is in an Earn-in and Joint Venture Agreement with Coobaloo Minerals Pty Ltd (Coobaloo) and has earned a 30% interest in the Project.

The Koojan JV ("KJV") has been explored simultaneously with the Moora Project, with the Company completing a DDIP geophysical survey across the Mallory prospect in August 2023, defining several coincident chargeable and conductive structures that may be caused by sulphides.

In January 2024, two RC holes totalling 336m tested the anomalies, with both holes intersecting predominantly unmineralised Proterozoic dolerite units.

In August 2024, Minerals 260 notified Coobaloo it withdraws from the Earn-In and Joint Venture Agreement.

DINGO ROCKS PROJECT, WA (MINERALS 260: 100%)

The Dingo Rocks Project is located in south-eastern Western Australia in the Fraser Range Province, approximately 600km southeast of Perth and 100km south of Norseman, proximal to the southern margin of Eastern Goldfields Superterrane of the Archaean Yilgarn Block. Regional aeromagnetic data indicates the potential for mafic-ultramafic intrusions that may be prospective for Nickel-Copper-Platinum Group Elements (Ni-Cu-PGE) mineralisation.

The Company's maiden Air-Core (AC) drilling program commenced in September 2023 and was completed in early-October 2023. Comprising 144 AC holes for 5,030m, the program targeted previously untested coincident magnetic/gravity anomalies interpreted to indicate possible mafic-ultramafic intrusions prospective for Ni-Cu-PGE mineralisation. The drilling program also assessed the potential for clay-hosted REE mineralisation, similar to that discovered on adjacent tenements held by other parties.

Results have confirmed that ultramafic units have been intersected at three 'bullseye' magnetic targets, with broad zones of elevated nickel recorded at two of the targets including values up to 6,030ppm Ni.

Mafic units were intersected in several holes across coincident magnetic/gravity targets, further supporting the hypothesis that the project contains rock types prospective for Ni-Cu-PGE mineralisation. In addition, anomalous zones of gold were intersected with results up to 12m @ 73ppb Au from 16m, including 4m @ 128ppb Au from 20m (DRAC0069).

High-grade saprolite-hosted rare earth mineralisation was intersected in multiple holes across all targets, with peak results of up to 4,506ppm TREO and 1,423ppm Neodymium and Praseodymium (Nd and Pr), 30 holes (~21% of the total holes drilled) returning results >1,000ppm TREO and 77 holes (~53% of the total holes drilled) returning results >500ppm TREO.

WHEATBELT REGION (WBR) PROJECT, WA (MINERALS 260: RIGHT TO ACQUIRE 80%)

The WBR Project was acquired during FY23 and initially comprised six Exploration Licences located throughout the Wheatbelt of SW Western Australia. Minerals 260 had an Option and Joint Venture Agreement (Agreement) with private group Koojan Exploration Pty Ltd which gave the Company the right to earn 80% equity in the tenements to assess magnetic anomalies considered prospective for base and precious metal mineralisation. Following a review of the FY23 results, four of the six ELs were returned to the vendor.

In December 2023, infill geochemical sampling was completed across select areas of the remaining tenements, with assays received in February 2024. Exploration has since downgraded the prospectivity of this project, and the Agreement was terminated.

CORPORATE

At the beginning of the reporting period, experienced mining executive Luke McFadyen commenced as Chief Executive Officer (CEO) to lead the Company through its next stage of development, replacing Mr David Richards, the Company's founding Managing Director who assumed the role of Technical Director. Following a positive endorsement by the Board, on 1 November 2023 Mr McFadyen was appointed to Managing Director. Mr Richards in turn transitioned to the role of Non-Executive Director after shareholders approved his election at the 2023 Annual General Meeting.

With a background in strategy, economics and investment analysis, Mr McFadyen's experience coupled with the Company's strong balance sheet and technical experience best positions the Company to seek growth through business development as well as exploration success at its highly prospective and large-scale projects.

FINANCIAL PERFORMANCE

The Group reported a net loss from continuing operations of ~$7.7 million for the year compared to a net loss of ~$13.1 million in 2023.

The reduction in net loss between comparative periods (~$5.4 million) is largely attributable to the reduction in acquisition costs of ~$5.6 million due to the Company completing its acquisition of the Aston Project in 2023.

Total Group on ground exploration expenditure declined ~$1.4 million over the reporting period, decreasing from ~$5.0 million in 2023 to $3.6 million in 2024. This was driven by less metres drilled at Moora/Koojan (2024: 3,784m vs 2023: 15,779m), resulting in a reduction of expenditure at Moora/Koojan of ~$2.1 million, from ~$3.9 million in 2023 to ~$1.8 million in 2024. Offsetting this was an increase in expenditure at Aston, where in 2024 the Group spent ~$1.4 million compared to ~$0.7 million in 2023. This exploration work involved soil sampling, reconnaissance and geophysics which led to the identification of several large-scale lithium and REE targets. The Group also completed a heritage survey at Aston to support planning for drilling in the future. During the reporting period, approximately $0.4 million was spent on primarily Air Core drilling at Dingo Rocks.

Corporate and admin expenses increased from ~$1.9 million to ~$2.7 million driven by an increase of ~$0.3 million in business development expenditure and ~$0.5 million in personnel expenditure to support the expanding project portfolio.

Share based payments expense was ~$2.0 million (2023: ~$1.4 million), whilst net finance income was ~$0.2 million lower as a result of reduced interest income from cash at bank.

STATEMENT OF CASHFLOWS

Cash and cash equivalents as at 30 June 2024 were $11.1 million (2023: $17.1 million). The net decrease in cash of $6.0 million was due to $3.9 million spent on exploration and evaluation activities throughout the year, primarily in relation to the Aston and Moora Projects. Cash paid to suppliers and employees increased from $1.7 million in 2023 to $2.5 million as corporate and business development activity increased in 2024.

FINANCIAL POSITION

At balance date, the Group had net assets of $10.9 million (2023: $16.6 million) and an excess of current assets over current liabilities of $10.6 million (2023: $16.4 million). As the Group does not capitalise its exploration and evaluation assets, the reduction in both net assets and net current assets is primarily due to the application of cash toward exploration and corporate related activities. The Group remains well funded to pursue significant shareholder value either through exploration success at our existing projects, or strategically via an acquisition or other type of commercial arrangement.

6. MATERIAL BUSINESS RISKS

As an exploration company seeking to generate significant shareholder value, the Group is exposed to risks associated with greenfield mineral exploration. The Board, Audit & Risk Committee and management collectively provide oversight and manage these risks through its Enterprise Risk Register, Mine Safety Management System and other policies and processes. The material business risks faced by the Group which could materially influence the Group's future prospects and financial performance are outlined below:

WORK HEALTH & SAFETY

Exploration activities such as drilling, operating heavy machinery and light vehicles, working in isolated and remote areas can expose workers to potential work, health and safety hazards, both physically and mentally. The Group's committed to establishing a safe work environment at all times, however, there is a risk that a potential work health and safety incident could cause serious injury or a fatality, financial loss, reputation damage or impact project activities.

ENVIRONMENTAL & HERITAGE REGULATION/EVENTS

The operations and activities of the Group are subject to environmental and heritage laws and regulations of West Australia and Australia. Through engagement with its stakeholders, use of consultants where necessary and compliance to relevant laws and regulations, the Group conducts its activities to the highest standard of environmental and heritage obligation. The Group is unable to predict the effect of additional environmental and heritage laws and regulations which may be adopted in the future.

EXPLORATION RISK

There can be no assurance that the exploration for minerals at the projects or any other exploration projects that may be acquired in the future, will result in the discovery of an economic resource or a positive commercial outcome for the Group. The Group addresses this risk by applying experience and judgement, applying multiple exploration techniques/methods and reviewing projects often to determine the most appropriate method of capital allocation.

TENURE & LAND ACCESS

Tenure & Land access is critical for exploration, as such the Group is actively engaged with its stakeholders to foster a collaborative relationship. Typically, the Group's rights in certain tenements are subject to contracts with third parties, including access agreements with Freehold Landowners and/or Heritage Agreements with the Native Title Owners. There is a potential risk these access agreements may not be renewed, or the agreement terms may become uncommercial for the Group to continue exploring.

FUTURE CAPITAL RAISINGS

The Group has no operating revenue and is unlikely to generate operating revenue unless or until the Group's projects or potential projects are successfully commercialised or production commences. While the Group is currently well funded, future exploration and business development may require further financing and may be dilutive to shareholders and may potentially be undertaken at a discount to the market price. If the Group is unable to obtain appropriate financing, it may reduce the scope of its activities, monetise non-core assets, reduce commitments or other measures to conserve capital.

7. SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

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

8. DIVIDENDS

No dividends were declared or paid during the period and the Directors recommend that no dividend be paid.

9. EVENTS SUBSEQUENT TO REPORTING DATE

No other matters or circumstances have arisen since 30 June 2024 that have significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

10. LIKELY DEVELOPMENTS

There are no likely developments that will impact on the Company other than as disclosed elsewhere in this report.

"This year, our focus was twofold: to unlock the potential of our highly prospective exploration assets whilst in parallel pursuing a strategic business development program aimed at further strengthening our project portfolio and accelerating shareholder growth."

– **Anthony Cipriano**, Non-Executive Chairman

11. INDEMNIFICATION AND INSURANCE OF DIRECTORS AND OFFICERS

During the financial year, the Company paid a premium under a contract insuring all Directors and Officers of the Company against liability incurred in that capacity. Disclosure of the nature of liabilities insured and the premium is subject to a confidentiality clause under the contract of insurance.

