



AuMEGA Metals Ltd

ACN 612 912 393

Interim Report - 30 September 2024

(Unaudited)

Notice to the reader

The accompanying unaudited condensed consolidated interim financial statements of the Company have been prepared by and are the responsibility of management.

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AuMEGA Metals Ltd
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30 September 2024

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AuMEGA Metals Ltd
Condensed consolidated interim statement of profit or loss and other comprehensive income
For the period ended 30 September 2024

	Note	Unaudited 3 Months ended 30 September 2024 CAD\$	Unaudited 3 Months ended 30 September 2023 CAD\$	Unaudited 9 Months ended 30 September 2024 CAD\$	Unaudited 9 Months ended 30 September 2023 CAD\$
Other income	7	456,647	52,759	1,273,083	163,835
Expenses					
Administration expenses		(203,035)	(534,370)	(922,135)	(1,303,750)
Consultants and management expenses		(180,599)	(189,996)	(559,318)	(754,169)
Depreciation and amortisation		(34,623)	(34,135)	(103,284)	(104,770)
Share based payment expense	8,13	(368,205)	(93,329)	(926,774)	(337,879)
Business development costs		(127,279)	(63,484)	(284,335)	(246,709)
Loss before income tax expense		(457,094)	(862,554)	(1,522,763)	(2,583,442)
Income tax expense		(471,263)	-	(1,078,087)	(316,294)
Loss after income tax expense for the period attributable to the owners of AuMEGA Metals Ltd	14	(928,357)	(862,554)	(2,600,850)	(2,899,736)
Other comprehensive income for the period, net of tax		-	-	-	-
Total comprehensive loss for the period attributable to the owners of AuMEGA Metals Ltd		(928,357)	(862,554)	(2,600,850)	(2,899,736)
		Cents	Cents	Cents	Cents
Basic loss per share	19	(0.18)	(0.27)	(0.50)	(0.92)
Diluted loss per share	19	(0.18)	(0.27)	(0.50)	(0.92)

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

AuMEGA Metals Ltd
Condensed consolidated interim statement of financial position
As at 30 September 2024

		Unaudited	
		30	31
	Note	September	December
		2024	2023
		CAD\$	CAD\$
Assets			
Current assets			
Cash and cash equivalents	9	3,296,663	8,951,529
Trade and other receivables		788,110	309,809
Other current assets		580,678	540,757
Total current assets		<u>4,665,451</u>	<u>9,802,095</u>
Non-current assets			
Property, plant and equipment		146,243	209,028
Right-of-use assets		90,790	114,136
Exploration and evaluation	10	48,080,158	43,514,245
Total non-current assets		<u>48,317,191</u>	<u>43,837,409</u>
Total assets		<u>52,982,642</u>	<u>53,639,504</u>
Liabilities			
Current liabilities			
Trade and other payables	11	1,221,958	1,597,659
Lease liabilities		34,677	22,829
Provisions		106,351	89,873
Total current liabilities		<u>1,362,986</u>	<u>1,710,361</u>
Non-current liabilities			
Lease liabilities		33,180	70,035
Deferred tax liabilities		7,897,859	6,827,812
Total non-current liabilities		<u>7,931,039</u>	<u>6,897,847</u>
Total liabilities		<u>9,294,025</u>	<u>8,608,208</u>
Net assets		<u>43,688,617</u>	<u>45,031,296</u>
Equity			
Issued capital	12	68,036,572	67,574,722
Reserves	13	945,126	543,095
Accumulated losses	14	(25,293,081)	(23,086,521)
Total equity		<u>43,688,617</u>	<u>45,031,296</u>
Going concern uncertainty (Note 3)			
Subsequent event (Note 18)			

The above condensed consolidated interim statement of financial position should be read in conjunction with the accompanying notes

AuMEGA Metals Ltd
Condensed consolidated interim statement of changes in equity
For the period ended 30 September 2024