12. PROCEEDINGS ON BEHALF OF COMPANY

No person has applied for leave of court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or part of those proceedings.

13. ENVIRONMENTAL REGULATIONS

The Company is subject to material environmental regulation in respect to its exploration and evaluation activities. The Company aims to ensure the appropriate standard of environmental care is achieved, and in doing so, that it is aware of and is compliant with all environmental legislation. The Directors of the Company are not aware of any breach of environmental legislation for the period under review.

14. NON-AUDIT SERVICES

No non-audit services were performed during the financial year.

15. OPTIONS GRANTED OVER UNISSUED SHARES

As at 30 June 2024, 30,450,000 fully paid ordinary shares of the Company are under option on the following basis:

	Number
Exercisable at $0.72 each on or before 30 September 2024	9,000,000
Exercisable at $0.72 each on or before 30 September 2024	750,000
Exercisable at $0.69 each on or before 31 October 2024	750,000
Exercisable at $0.75 each on or before 3 March 2025	1,650,000
Exercisable at $0.715 each on or before 14 March 2025	250,000
Exercisable at $0.355 each on or before 30 June 2025	150,000
Exercisable at $0.475 each on or before 21 November 2025	5,500,000
Exercisable at $0.685 each on or before 30 June 2026	5,000,000
Exercisable at $0.700 each on or before 23 November 2026	5,000,000
Exercisable at $0.470 each on or before 23 November 2026	2,400,000
Total Options on issue at 30 June 2024	**30,450,000**
Total Options on issue as at day of this report	**30,450,000**

16. REMUNERATION REPORT - AUDITED

(a) Introduction

This remuneration report for the year ended 30 June 2024 outlines remuneration arrangements in place for Directors and other members of the Key Management Personnel ("KMP") of Minerals 260 in accordance with the requirements of the *Corporations Act 2001* (the Act) and its regulations. This information has been audited as required by section 308(3C) of the Act.

The remuneration report details the remuneration for KMP who are defined as those persons having authority and responsibility for planning, directing and controlling the major activities of the Group, directly or indirectly, including any Director (whether executive or otherwise) of the parent company. KMP's during or since year end were:

- A Cipriano (Chairman)
- L McFadyen (Managing Director)[1]
- T Goyder (Non-Executive Director)
- D Richards (Non-Executive Director)[1]
- E Scotney (Non-Executive Director)

[1] At the beginning of the reporting period, Luke McFadyen commenced as Chief Executive Officer (CEO). On 1 November 2023, Mr McFadyen was appointed to Managing Director with Mr Richards transitioning to Non-Executive Director on 24 November 2023 (previously Technical Director), completing the executive succession process announced earlier in the 2023 calendar year.

There were no other changes to KMP after the reporting date and before the date the financial report was authorised for issue.

(b) Remuneration philosophy

The performance of the Company depends upon the quality of the Directors and executives. The philosophy of the Company in determining remuneration levels is to set competitive remuneration packages to attract and retain high calibre employees and to link a significant component of executive rewards to shareholder value creation. The size, nature and financial strength of the Company is also taken into account when setting remuneration levels so as to ensure that the operations of the Company remain sustainable.

(c) Remuneration & Nomination Committee

The Remuneration & Nomination Committee currently consists of Mr Cipriano (Chairman) and Mr Goyder (Non-Executive Director). The Remuneration & Nomination Committee is responsible for determining and reviewing compensation arrangements for the Directors, the Managing Director, and any Executives, as well as maintaining a Board that has an appropriate mix of skills and experience to be an effective decision-making body.

Details of the Remuneration & Nomination Committees Charter can be found at the Company's website www.minerals260.com.au.

Use of Remuneration consultants

To ensure the Remuneration & Nomination Committee is fully informed when making remuneration decisions, the Remuneration & Nomination Committee may seek external advice, as it requires, on remuneration policies and practices. Remuneration consultants can be engaged by, and report directly to the Committee. In selecting remuneration consultants, the committee would consider potential conflicts of interest and independence from the Group's KMP and other executives. During the year, the Remuneration & Nomination Committee did not seek advice from external consultants. The Remuneration & Nomination Committee recommended changes as to the quantum and structure of KMP remuneration which became effective in July 2024.

(d) Remuneration structure

In accordance with best practice corporate governance, the structure of non-executive and executive remuneration is separate and distinct.

Non-Executive Director remuneration

The Board recognises the importance of attracting and retaining talented non-executive Directors and aims to remunerate these Directors in line with fees paid to Directors of companies of a similar size and complexity in the mining and exploration industry. The Board seeks to set aggregate remuneration at a level that provides the Company with the ability to attract and retain Directors of the highest calibre, whilst incurring a cost that is fair and reasonable to shareholders.

The Company's Constitution and the ASX Listing Rules specify that the aggregate fees to be paid to non-executive directors for their role as a Director are to be approved by shareholders at a general meeting. On 18 August 2021, the Company approved an aggregate amount of fees up to $400,000 per year (including superannuation) payable to Non-Executive Directors.

The amount of total compensation apportioned amongst Directors is reviewed annually and the Board considers advice from external shareholders as well as the fees paid to non-executive directors of comparable companies when undertaking the annual review process. The remuneration of non-executive directors consists of directors' fees, consulting fees (where applicable) and an entitlement to an additional fee of $5,000 (exclusive of statutory superannuation) per annum for members of the Audit & Risk Committee and Remuneration & Nomination Committee to recognise the additional time commitment required for those roles.

The Non-Executive Directors are not entitled to receive retirement benefits and, at the discretion of the Board, may participate in the Employee Securities Incentive Plan (refer below for further details of the Scheme), subject to approvals required by shareholders.

The Board considers it may be appropriate to issue options to Non-Executive Directors given the current nature of the Company as, until profits are generated, conservation of cash reserves remain a high priority. Any options issued to Directors will require separate shareholder approval.

Use of Non-Executive Directors as consultants

Apart from their duties as Directors, some Non-Executive Directors may undertake work for the Company on a consultancy basis pursuant to the terms of any consultancy services agreement. The nature of the consultancy work may vary depending on the expertise of the relevant Non-Executive Director. Under the terms of any consultancy agreements Non-Executive Directors would receive a daily rate or a monthly retainer for the work performed at a rate comparable to market rates that they would otherwise receive for their consultancy services.

During the year, no fees were paid to other Non-Executive Directors under consultancy services agreements.

Executive remuneration

The Company's executive remuneration strategy is designed to attract, motivate and retain high performance individuals and align the interests of executives and shareholders. Remuneration consists of fixed remuneration and variable remuneration (comprising short-term and long-term incentive schemes).

Fixed remuneration

Fixed remuneration is reviewed on an annual basis by the Remuneration & Nomination Committee and the Board and generally consists of a review of relevant comparative remuneration in the market, economic factors and, where appropriate, external advice is sought on policies and practices.

Variable remuneration

Variable remuneration is reviewed on an annual basis by the Remuneration & Nomination Committee and the Board and generally consists of a review of relevant comparative remuneration in the market, economic factors and, where appropriate, external advice is sought on policies and practices.

Short-term and long-term incentive schemes

The Company currently does not have any short and long term incentives in place however, it may issue equity securities (i.e. options, service rights or performance rights) under the Employee Securities Incentive Plan ("Scheme or ESIP") to attract, motivate and retain Directors, employees and consultants of the Company and to provide an opportunity to participate in the growth of the Company over the longer term. The Scheme was adopted on 22 November 2022.

Under the Scheme, the Company can issue either share options or rights, and generally, the Company believes that the issue of share options or rights in the Company aligns the interests of Directors, employees and shareholders alike. In addition to vesting service periods, performance hurdles may be set on performance rights issued to Executives in certain circumstances. No performance hurdles are set on options issued to executives, other than vesting service periods in certain circumstances, however the Company believes that as options are issued at a price in excess of the Company's current share price at the date of grant of those options, there is an inherent performance hurdle as the share price of the Company's shares has to increase before any reward can accrue to the executive.

Link between performance and executive remuneration

The focus of executive remuneration over the financial year was fixed remuneration and options under the Scheme which seeks to ensure that executive remuneration is appropriately aligned with the Business strategy and shareholder interests.

The Company currently has no formal performance related remuneration policy which governs the payment of annual cash bonuses upon meeting pre-determined performance targets. However, the Board may consider performance related remuneration in the form of cash or share based payments when they consider these to be warranted. There were no cash bonuses paid to or received by executives in the years ended 30 June 2024 and 30 June 2023.

2023 Annual General Meeting

The Company received no specific feedback on its Remuneration Report at the Annual General Meeting.

Performance on shareholder wealth

The Group's performance in respect of the current and previous two financial years is as follows:

	2024	2023	2022
Loss per share (dollar per share)	(0.03)	(0.06)	(0.54)
Dividends (dollar per share)	Nil	Nil	Nil
Net loss ($)	7,709,410	13,105,800	88,590,181
Share price ($)	0.135	0.790	0.235

(e) Remuneration of Key Management Personnel

The table below shows the fixed and variable remuneration for key management personnel.