Unaudited	Issued capital CAD\$	Option Reserves CAD\$	Foreign currency translation reserve CAD\$	Accumulated losses CAD\$	Total equity CAD\$
Balance at 1 January 2023	60,674,189	1,381,655	(463,244)	(17,164,095)	44,428,505
Loss after income tax expense for the period	-	-	-	(2,899,736)	(2,899,736)
Other comprehensive income for the period, net of tax	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	(2,899,736)	(2,899,736)
<i>Transactions with owners in their capacity as owners:</i>					
Share-based payments	-	337,879	-	-	337,879
Expiry of Employee Share Scheme options	-	(599,786)	-	599,786	-
Issue of shares	4,125	-	-	-	4,125
Exercise of Employee Share Scheme options	55,017	(55,017)	-	-	-
Balance at 30 September 2023	<u>60,733,331</u>	<u>1,064,731</u>	<u>(463,244)</u>	<u>(19,464,045)</u>	<u>41,870,773</u>

Unaudited	Issued capital CAD\$	Option Reserves CAD\$	Foreign currency translation reserve CAD\$	Accumulated losses CAD\$	Total equity CAD\$
Balance at 1 January 2024	67,574,722	1,006,339	(463,244)	(23,086,521)	45,031,296
Loss after income tax expense for the period	-	-	-	(2,600,850)	(2,600,850)
Other comprehensive income for the period, net of tax	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	(2,600,850)	(2,600,850)
<i>Transactions with owners in their capacity as owners:</i>					
Share-based payments	-	926,774	-	-	926,774
Expiry of Employee Share Scheme options	-	(394,290)	-	394,290	-
Issue of share capital	420,257	-	-	-	420,257
Share issue costs	(88,860)	-	-	-	(88,860)
Exercise of Employee Share Scheme options	130,453	(130,453)	-	-	-
Balance at 30 September 2024	<u>68,036,572</u>	<u>1,408,370</u>	<u>(463,244)</u>	<u>(25,293,081)</u>	<u>43,688,617</u>

The above condensed consolidated interim statement of changes in equity should be read in conjunction with the accompanying notes

AuMEGA Metals Ltd
Condensed consolidated interim statement of cash flows
For the period ended 30 September 2024

	Unaudited		Unaudited	
	3 Months ended 30 September 2024 CAD\$	3 Months ended 30 September 2023 CAD\$	9 Months ended 30 September 2024 CAD\$	9 Months ended 30 September 2023 CAD\$
Cash flows from operating activities				
Payments to suppliers and employees (inclusive of GST/HST)	(842,982)	(798,962)	(1,920,804)	(2,135,214)
Interest received	94,855	14,959	176,583	24,198
Interest and other finance costs paid	(861)	(1,892)	(5,651)	(4,118)
Other income	-	37,800	115,500	108,750
Net cash used in operating activities	(748,989)	(748,095)	(1,634,372)	(2,006,384)
Cash flows from investing activities				
Payments for property, plant and equipment	(2,778)	-	(17,154)	(2,445)
Payments for exploration and evaluation	(2,210,501)	(1,915,753)	(4,110,518)	(3,300,900)
Payments for security deposits	(1,500)	-	(24,400)	-
Proceeds from release of security deposits	-	4,125	38,400	70,423
Net cash used in investing activities	(2,214,778)	(1,911,628)	(4,113,672)	(3,232,922)
Cash flows from financing activities				
Proceeds for shares issued	4,500	-	157,784	-
Share issue transaction costs	-	-	(88,860)	-
Repayment of lease liabilities	(5,345)	(5,383)	(21,922)	(52,184)
Net cash from/(used in) financing activities	(845)	(5,383)	47,002)	(52,184)
Net decrease in cash and cash equivalents	(2,964,611)	(2,665,106)	(5,701,042)	(5,291,490)
Cash and cash equivalents at the beginning of the financial period	6,227,862	5,512,679	8,951,529	8,326,388
Effects of exchange rate changes on cash and cash equivalents	33,412	(34,731)	46,176	(222,056)
Cash and cash equivalents at the end of the financial period	3,296,663	2,812,842	3,296,663	2,812,842

The above condensed consolidated interim statement of cash flows should be read in conjunction with the accompanying notes

AuMEGA Metals Ltd
Notes to the condensed consolidated interim financial statements
30 September 2024

Note 1. Notes to the condensed consolidated interim financial statements

AuMEGA Metals Ltd (“the Company”) is a company limited by shares that is incorporated and domiciled in Australia. The Company’s shares are publicly traded on the Australian Securities Exchange under the symbol AAM and on the TSX Venture Exchange under the symbol AAM.