2024	Short-term benefits		Post-employment benefits	Long term incentives		
	Salary & fees	Other amounts[1]	Superannuation	Options[2]	Total	Proportion of remuneration performance based
	$	$	$	$	$	%
Directors						
A Cipriano	90,000	8,585	9,900	208,500	316,985	66
L McFadyen	350,000	60,378	27,500	995,833	1,433,711	69
T Goyder	46,238	8,585	3,712	139,000	197,535	70
D Richards	179,073	9,739	15,199	208,500	412,511	51
E Scotney	45,000	8,585	4,950	139,000	197,535	70
Total	**710,311**	**95,872**	**61,261**	**1,690,833**	**2,558,277**	

[1] Other amounts, where applicable, includes the cost to the Company of providing annual leave, long service leave, fringe benefits, memberships, relocation reimbursement and the attributable non-cash benefit applied by virtue of the Company's Directors and Officers Liability policy.
[2] The fair value of the options is calculated using a Black-Scholes valuation model and allocated to each reporting period starting from grant date to vesting date.

2023	Short-term benefits		Post-employment benefits	Long term incentives		
	Salary & fees	Other amounts[(2)]	Superannuation	Options[(3)]	Total	Proportion of remuneration performance based
	$	$	$	$	$	%
Directors						
A Cipriano	90,000	7,525	9,450	319,500	426,475	75
T Goyder	46,181	7,525	3,544	213,000	270,250	79
D Richards	306,646	59,976	28,538	426,000	821,160	52
E Scotney	45,000	7,525	4,725	213,000	270,250	79
C Williams[(1)]	19,697	7,525	2,068	-	29,290	-
Total	**507,524**	**90,076**	**48,325**	**1,171,500**	**1,817,425**	**-**

[1] *Mr William's retired at the Annual General Meeting dated 22 November 2022.*
[2] *Other amounts, where applicable, includes the cost to the Company of providing annual leave, long service leave, fringe benefits, memberships and the attributable non-cash benefit applied by virtue of the Company's Directors and Officers Liability policy.*
[3]*The fair value of the options is calculated using a Black-Scholes valuation model and allocated to each reporting period starting from grant date to vesting date.*

(f) Key Management Personnel Shareholdings

The relevant interest of each of the key management personnel in the share capital of the Company was:

	Balance 1 July 2023	On exercise of options	Net Acquisitions/ (Disposals) [(1)]	Held at Resignation Date	Balance 30 June 2024
	No. shares	No. shares	No. shares	No. shares	No. shares
Directors					
A Cipriano	1,752,268	-	-	-	1,752,268
L McFadyen	-	-	-	-	-
T Goyder	31,157,814	-	-	-	31,157,814
D Richards	2,070,000	-	-	-	2,070,000
E Scotney	237,767	-	412,233	-	650,000
Total	**35,217,849**	**-**	**412,233**		**35,630,082**

[1] *Acquisitions/(Disposals) refers to shares purchased and sold on the open market.*

(g) Share-based Payments

Directors, key employees and consultants may be eligible to participate in equity-based compensation schemes via the Employee Securities Incentive Plan.

Options

Under the terms and conditions of the Employee Securities Incentive Plan, options issued allow the holder the right to subscribe to one fully paid ordinary share. Any option not exercised before expiry will lapse on the expiry date.

During the year, 10,000,000 options were granted to Directors and have been valued using the Black-Scholes option valuation method. The following table lists the inputs to the model:

Option class:	Director MI6OPT07	Director MI6OPT08
Grant date	25/05/2023	24/11/2023
Dividend yield (%)	Nil	Nil
Expected volatility (%)	100	100
Risk-free interest rate (%)	3.20%	4.19%
Expected life of options (years)	3	3
Exercise price (cents)	68.5	70.0
Grant date share price	45.0	31.0
Expiry date	30/06/2026	23/11/2026
Vesting date	50% on 31/12/2023 50% on 31/12/2024	24/11/2023
Number	5,000,000	5,000,000
Fair value at grant date ($)	1,195,000	695,000

There are no participating rights or entitlements inherent in the options and the holders will not be entitled to participate in new issues of capital offered to shareholders during the currency of the options. All shares allotted upon the exercise of options will rank pari passu in all respect with other shares.

The below table shows a reconciliation of the number of options held by each KMP during the year:

2024	Balance 1 July 2023	Granted as remuneration	Grant date	Options Exercised	Held at Resignation Date	Balance 30 June 2024	Vested at 30 June 2024
	No.	No.		No.	No.	No.	%
Directors							
A Cipriano	3,000,000	1,500,000	24/11/2023	-	-	4,500,000	100
L McFadyen	-	5,000,000	25/05/2023	-	-	5,000,000	50
T Goyder	2,500,000	1,000,000	24/11/2023	-	-	3,500,000	100
D Richards	4,000,000	1,500,000	24/11/2023	-	-	5,500,000	100
E Scotney	1,750,000	1,000,000	24/11/2023	-	-	2,750,000	100

(h) Employment Contracts

Remuneration arrangements for KMP are generally formalised in employment service agreements. Details of these contracts are provided below in regards to the 2024 financial year:

Name and job title	Employment contract duration	Notice period/Termination	Change of control provisions
L McFadyen *Managing Director*	Unlimited	6 months by the Company and employee	In the event of a Change in Control, the Employee will, subject to the Board's absolute discretion, receive a bonus payment comprising of a lump sum gross payment of twelve months' Annual Salary.

(i) Other Transactions with Key Management Personnel

A number of key management persons, or their related parties, hold positions in other entities that result in them having control or significant influence over the financial or operating policies of those entities. A number of these entities transacted with the Group during the reporting period. Terms and conditions of transactions with KMP and their related parties were no more favourable than those available, or which might reasonably be expected to be available, on similar transactions to non-KMP related entities on an arm's length basis.

The Group receives database management and field services from related parties of the Non-Executive Director, Mr Richards. Amounts paid are on standard and arms-length commercial terms. The total amount incurred during the period was $42,199 (2023: $113,500). Amounts payable to key management personnel at reporting date arising from related party transactions was $ Nil (30 June 2023: $ Nil).

This is the end of the audited information.

17. AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration is set out on page 22 and forms part of the Directors' Report for the year ended 30 June 2024.

18. CORPORATE GOVERNANCE

The Directors of the Group support and adhere to the principles of corporate governance, recognising the need for the highest standard of corporate behaviour and accountability.

Please refer to the Company website at http://www.minerals260.com.au/corporate-governance.

This report is made with a resolution of the Directors.

Luke McFadyen

Managing Director

Dated at Perth the 20th day of September 2024

AUDITOR'S INDEPENDENCE DECLARATION

HLB MANN JUDD
ADVISORY AND ACCOUNTING

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the consolidated financial report of Minerals 260 Limited for the year ended 30 June 2024, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

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

Perth, Western Australia
20 September 2024

D I Buckley
Partner

hlb.com.au

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FINANCIAL REPORT

Year Ended 30 June 2024

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024 $	2023 $
Continuing Operations			
Exploration and evaluation expenditure expensed	5(a)	(3,584,956)	(10,573,229)
Corporate and administrative expenses	5(b)	(2,748,198)	(1,891,735)
Share-based payments	8	(1,965,388)	(1,445,080)
Net finance income	5(d)	589,132	804,244
Loss before income tax		**(7,709,410)**	**(13,105,800)**
Income tax expense		-	-
Net loss after tax		**(7,709,410)**	**(13,105,800)**
Other comprehensive income/(loss), net of tax		-	-
Total comprehensive loss		**(7,709,410)**	**(13,105,800)**
Loss per share from operations			
Basic loss per share (dollar per share)	7	(0.03)	(0.06)
Diluted loss per share (dollar per share)	7	(0.03)	(0.06)

The consolidated statement of profit or loss and other comprehensive income is to be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2024

	Note	2024 $	2023 $
Current assets			
Cash and cash equivalents	9	11,102,890	17,076,452
Trade and other receivables	10	97,214	157,185
Prepayments		38,474	13,797
Security deposits		61,848	51,176
Total current assets		**11,300,426**	**17,298,610**
Non-current assets			
Property, plant and equipment		169,722	127,448
Right of use assets	11	509,927	81,510
Security deposits		65,525	16,139
Total non-current assets		**745,174**	**225,097**
Total assets		**12,045,600**	**17,523,707**
Current liabilities			
Trade and other payables	12	364,020	605,222
Employee benefits	13	179,484	205,452
Lease liabilities	14	113,291	39,244
Total current liabilities		**656,795**	**849,918**
Non-Current liabilities			
Employee benefits	13	9,776	4,320
Lease liabilities	14	511,094	57,512
Total non-current liabilities		**520,870**	**61,832**
Total liabilities		**1,177,665**	**911,750**
Net assets		**10,867,935**	**16,611,957**
Equity			
Share capital	15	113,834,123	113,834,123
Reserves	16	6,440,327	4,474,939
Accumulated losses		(109,406,515)	(101,697,105)
Total equity		**10,867,935**	**16,611,957**

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

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2024

	Share capital $	Share based payments reserve $	Accumulated losses $	Total equity $
Balance at 30 June 2022	**108,721,826**	**3,029,859**	**(88,591,305)**	**23,160,380**
Loss for the period	-	-	(13,105,800)	(13,105,800)
Other comprehensive loss	-	-	-	-
Total comprehensive loss for the period	-	-	**(13,105,800)**	**(13,105,800)**
Transactions with Owners in their capacity as Owners:				
Issue of shares (net of costs)	5,112,297	-	-	5,112,297
Share based payments	-	1,445,080	-	1,445,080
Balance at 30 June 2023	**113,834,123**	**4,474,939**	**(101,697,105)**	**16,611,957**
Balance at 1 July 2023	**113,834,123**	**4,474,939**	**(101,697,105)**	**16,611,957**
Loss for the period	-	-	(7,709,410)	(7,709,410)
Other comprehensive loss	-	-	-	**-**
Total comprehensive loss for the period	-	-	(7,709,410)	(7,709,410)
Transactions with Owners in their capacity as Owners:				
Issue of shares (net of costs)	-	-	-	-
Share based payments	-	1,965,388	-	1,965,388
Balance at 30 June 2024	**113,834,123**	**6,440,327**	**(109,406,515)**	**10,867,935**

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

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2024

	2024 $	2023 $
Cash flows from operating activities		
Cash paid to suppliers and employees	(2,549,423)	(1,747,578)
Payments for exploration and evaluation	(3,899,519)	(4,807,482)
Interest received	685,228	579,757
Government grants received	-	157,587
Interest paid	(2,569)	(960)
Security deposit paid	(49,386)	(16,139)
Net cash (used in) operating activities	**(5,815,669)**	**(5,834,815)**
Cash flows from investing activities		
Payments in relation to new tenements	(13,241)	(458,507)
Payments for plant and equipment	(88,270)	(50,474)
Proceeds for plant and equipment	1,109	-
Net cash (used in) investing activities	**(100,402)**	**(508,981)**
Cash flows from financing activities		
Payments for share issue costs	-	(30,204)
Lease payments	(57,491)	(20,678)
Net cash (used in) financing activities	**(57,491)**	**(50,882)**
Net decrease in cash and cash equivalents	(5,973,562)	(6,394,678)
Cash and cash equivalents at 1 July	17,076,452	23,471,130
Cash and cash equivalents at 30 June	**11,102,890**	**17,076,452**

The consolidated statement of cash flows is to be read in conjunction with the accompanying notes.

CONTENTS OF THE NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2024

BASIS OF PREPARATION

This section of the financial report sets out the Group's (being Minerals 260 Limited and its controlled entities) accounting policies that relate to the Consolidated Financial Statements as a whole. Where an accounting policy is specific to one Note, the policy is described in the Note to which it relates.

The Notes include information which is required to understand the Financial Statements and is material and relevant to the operations and the financial position and performance of the Group.

Information is considered relevant and material if:

- The amount is significant due to its size or nature
- The amount is important in understanding the results of the Group
- It helps to explain the impact of significant changes in the Group's business
- It relates to an aspect of the Group's operations that is important to its future performance.

1. CORPORATE INFORMATION

The consolidated financial report of Minerals 260 Limited for the year ended 30 June 2024 was authorised for issue on 20 September 2024.

Minerals 260 Limited (the 'Company' or 'Minerals 260') is a for-profit company limited by shares, whose shares are publicly traded on the ASX. The Company and its subsidiaries were incorporated and domiciled in Australia. Refer to Note 18 for details of subsidiaries and country of incorporation. The registered office and principal place of business of the Company is Level 2, 1292 Hay Street, West Perth, WA 6005.

The nature of the operations and principal activities are disclosed in the Directors' Report.

2. REPORTING ENTITY

The Financial Statements are for the Group consisting of Minerals 260 Limited and its subsidiaries. A list of the Group's subsidiaries is provided at Note 18.

3. BASIS OF PREPARATION

These general purpose Financial Statements have been prepared in accordance with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards ('AIFRS'). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards ('IFRS').

These Financial Statements have been prepared under the historical cost convention except where certain financial assets and liabilities are required to be measured at fair value.

(a) Basis of consolidation

Subsidiaries are all entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

The acquisition method of accounting is used to account for business combinations by the Group.

Intercompany transactions, balances and unrealised gains on transactions between Group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset. Accounting policies of the subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

(b) Functional and Presentation currency

The functional and presentation currency of the Group is Australian dollars.

(c) Adoption of new and revised Accounting Standards

Standards and Interpretations applicable to 30 June 2024

In the current year, the group has applied a number of amendments to Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are mandatorily effective for the current reporting period. Their adoption has not had any material impact on the disclosures or on the amounts reported in these financial statements.

AASB 101 Presentation of Financial Statements and AASB Practice Statement 2 Making Materiality Judgements

The Group has adopted the amendments to AASB 101 for the first time in the current year. The amendments change the requirements in AASB 101 with regard to disclosure of accounting policies. The amendments replace all instances of the term 'significant accounting policies' with 'material accounting policy information'. Accounting policy information is material if, when considered together with other information included in an entity's financial statements, it can reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements.

The supporting paragraphs in AASB 101 are also amended to clarify that accounting policy information that relates to immaterial transactions, other events or conditions is immaterial and need not be disclosed. Accounting policy information may be material because of the nature of the related transactions, other events or conditions, even if the amounts are immaterial. However, not all accounting policy information relating to material transactions, other events or conditions is itself material.

The AASB has also developed guidance and examples to explain and demonstrate the application of the 'four-step materiality process' described in AASB Practice Statement 2.

AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors

The Group has adopted the amendments to AASB 108 for the first time in the current year. The amendments replace the definition of a ‘change in accounting estimates’ with a definition of ‘accounting estimates’. Under the new definition, ‘accounting estimates’ are "monetary amounts in financial statements that are subject to measurement uncertainty". The definition of a change in accounting estimates was deleted.

Standards and Interpretations in issue not yet effective

In the year ended 30 June 2024, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the IASB that are relevant to the Company’s operations for future annual reporting periods. It has been determined that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on the Group.

(d) Going concern

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

PERFORMANCE FOR THE YEAR

This section provides additional information about those individual line items in the consolidated statement of profit or loss and other comprehensive income that the Directors consider most relevant in the context of the operations of the entity.

4. SEGMENT REPORTING

The Group has identified its operating segments based on internal reports that are reviewed and used by the Board of Directors in assessing performance and in determining the allocation of resources. The operating segments are identified by management based on the allocation of costs, whether they are corporate related costs or exploration and evaluation costs. Results of both segments are reported to the Board of Directors at each Board meeting. All activities are performed within Australia.

	Exploration & Evaluation		Corporate		Total	
	2024 $	**2023 $**	**2024 $**	**2023 $**	**2024 $**	**2023 $**
Exploration & evaluation expenses	(3,584,956)	(10,573,229)	-	-	(3,584,956)	(10,573,229)
Corporate & administrative expenses	-	-	(2,748,198)	(1,891,735)	(2,748,198)	(1,891,735)
Share-based payments	-	-	(1,965,388)	(1,445,080)	(1,965,388)	(1,445,080)
Net financing income	-	157,587	589,132	646,657	589,132	804,244
Loss before income tax	**(3,584,956)**	**(10,415,642)**	**(4,124,454)**	**(2,690,158)**	**(7,709,410)**	**(13,105,800)**
Segment assets	135,842	92,740	806,868	354,515	942,710	447,255
Unallocated assets					11,102,890	17,076,452
Total assets					**12,045,600**	**17,523,707**
Segment liabilities	64,865	468,802	1,112,800	442,948	1,177,665	911,750
Total Liabilities					**1,177,665**	**911,750**
Property plant & equipment additions	66,878	28,408	633,305	130,746	700,183	159,154

5. OTHER INCOME AND EXPENSES

(a) Exploration and evaluation expenditure

Exploration and evaluation expenditure	2024 $	2023 $
Australia		
- Acquisition costs[1]	2,650	5,587,258
- Aston	1,350,411	724,764
- Moora	1,586,120	3,257,737
- Koojan[2]	225,992	644,361
- Dingo Rocks	419,783	220,968
- Yalwest	-	138,141
	3,584,956	**10,573,229**

[1] *Acquisition costs during the prior year largely comprised the issuance of 14,000,000 shares at an average value upon completion of $0.3675 and $100,000 cash to acquire the Aston Project. The remaining costs comprised an option fee to pursue the Wheatbelt Regional Project and stamp duty for acquisitions made during the prior year with minor legal and other fees.*

[2] *Koojan Project costs are presented on a net reimbursable basis. Minerals 260 are to be reimbursed a total of $76,750 (net of GST) from Coobaloo Minerals Ltd during the 30 June 2024 financial year pursuant to the Koojan JV Agreement. A total of $11,256 (net of GST) is outstanding for receipt at the end of the reporting period.*

(b) Corporate and administration expenses

Corporate and administrative expenses	2024 $	2023 $
Depreciation and amortisation	132,155	42,662
Insurance	90,240	78,067
Legal fees	35,230	29,878
Office costs	283,038	288,264
Personnel expenses (5(c))	1,339,939	874,661
Promotions and investor relations	51,486	61,934
Conferences and travel	57,568	56,298
Regulatory and compliance	196,500	205,395
Business development	581,829	254,576
Asset derecognition	(19,787)	-
	2,748,198	**1,891,735**

(c) Personnel expenses

Personnel expenses	2024 $	2023 $
Directors' fees, wages and salaries to staff	1,196,971	828,079
Annual leave and long service leave	142,968	46,582
	1,339,939	**874,661**

(d) Net finance income

Net finance income	2024 $	2023 $
Interest received	(653,831)	(812,997)
Interest expense – lease liability	64,699	8,753
	(589,132)	**(804,244)**

Accounting Policy

Costs incurred in the exploration and evaluation stages of specific areas are expensed in the consolidated statement of profit or loss and other comprehensive income as incurred. All exploration and evaluation expenditure, including general permit activity, geological and geophysical costs, project generation and drilling costs, are expensed as incurred. In addition, costs associated with acquiring interests in new exploration licences and study related costs are also expensed. Once the technical feasibility and commercial viability of extracting a mineral resource is demonstrable in respect to an area of interest, development expenditure is capitalised to the consolidated statement of financial position.