These condensed consolidated interim financial statements (“financial statements”) as at and for the nine months ended 30 September 2024 comprise the Company and its subsidiaries (together referred to as the “Group”) are presented in Canadian dollars (CAD\$), which is the presentation and functional currency of the Group. The consolidated annual financial statements of the Group as at and for the year ended 31 December 2023 are available upon request from the Company’s registered office at 24 Hasler Road, Osborne Park WA 6017 Australia and at www.aumegametals.com.

A description of the nature of the consolidated entity's operations and its principal activities are included in the Management's Discussion and Analysis report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 30 October 2024.

Note 2. Material accounting policy information

These general purpose financial statements for the interim reporting period ended 30 September 2024 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 31 December 2023 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

Note 3. Going Concern

The condensed consolidated interim financial report has been prepared on the going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the ordinary course of business.

The Group incurred a loss after tax for the nine months of \$2,600,850 and an operating cash outflow of \$1,634,372 and net cash outflow before financing activities of \$5,748,044.

On 22 October 2024 the Company announced that it had successfully raised approximately \$16.1 million (before costs) through an upsized financing to institutional, professional and accredited investors of approximately 259.3 million shares at an average price of C\$0.062 / A\$0.067 per share.

The Group’s cashflow forecasts for the 12 months ending 31 October 2025 indicate that the Group will be in a position to meet its committed operational and administrative expenditure and thus continue to operate as a going concern. In the Directors’ opinion there are therefore reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.

Note 4. Critical accounting judgements, estimates and assumptions

In preparing these financial statements, Management has made judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as at and for the year ended 31 December 2023. Information about judgments related to going concern are disclosed in Note 3.

Measurement of fair values

The Group has established a control framework with respect to the measurement of fair values. Estimates and underlying assumptions are reviewed on an ongoing basis. A number of the Group's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

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

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

If the inputs used to measure the fair value of an asset or a liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. The Group recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

The Group holds performance rights and options which rely on estimates and judgements to calculate fair value for these financial instruments using the Black Scholes model and Monte Carlo model. These financial instruments held at fair value fall within Level 3 of the fair value hierarchy.

Note 5. New Accounting Policies

Except as described below, the accounting policies applied in these condensed consolidated interim financial statements are the same as those applied in the Group's consolidated financial statements as at and for the 12 months ended 31 December 2023.

i. Adoption of other narrow scope amendments to IFRSs and IFRS Interpretations

A number of new standards and amendments to standards are effective for annual periods beginning after 1 January 2024. The Group has not early adopted any other new or amended standards in preparing these consolidated financial statements as the impact of adoption was not significant to the Group's Consolidated Financial Statements.

Note 6. Operating segments

The operating segment information is the same information as provided throughout the consolidated financial statements and therefore not duplicated. The information reported to the Chief Operating Decision Maker ("CODM") is on at least a monthly basis.

The Company's operations are in one reportable business segment, being the exploration for gold. The Company operates in one geographical segment, being Canada.