6. INCOME TAX

Numerical reconciliation between tax expense and pre-tax net loss:

	2024 $	2023 $
Loss before tax	7,709,410	13,105,800
Income tax benefit using the domestic corporation tax rate of 30% (2023: 30%)	(2,312,823)	(3,931,740)
Decrease in income tax benefit due to:		
Permanent differences	700,630	434,758
Movement in deferred tax assets not brought to account	1,823,698	3,496,982
Adjustments in respect of previous years deferred tax	(211,505)	-
Income tax benefit on loss before tax	-	-

Income tax in the consolidated statement of profit or loss and other comprehensive income comprises current and deferred tax. Income tax is recognised in the consolidated statement of profit or loss and other comprehensive income except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the balance date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided on all temporary differences at balance date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the balance date.

Unrecognised deferred tax assets and liabilities for the Group are attributable to the following:

	2024 $	2023 $
Assets		
Deferred tax assets	6,215,295	4,256,695
	6,215,295	**4,256,695**
Liabilities		
Deferred tax liabilities	(229,354)	(94,454)
	(229,354)	**(94,454)**

Deferred tax liabilities have not been recognised in respect of these taxable temporary differences as the entity is able to control the timing of the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

Current and deferred amounts are accounted for in each individual entity as if each entity continued to act as a taxpayer on its own. The Company recognises its own current and deferred tax amounts and those current tax liabilities, current tax assets and deferred tax assets arising from unused tax credits and unused tax losses which it has assumed from its controlled entities within the tax consolidated Group.

7. LOSS PER SHARE

The calculation of basic loss per share is based on the loss attributable to ordinary shareholders of the parent entity and a weighted average number of ordinary shares outstanding during the year ended 30 June 2024.

The weighted average number of ordinary shares outstanding during the financial years comprised the following:

	2024	2023
Loss attributable to ordinary shareholders for basic earnings	$7,709,410	$13,105,800
Weighted average number of ordinary shares on issue during the year	234,000,000	223,509,589
Basic and diluted loss per share (dollars per share)	**($0.03)**	**($0.06)**

SHARE-BASED PAYMENTS

This section of the Notes includes information that must be disclosed to comply with accounting standards and other pronouncements relating to the provision of services and remuneration of employees and consultants of the Group, but that is not immediately related to individual line items in the Financial Statements.

8. SHARE-BASED PAYMENTS

(a) Share-based payments expense

The total expenditure recognised in the consolidated statement of profit and loss and comprehensive income is $1,965,388 (2023: $1,445,080).

Share Based Payments	2024 $	2023 $
Employee Securities Incentive Plan	1,965,388	1,445,080
Other share-based payments	-	-
	1,965,388	**1,445,080**

(b) Employee Securities Incentive Plan

The Company provides benefits to employees (including Directors) in the form of share-based payment transactions, whereby employees render services in exchange for shares or rights over shares (‘equity-settled transactions’).

The Company currently provides benefits under an Employee Securities Incentive Plan (“Scheme or ESIP”), as approved by Shareholder resolution on 22 November 2022.

Under the terms of the Scheme, the Board may offer equity securities (i.e. options, performance or service rights) at no consideration to full-time or part-time employees (including persons engaged under a consultancy agreement) and Executive and Non-Executive Directors.

Options issued under Employee Securities Incentive Plan

Each option entitles the holder, on exercise, to one ordinary fully paid share in the Company. There is no issue price for the options. The exercise price for the options is such price as determined by the Board. An option may only be exercised after that option has vested and any other conditions imposed by the Board on exercise are satisfied. The Board may determine the vesting period, if any.

There are no voting or dividend rights attached to the options. There are no voting rights attached to the unissued ordinary shares. Voting rights will be attached to the unissued ordinary shares when the options have been exercised.

The following ESIP unlisted options were in place at the end of the year:

Series	Number	Grant date	Expiry date	Exercise price	Fair value at grant date	Final Vesting date
				$	$	
MI6OPT03	1,650,000	04/03/2022	03/03/2025	0.750	0.296	01/07/2024[1]
MI6OPT04	250,000	15/03/2022	14/03/2025	0.715	0.264	01/07/2024[1]
MI6OPT05	150,000	01/07/2022	30/06/2025	0.355	0.132	01/07/2024[1]
MI6OPT06	5,500,000	22/11/2022	21/11/2025	0.475	0.213	22/11/2022
MI6OPT07	5,000,000	25/05/2023	30/06/2026	0.685	0.239	31/12/2024[1]
MI6OPT08	5,000,000	24/11/2023	23/11/2026	0.700	0.139	24/11/2023
MI6OPT09	2,400,000	24/11/2023	23/11/2026	0.470	0.165	23/11/2025[1]
TOTAL	**19,950,000**					

[1] *Options subject to vesting milestones based on length of employment.*

At the commencement of Mr McFadyen's employment as Chief Executive Officer on 1 July 2023, the Company issued 5,000,000 options (MI6OPT07) exercisable at $0.685 with a three year expiry subject to vesting conditions based on length of employment (effective from 1 July 2023).

At the Company's Annual General Meeting on 24 November 2023, shareholders approved the issue of 5,000,000 options (MI6OPT08) to Minerals 260 Directors Messrs Cipriano, Goyder and Richards and Ms Scotney. These options have an exercise price of $0.70 and expire 23 November 2026 having vested immediately.

On 24 November 2023, the Company issued 2,650,000 options (MI6OPT09) to employees. These options have an exercise price of $0.47 and expire on 23 November 2026 with vesting milestones set based on length of employment.

All options issued during the reporting period are pursuant to the Company's Employee Incentive Scheme.

The number and weighted average exercise prices of EIS share options under the Scheme is as follows:

	Weighted average exercise price	Number of options	Weighted average exercise price	Number of options
	2024	2024	2023	2023
	$	No.	$	No.
Outstanding at beginning of the year	0.541	7,550,000	0.745	1,900,000
Granted during the year	0.646	12,650,000	0.47	5,650,000
Forfeited during the year	-	-	-	-
Exercised during the year	-	-	-	-
Lapsed/expired during the year	0.470	(250,000)	-	-
Outstanding at the end of the year	**0.608**	**19,950,000**	**0.54**	**7,550,000**
Exercisable at the end of the year	**0.612**	**14,225,000**	**0.47**	**5,575,000**

No options were exercised during the year. For options outstanding at the end of the period, the exercise price range is from $0.355 to $0.750 (2023: $0.355 to $0.750).

The weighted average remaining contractual life remaining as at 30 June 2024 is 1.85 years (2023: 2.21 years).

The fair value of options granted was determined using a Black Scholes pricing model. The following table provides the assumptions made in determining the fair value of the options granted during the year:

Series	MI6OPT07	MI6OPT08	MI6OPT09
Grant date	25/05/2023	24/11/2023	24/11/2023
Dividend yield (%)	Nil	Nil	Nil
Expected volatility (%)	100	100	100
Risk-free interest rate (%)	3.20%	4.19%	4.19%
Expected life of option (years)	3	3	3
Exercise price (cents)	68.5	70.0	47.0
Grant date share price (cents)	45.0	31.0	31.0

Non-market performance conditions are not taken into account in the grant date fair value measurement of the services.

(c) Other Share Based Payments

Options (Non-ESIP)

During the financial year the Company issued no unlisted (Non-ESIP) options (2023: Nil).

Each option entitles the holder, on exercise, to one ordinary fully paid share in the Company. There is no issue price for the options. The exercise price for the options is determined by the Board. An option may only be exercised after that option has vested and any other conditions imposed by the Board on exercise are satisfied. The Board may determine the vesting period, if any.

There are no voting or dividend rights attached to the options. There are no voting rights attached to the unissued ordinary shares. Voting rights will be attached to the unissued ordinary shares when the options have been exercised.

A summary of Non-ESIP unlisted options in place at the end of the year is presented below:

Series	Number	Grant date	Expiry date	Exercise price $	Fair value at grant date $	Final Vesting date
MI6OPT	9,000,000	01/10/21	30/09/24	0.72	0.271	01/10/21
MI6OPT01	750,000	01/10/21	30/09/24	0.72	0.271	01/10/21
MI6OPT02	750,000	01/11/21	31/10/24	0.69	0.249	01/11/21
TOTAL	**10,500,000**					

During the year, MI6OPT and MI6OPT02 were released from escrow. As a result, no further unlisted options have any escrow hurdles attached.

The number and weighted average exercise prices of Non-ESIP options is as follows:

	Weighted average exercise price 2024 $	Number of options 2024	Weighted average exercise price 2023 $	Number of options 2023
Outstanding at beginning of the year	0.718	10,500,000	0.718	10,500,000
Granted during the period	-	-	-	-
Forfeited during the period	-	-	-	-
Exercised during the period	-	-	-	-
Lapsed/expired during the period	-	-	-	-
Outstanding at the end of the year	**0.718**	**10,500,000**	**0.718**	**10,500,000**
Exercisable at the end of the year *	**0.718**	**10,500,000**	**0.718**	**10,500,000**

*Subject to escrow periods noted above.

No options were exercised during the year.

For options outstanding at the end of the period, exercise price is $0.718 (2023: $0.718).

The weighted average contractual life remaining as at 30 June 2024 is 0.26 years (2023: 1.26 years).

Non-market performance conditions are not taken into account in the grant date fair value measurement of the services received.

Accounting Policy

The cost of equity-settled transactions with Employees, Directors and those providing similar services is measured by reference to the fair value at the date at which they are granted.

In valuing equity-settled transactions, account is taken of any performance conditions, conditions linked to the price of the shares of the Company ('market conditions') and non-market conditions. The cost of equity-settled transactions is recognised, together with a corresponding increase in equity, over the period in which the performance conditions are fulfilled, ending on the date on which the relevant employees become fully entitled to the award ('vesting date').

The cumulative expense recognised for equity-settled transactions at each reporting date until vesting date reflects:

(i) the extent to which the vesting period has expired; and
(ii) the number of awards that, in the opinion of the Directors, will ultimately vest. This opinion is formed based on the best available information at balance date. No adjustment is made for the likelihood of market performance conditions being met as the effect of these conditions is included in the determination of fair value at grant date.

No expense is recognised for awards that do not ultimately vest, except for awards where vesting is conditional upon a market condition.

Where the terms of an equity-settled award are modified, as a minimum an expense is recognised as if the terms had not been modified. In addition, an expense is recognised for any increase in the value of the transaction as a result of the modification, as measured at the date of modification.

Where an equity-settled award is cancelled, it is treated as if it had vested on the date of cancellation, and any expense not yet recognised for the award is recognised immediately. However, if a new award is substituted for the cancelled award and designated as a replacement award on the date that it is granted, the cancelled and new award are treated as if they were a modification of the original award, as described in the previous paragraph.

The dilutive effect, if any, of outstanding options and rights is reflected as additional share dilution in the computation of earnings per share.

Material accounting judgements and key estimates

The Group measures the cost of equity-settled share-based payments at fair value at the grant date using a Black Scholes option-pricing model or another appropriate valuation methodology taking into account the terms and conditions upon which the instruments were granted and the assumptions outlined in this Note.

The expected life of the share-based payments is based on historical data and is not necessarily indicative of exercise patterns that may occur. The expected volatility reflects the assumption that the historical volatility is indicative of future trends, which may also not necessarily be the actual outcome.

The monetary amounts in financial statements that are subject to measurement uncertainty and assumptions relating to equity-settled share-based payments for employee related services would have no impact on the carrying amounts of assets and liabilities within the next annual reporting period but may impact profit or loss and equity.

The Company acquired the Aston Project in the 2023 financial year from eMetals Ltd and White Cliff Minerals Ltd. Two tranches of 7,000,000 shares were issued to both parties as part consideration. AASB 2 Share Based Payments has been applied to determine the recognition value, being the Company share price at completion/share issue date. As such, the two tranches of 7,000,000 shares were valued at $0.32 and $0.415 respectively. Other direct costs such as cash and stamp duty also form the value of the total acquisition cost.

ASSETS

This section provides additional information about those individual line items in the consolidated statement of financial position that the Directors consider most relevant in the context of the operations of the entity.

9. CASH AND CASH EQUIVALENTS

	2024 $	2023 $
Cash at bank	5,602,890	1,076,452
Cash on term deposit	5,500,000	16,000,000
	11,102,890	**17,076,452**

Reconciliation of loss after income tax to net cash flows from operating activities:

	2024 $	2023 $
Loss for the period	(7,709,410)	(13,105,800)
Share-based payments	1,965,388	1,445,080
Depreciation and amortisation – Corporate and Exploration	155,137	55,672
Reallocations between operating, investing and financing activities:		
Acquisition costs of ERL expensed	-	5,587,258
Assets written off	793	-
Tenement application fees	13,241	16,249
Profit on termination of lease	(19,039)	-
Interest expense – lease liability	64,699	8,753
Changes in operating assets and liabilities:		
Decrease / (Increase) in trade and other receivables	59,971	(83,853)
Increase in prepayments	(24,677)	-
Increase in security deposits	(60,058)	-
(Decrease) / Increase in trade and other payables	(241,202)	176,866
(Decrease) / Increase in employee benefits	(20,512)	64,960
Net operating cash flows	**(5,815,669)**	**(5,834,815)**

Accounting Policy

Cash and cash equivalents comprise cash balances and term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value. The carrying value of cash and cash equivalents is considered to approximate fair value.

10. TRADE AND OTHER RECEIVABLES

Current	2024 $	2023 $
Trade debtors	11,256	15,447
GST receivable	21,378	43,634
Interest accrued	64,580	98,104
	97,214	**157,185**

There was no expected credit loss at balance date.

11. RIGHT-OF-USE ASSETS

Current	2024 $	2023 $
Land and buildings – right-of-use	611,913	108,681
Less: Accumulated depreciation	(101,986)	(27,171)
	509,927	**81,510**

During the year, the Company relocated to new office premises which resulted in the extinguishment of the rental agreement in place at 30 June 2023, and the signing of a new lease agreement in September 2023 for a period of 5 years, subject to an annual 3% increase with an option to extend.

As a result of this, additions to the right-of-use assets during the year were $611,913.

Accounting Policy

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, any lease payments made at or before the commencement date net of any lease incentives received, any initial direct costs incurred.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Where the Group expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. Right-of use assets are subject to impairment or adjusted for any remeasurement of lease liabilities.

The Group has elected not to recognise a right-of-use asset and corresponding lease liability for short-term leases with terms of 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to profit or loss as incurred.

EQUITY AND LIABILITIES

12. TRADE AND OTHER PAYABLES

	2024 $	2023 $
Trade payables	183,685	292,093
Accrued expenses	180,335	311,725
GST liability	-	1,404
	364,020	**605,222**

13. EMPLOYEE BENEFITS

	2024 $	2023 $
Current		
Employee leave entitlements including long service leave	133,920	172,752
Fringe benefits tax	1,564	-
PAYG obligations	44,000	32,700
	179,484	**205,452**
Non-Current		
Provision for long service leave	9,776	4,320
	9,776	**4,320**

14. LEASE LIABILITY

	2024 $	2023 $
Current		
Lease liability	113,291	39,244
	113,291	**39,244**
Non-Current		
Lease liability	511,094	57,512
	511,094	**57,512**

Refer to Note 17 for further information on financial instruments.

Accounting Policy

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the consolidated entity's incremental borrowing rate. Lease payments comprise of expected to be paid under residual value guarantees, exercise price of a purchase option when the exercise of the option is reasonably certain to occur, and any anticipated termination penalties. The variable lease payments that do not depend on an index or a rate are expensed in the period in which they are incurred.

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

Material accounting judgements and key estimates

Lease term

The lease term is a material component in the measurement of both the right-of-use asset and lease liability. Judgement is exercised in determining whether there is reasonable certainty that an option to extend the lease or purchase the underlying asset will be exercised, or an option to terminate the lease will not be exercised, when ascertaining the periods to be included in the lease term.

In determining the lease term, all facts and circumstances that create an economical incentive to exercise an extension option, or not to exercise a termination option, are considered at the lease commencement date. Factors considered may include the importance of the asset to the consolidated entity's operations; comparison of terms and conditions to prevailing market rates; incurrence of material penalties; existence of material leasehold improvements; and the costs and disruption to replace the asset. The consolidated entity reassesses whether it is reasonably certain to exercise an extension option, or not exercise a termination option, if there is a material event or material change in circumstances.

Incremental borrowing rate

Where the interest rate implicit in a lease cannot be readily determined, an incremental borrowing rate is estimated to discount future lease payments to measure the present value of the lease liability at the lease commencement date. Such a rate is based on what the consolidated entity estimates it would have to pay a third party to borrow the funds necessary to obtain an asset of a similar value to the right-of-use asset, with similar terms, security and economic environment.

15. CAPITAL AND CAPITAL MANAGEMENT

Ordinary shares on issue:

	12 months to 30 June 24		12 months to 30 June 23	
	No.	$	No.	$
On issue at the beginning of the year	234,000,000	113,834,123	220,000,000	108,721,826
Issue of shares to acquire Aston Project[1]	-	-	14,000,000	5,145,000
Less share issue costs	-	-	-	(32,703)
Movement during the period	-	-	**14,000,000**	**5,112,297**
Balance at end of period	**234,000,000**	**113,834,123**	**234,000,000**	**113,834,123**

[1] In March and April 23, the Company issued 7,000,000 shares to each of eMetals Limited and White Cliff Minerals Limited to acquire the Nardoo and Yinnetharra Projects (now collectively known as the Aston Project). In accordance with AASB 2 Share-based Payment, the valuation of each transaction is calculated by determining the closing price at completion, being $0.32 and $0.415 per share respectively.

Ordinary shares entitle the holder to participate in dividends in proportion to the number of and amounts paid on the shares held.

On a show of hands, every holder of ordinary shares present at a meeting in person or by proxy is entitled to one vote and upon a poll, each share is entitled to one vote.

The Group manages its capital to ensure that it will be able to continue as a going concern while maximising the return to shareholders.

16. RESERVES

Nature and purpose of reserves:

Share-based payments

	2024 $	2023 $
Balance at beginning of the financial year	4,474,939	3,029,859
Expensed during the year	1,968,524	1,445,080
Lapsed/expired during the year	(3,136)	-
	6,440,327	**4,474,939**

The share-based payments reserve is used to record the value of equity benefits provided to employees and Directors as part of their remuneration and other parties as part of their compensation for services. Refer to note 8 for further details of share-based payment plans.

FINANCIAL INSTRUMENTS

17. FINANCIAL INSTRUMENTS

(a) Capital risk management

The capital structure of the Group consists of equity attributable to equity holders, comprising issued capital, reserves and accumulated losses as disclosed in notes 15 and 16, and in the consolidated statement of financial position.

The Board reviews the capital structure on a regular basis and considers the cost of capital and the risks associated with each class of capital. The Group will balance its overall capital structure through new share issues as well as the issue of debt (where appropriate), if the need arises.

(b) Market risk

Market risk is the risk that changes in market prices such as foreign exchange rates, equity prices and interest rates will affect the Group's income or value of its holdings of financial instruments.

The Group currently has exposure to both equity price risk and interest rate risk. The Board reviews the exposure to these risks on a regular basis to ensure that the Group is not adversely affected by movements in these exposures.

(c) Foreign exchange rate risk

The Group undertakes certain transactions denominated in foreign currencies, hence has exposure to exchange rate fluctuations. The Group does not currently hedge this exposure. The Group currently has no material exposure to foreign exchange rates.

(d) Interest rate risk

Interest rate risk is the risk that changes in bank deposit rates affect the consolidated entity's income and future cash flow from interest income. The exposure to interest rate risk and the effective weighted average interest rate for classes of financial assets and financial liabilities is set out below:

	Interest maturing in:					
2024	<1 year $	1-5 years $	Floating interest $	Non-interest bearing $	Total $	Weighted average interest rate %
Financial assets						
Cash and cash equivalents	5,500,000	-	5,509,866	93,024	**11,102,890**	4.61
Trade and other receivables	-	-	-	97,214	**97,214**	-
Prepayments	-	-	-	38,472	**38,472**	-
Security deposits	52,412	65,525	-	9,436	**127,373**	4.71
Financial liabilities						
Trade and other payables	-	-	-	(364,020)	**(364,020)**	-

2023	<1 year	1-5 years	Floating interest	Non-interest bearing	Total	Weighted average interest rate
	Interest maturing in:					
	$	$	$	$	$	%
Financial assets						
Cash and cash equivalents	16,000,000	-	1,024,766	51,686	**17,076,452**	4.42
Trade and other receivables	-	-	-	157,185	**157,185**	-
Prepayments	-	-	-	13,797	**13,797**	-
Security deposits	66,424	-	-	891	**67,315**	4.28
Financial liabilities						
Trade and other payables	-	-	-	(605,222)	**(605,222)**	-

A change of 100 basis points in interest rates (other than where a decrease would result in negative interest rates) on bank balances and term deposits over the reporting period would have reduced the Group's loss by $140,897 (2023: $202,737) and increased the Group's loss by $140,897 (2023: $202,737).

(e) Credit risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations. The consolidated entity's exposure to credit risk is not material and currently arises principally from sundry receivables which represent an immaterial proportion of the Group's activities and cash and cash equivalents.

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount, net of any provision for doubtful debts, as disclosed in the notes to the financial statements.

(f) Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The Board actively monitors the Group's ability to pay its debts as and when they fall due by regularly reviewing the current and forecast cash position based on the expected future activities.

The Group has non-derivative financial liabilities which include trade and other payables of $364,020 (2023: $605,222) all of which are due within 60 days and lease liabilities, with a maximum commitment of $624,385 (2023: $108,978) assuming no extension of option term.

(g) Net fair values of financial instruments

The carrying amount of all financial assets and liabilities approximate their net fair values.

GROUP COMPOSITION

This section of the Notes includes information that must be disclosed to comply with accounting standards and other pronouncements relating to the structure of the Group, but that is not immediately related to individual line items in the Financial Statements.

18. LIST OF SUBSIDIARIES

Name of entity	Country of Incorporation	2024 %	2023 %
Parent entity			
Minerals 260 Limited [(1)]	Australia	100	100
Subsidiaries			
ERL (Aust) Pty Ltd [(2)]	Australia	100	100
Minerals 260 Holdings Pty Ltd [(3)]	Australia	100	NA

(1) *Incorporated on 4 June 2021 as part of the Liontown Resources Ltd Group. Liontown Resources Ltd shareholders approved the demerger of Minerals 260 Ltd on 22 September 2021.*
(2) *ERL (Aust) Pty Ltd became a subsidiary of Minerals 260 Ltd on 22 September 2021 after the successful demerger of Minerals 260 Ltd from the Liontown Resources Ltd Group.*
(3) *Incorporated on 24 May 2024 as a subsidiary of Minerals 260 Ltd.*

19. PARENT ENTITY INFORMATION

The financial information for the parent entity, Minerals 260 Limited, has been prepared on the same basis as the consolidated financial statements, except as set out below.

Investments in subsidiaries, associates and joint venture entities

Investments in subsidiaries are accounted for at cost less impairment in the parent entity's financial statements.

	2024 $	2023 $
Statement of profit or loss and other comprehensive income		
Loss for the year	(14,055,873)	(2,532,573)
Total comprehensive loss	**(14,055,873)**	**(2,532,573)**
Statement of financial position		
Assets		
Current assets	11,300,426	31,779,461
Non-current assets	728,611	132,358
Total assets	**12,029,037**	**31,911,819**
Liabilities		
Current liabilities	640,232	642,659
Non-current liabilities	520,870	61,832
Total liabilities	**1,161,102**	**704,491**
Net assets	**10,867,935**	**31,207,328**
Equity		
Share capital	113,834,123	113,834,123
Share-based payment reserve	6,440,327	4,474,939
Accumulated losses	(109,406,515)	(87,101,734)
Total equity	**10,867,935**	**31,207,328**

OTHER INFORMATION

This section of the Notes includes other information that must be disclosed to comply with accounting standards and other pronouncements, but that is not immediately related to individual line items in the Financial Statements.

20. CONTINGENT ASSETS AND LIABILITIES

For the year ended 30 June 2024, there are no contingent assets or liabilities (2023: $ Nil).

21. REMUNERATION OF AUDITORS

	2024 $	2023 $
Auditors of the Group – HLB Mann Judd and related network firms		
- Audit and review of financial statements	36,824	28,694
- Other assurance services	2,500	-
	39,324	**28,694**

22. COMMITMENTS

In order to maintain current rights of tenure to exploration tenements the Group is required to perform exploration work to meet the minimum expenditure requirements specified by various State governments. These amounts are subject to negotiation when application for a lease application and renewal is made and at other times. The approximate minimum level of expenditure to retain current tenements which are not provided for in the consolidated financial statements are detailed below:

	2024 $	2023 $
Within 1 year	1,101,500	1,226,000
2-5 years	4,366,381	5,284,311
	5,467,881	**6,510,311**

In relation to the commitment expenditure above only granted exploration leases have been accounted for, those in application have not.

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.

23. RELATED PARTY TRANSACTIONS

(a) Key management personnel

The following were key management personnel of the Group at any time during the reporting period and unless otherwise indicated were key management personnel for the entire period:

Directors

- A Cipriano
- L McFadyen
- T Goyder
- D Richards
- E Scotney

The key management personnel compensation is as follows:

	2024 $	2023 $
Short-term employee benefits	806,183	597,600
Post-employment benefits	61,261	48,325
Long term incentives	1,690,833	1,171,500
	2,558,277	**1,817,425**

(b) Loans made to key management personnel and related parties

No loans were made to key management personnel and their related parties.

(c) Other transactions with key management personnel

A number of key management persons, or their related parties, hold positions in other entities that result in them having control or significant influence over the financial or operating policies of those entities. A number of these entities transacted with the Group during the reporting period. Terms and conditions of transactions with KMP and their related parties were no more favourable than those available, or which might reasonably be expected to be available, on similar transactions to non-KMP related entities on an arm's length basis.

The Group receives database management and field services from related parties of the Non-Executive Director, Mr Richards. Amounts paid are on normal commercial terms. The total amount incurred during the period was $42,199 (2023: $113,500). Amounts payable to key management personnel at reporting date arising from related party transactions was $ Nil (30 June 2023: $ Nil).

24. EVENTS OCCURRING AFTER THE REPORTING PERIOD

No other matters or circumstances have arisen since 30 June 2024 that have significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

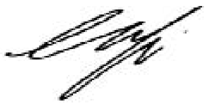
CONSOLIDATED ENTITY DISCLOSURE STATEMENT

Name of entity	Type of entity	Trustee, partner, or participant in a joint venture	% of share of capital held	Place formed or incorporated	Australian tax resident or foreign tax resident	Foreign tax jurisdiction(s)
Parent entity						
Minerals 260 Limited	Body corporate	N/A	N/A	Australia	Australian	N/A
Subsidiaries						
ERL (Aust) Pty Ltd	Body corporate	N/A	100	Australia	Australian	N/A
Minerals 260 Holdings Pty Ltd	Body corporate	N/A	100	Australia	Australian	N/A

DIRECTORS' DECLARATION

1. In the opinion of the Directors of Minerals 260 Limited ('the Company'):
   (a) the financial statements, notes and additional disclosures of the Group are in accordance with the *Corporations Act 2001* including:
      i. giving a true and fair view of the financial position of the Group as at 30 June 2024 and of its performance for the year then ended; and
      ii. complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*;
   (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable; and
   (c) the financial statements and notes thereto are in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board.
   (d) The information disclosed in the consolidated entity disclosure statement is true and correct.
2. This declaration has been made after receiving the declarations required to be made to the Directors in accordance with section 295A of the *Corporations Act 2001* for the financial year ended 30 June 2024.

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



Luke McFadyen
Managing Director

Dated at Perth the 20th day of September 2024

HLB MANN JUDD
ADVISORY AND ACCOUNTING

INDEPENDENT AUDITOR'S REPORT

To the Members of Minerals 260 Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Minerals 260 Limited ("the Company") and its controlled entities ("the Group"), which comprises the consolidated statement of financial position as at 30 June 2024, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, notes to the financial statements, including material accounting policy information, the consolidated entity disclosure statement and the directors' declaration.

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

(a) giving a true and fair view of the Group's financial position as at 30 June 2024 and of its financial performance for the year then ended; and

(b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* ("the Code") that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. There were no key audit matters identified during our audit.

Other Information

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

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

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

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

(a) the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001*; and

(b) the consolidated entity disclosure statement that is true and correct in accordance with the *Corporations Act 2001*, and

for such internal control as the directors determine is necessary to enable the preparation of:

(c) the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and

(d) the consolidated entity disclosure statement that is true and correct and is free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Report

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

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control

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ADVISORY AND ACCOUNTING

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

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

REPORT ON THE REMUNERATION REPORT

Opinion on the Remuneration Report

We have audited the Remuneration Report included within the Directors' Report for the year ended 30 June 2024.

In our opinion, the Remuneration Report of Minerals 260 Limited for the year ended 30 June 2024 complies with Section 300A of the *Corporations Act 2001*.

Responsibilities

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

HLB Mann Judd

HLB Mann Judd
Chartered Accountants

Perth, Western Australia
20 September 2024

D I Buckley
Partner

ASX ADDITIONAL INFORMATION

Additional information required by the Australian Securities Exchange Limited Listing Rules and not disclosed elsewhere in this report applicable as at 1 September 2024 is set out below.

SHAREHOLDINGS

Substantial shareholders

The number of shares held by substantial shareholders and their associated interests were:

Shareholder	Number of ordinary shares held	Percentage of capital held %
Mr Timothy Goyder	31,157,814	13.32

Voting Rights

With reference to article 6.8 of the Companies constitution:

"Subject to the Companies Constitution, the Corporations Act, article 6.17 and any rules prescribed by the Directors pursuant to article 6.15 and to any rights or restrictions for the time being attached to any class or classes of shares:

(a) on a show of hands, each Member present in person and each other person present as proxy, attorney or Representative of a Member has one vote; and

(b) on a poll:

i. each Member present in person has one vote for each fully paid share held by the Member;

ii. each person present as proxy, attorney or Representative of a Member has one vote for each fully paid share held by the Member that the person represents; and

iii. each Member who has duly lodged a valid direct vote in respect of the relevant resolution under article 6.15 has one vote for each fully paid share held by the Member.

A Member is not entitled to vote at a general meeting in respect of shares which are the subject of a current Restriction Deed for so long as any breach of that agreement by the Member subsists."

Restricted Securities

There are currently no restricted securities.

On-Market Buy-Back

There are no current on-market buy-back of securities.

Distribution of equity security holders

Distribution	Number of Shareholders	Number of Shares	% of Shares
1 – 1,000	470	160,887	0.07
1,001 – 5,000	2,155	5,580,118	2.38
5,001 – 10,000	879	6,496,966	2.78
10,001 – 100,000	1,549	50,924,275	21.76
100,001 and over	308	170,837,754	73.01
Total	**5,361**	**234,000,000**	**100.00**

The Company has 30,450,000 unlisted options, 12,400,000 were issued under the Employee Securities Incentive Plan ("ESIP"). No one holder owns greater than 20% of the unlisted options not acquired under an ESIP.

Marketable Parcel

The number of shareholders holding less than a marketable parcel was 2,134.

Twenty largest ordinary fully paid shareholders

Holder Name	Number of ordinary shares held	% of capital held
MR TIMOTHY RUPERT BARR GOYDER	31,157,814	13.32%
BNP PARIBAS NOMINEES PTY LTD <CLEARSTREAM>	8,235,452	3.52%
EMETALS LIMITED	7,000,000	2.99%
WHITE CLIFF MINERALS LIMITED	6,754,076	2.89%
HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	5,244,141	2.24%
MR LEENDERT HOEKSEMA	4,600,000	1.97%
GKCF SUPER PTY LTD <GRAHAM KLUCK DRILLI S/F A/C>	3,942,233	1.68%
MR CRAIG R WILLIAMS	2,892,075	1.24%
CITICORP NOMINEES PTY LIMITED	2,868,872	1.23%
BNP PARIBAS NOMINEES PTY LTD <IB AU NOMS RETAILCLIENT>	2,694,366	1.15%
THE UNIVERSAL ZONE PTY LTD <KLUCK PROPERTY A/C>	2,440,165	1.04%
CLEMENT PTY LTD <D&M GOYDER FAMILY S/FUND A/C>	2,238,618	0.96%
MR RICHARD JOHN MCCORMICK & MRS ELIZABETH MCCORMICK <FULL BORE SUPERFUND A/C>	2,212,304	0.95%
MR DAVID ROSS RICHARDS	2,070,000	0.88%
MR ANTHONY CIPRIANO	1,752,268	0.75%
HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED-GSI EDA	1,575,000	0.67%
ZIZIPHUS PTY LTD	1,565,457	0.67%
BNP PARIBAS NOMINEES PTY LTD <UOBKH R'MIERS>	1,555,785	0.66%
MR DAVID JOHN BARR GOYDER <THE BARR FAMILY A/C>	1,544,596	0.66%
MR VINCENT NOBILE	1,500,000	0.64%
TOTAL	**93,843,222**	**40.10%**
OTHERS	140,156,778	59.90%
TOTAL REGISTER	**234,000,000**	**100.00%**

CORPORATE GOVERNANCE STATEMENT

Minerals 260 has adopted a Corporate Governance Manual which forms the basis of a comprehensive system of control and accountability for the administration of corporate governance. The Board is committed to administering the policies and procedures with openness and integrity, pursuing the true spirit of corporate governance commensurate with the Company's needs.

In establishing the Company's corporate governance framework, to the extent they are applicable to the Company, the Board has referred to the recommendations set out in the ASX Corporate Governance Council's 'Corporate Governance Principles and Recommendations – 4th Edition'.

The Company's Corporate Governance Statement 2024, which explains how Minerals 260 complies with the ASX Corporate Governance Council's 'Corporate Governance Principles and Recommendations – 4th Edition' in relation to the year ended 30 June 2024, is available in the Corporate Governance section of the Company's website, http://www.minerals260.com.au/corporate-governance and will be lodged with ASX together with an Appendix 4G at the same time that this Annual Report is lodged with ASX.

COMPETENT PERSONS STATEMENTS

The Information in this Report that relates to Exploration Results regarding the Moora and Koojan Project is extracted from Minerals 260 Limited ASX announcements titled:

- *"Multiple zones of gold mineralisation intersected in initial follow-up drilling at Moora" released on 3 February 2022;*
- *"Wide copper-gold zone confirmed at Moora" released on 4 March 2022;*
- *"Second significant copper-gold zone discovered at Moora" released on 19 April 2022;*
- *"Significant bedrock palladium-platinum intersected for the first time at Moora ahead of major new drilling program" released on 4 November 2022;*
- *"Further strong copper-gold intersected at Mynt" released on 22 May 2023;*
- *"Further high-grade copper-gold intercepts expand scale of Mynt, additional targets identified at Moora" released on 4 April 2024; and*
- *March 2024 Quarterly Activities Report released on 29 April 2024.*

The Information in this Report that relates to Exploration Results regarding the Aston Project is extracted from Minerals 260 Limited ASX announcements titled:

- *"Maiden exploration program on track at the Aston Lithium-REE* Project in WA's highly prospective Gascoyne Province" released on 23 June 2023;*
- *"Maiden exploration program confirms lithium potential at Aston Lithium-REE Project" released on 25 July 2023;*
- *"Minerals 260 to accelerate exploration at Aston Project after defining new lithium trend" released on 4 September 2023;*
- *"New Lithium and Rare Earths Targets identified at Aston" released 17 January 2024; and*
- *"Uranium mineralisation identified at Aston as Minerals 260 prepares for inaugural drill campaign across lithium targets" released on 14 June 2024.*

The Information in this Report that relates to Exploration Results regarding the Dingo Rocks Project is extracted from Minerals 260 Limited ASX announcements titled:

- *Confirmation of Au, Ni, REE potential at Dingo Rocks" released 11 December 2023.*

which are available on www.minerals260.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 announcements and that all material assumptions and technical parameters underpinning the estimates or production targets or forecast financial information derived from a production target (as applicable) in the relevant market announcements 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 announcements.

Forward Looking Statement

This announcement 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 announcement. No obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments.

TENEMENT SCHEDULE

The following tenement information is provided in accordance with ASX Listing Rule 5.20 (a) and represents those tenements held directly or beneficially by the Company.

Country	Project	Tenement No.	Registered Holder	Nature of interests
Australia	Moora	E70/5217	ERL (Aust) Pty Ltd	100%
		E70/5286		
		E70/5287		
		E70/6557		
		E70/6558		
		E70/6621		
		E70/6258		0% - Pending
	Koojan	E70/5312	Coobaloo Minerals Pty Ltd & ERL (Aust) Pty Ltd	0% - Withdrawal Notice lodged with Coobaloo Minerals Pty Ltd August 24.
		E70/5337		
		E70/5429		
		E70/5450		
		E70/5515		
		P70/1743		
	Dingo Rocks	E63/2070	ERL (Aust) Pty Ltd	100%
	Aston	E09/2114	ERL (Aust) Pty Ltd	100%
		E09/2156		
		E09/2302		
		E09/2358		
		E09/2463		
		E09/2464		
		E09/2472		
		E09/2607		
		E09/2628		
		E09/2629		
		E09/2630		
		E09/2641		
		E09/2701		
		E09/2829		
		E09/2789		0% - Pending applications subject to ballot
		E09/2796		
		E09/2967		0% - Pending
		E09/2968		
	Tawarri	E70/6401	ERL (Aust) Pty Ltd	100%

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Minerals 260

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