AuMEGA Metals Ltd
Notes to the financial statements
30 September 2024

Note 7. Other income

	Unaudited		Unaudited	
	3 Months ended 30 September 2024 CAD\$	3 Months ended 30 September 2023 CAD\$	9 Months ended 30 September 2024 CAD\$	9 Months ended 30 September 2023 CAD\$
Flow Through Premium Recognised	361,792	37,800	981,000	139,637
Government grants	-	-	115,500	-
Interest income	94,855	14,959	176,583	24,198
Other income	<u>456,647</u>	<u>52,759</u>	<u>1,273,083</u>	<u>163,835</u>

Note 8. Share based payments expense

	Unaudited		Unaudited	
	3 Months ended 30 September 2024 CAD\$	3 Months ended 30 September 2023 CAD\$	9 Months ended 30 September 2024 CAD\$	9 Months ended 30 September 2023 CAD\$
Share based payments	<u>368,205</u>	<u>93,329</u>	<u>926,774</u>	<u>337,879</u>

Note 9. Cash and cash equivalents

	Unaudited	
	30 September 2024 CAD\$	31 December 2023 CAD\$
<i>Current assets</i>		
Cash at bank	1,093,672	4,950,500
Cash on deposit	2,202,991	3,500,000
Cash - held in trust	-	501,029
	<u>3,296,663</u>	<u>8,951,529</u>

Note 10. Exploration and evaluation

	Unaudited	
	30 September 2024 CAD\$	31 December 2023 CAD\$
<i>Non-current assets</i>		
Exploration and evaluation - at cost	<u>48,080,158</u>	<u>43,514,245</u>

AuMEGA Metals Ltd
Notes to the financial statements
30 September 2024

Note 10. Exploration and evaluation (continued)

Reconciliations

The Group's exploration assets are located on the island of Newfoundland in Canada. The Company has a significant tenement package predominately on the Cape Ray Shear Zone ("CRSZ"). Reconciliations of the exploration assets located at Newfoundland the beginning and end of the current financial period are set out below:

	Unaudited CAD\$	Total CAD\$
Balance at 1 January 2023	42,349,364	42,349,364
Additions	4,018,461	4,018,461
Additions through issue of shares	4,125	4,125
Write off of assets	<u>(2,857,705)</u>	<u>(2,857,705)</u>
Balance at 31 December 2023	43,514,245	43,514,245
Additions	<u>4,565,913</u>	<u>4,565,913</u>
Balance at 30 September 2024	<u><u>48,080,158</u></u>	<u><u>48,080,158</u></u>

Note 11. Trade and other payables

	Unaudited 30 September 2024 CAD\$	31 December 2023 CAD\$
<i>Current liabilities</i>		
Trade payables	910,237	35,063
Accrued expenses	151,200	173,728
Funds received for shares to be issued	-	262,472
Other payables	136,135	123,339
Flow through share premium liability	22,057	1,003,057
PAYG payable	<u>2,329</u>	<u>-</u>
	<u><u>1,221,958</u></u>	<u><u>1,597,659</u></u>

Refer to note 16 for further information on financial instruments.

Note 12. Issued capital

	30 September 2024 Shares	31 December 2023 Shares	Unaudited 30 September 2024 CAD\$	31 December 2023 CAD\$
Ordinary shares - fully paid	<u><u>526,169,741</u></u>	<u><u>513,100,106</u></u>	<u><u>68,036,572</u></u>	<u><u>67,574,722</u></u>

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Notes to the financial statements
30 September 2024

Note 12. Issued capital (continued)

Movements in ordinary share capital

Details	Date	Shares	Issue price	CAD\$
Balance	1 January 2023	315,210,834		60,674,189
Options exercised	20/01/2023	8,000	CAD\$0.42	3,360
Options exercised	20/06/2023	80,201	CAD\$0.38	30,717
Options exercised	20/06/2023	60,000	CAD\$0.35	20,940
Shares issued for tenement acquisition	28/08/2023	75,000	CAD\$0.60	4,125
Options exercised	6/10/2023	60,000	CAD\$0.35	20,940
Flow-through securities	1/11/2023	67,778,733	CAD\$0.05	3,357,045
Flow-through securities	3/11/2023	10,996,563	CAD\$0.04	400,000
Issued Shares -Share purchase plan	8/12/2023	93,187,500	CAD\$0.04	3,331,845
Flow-through securities	18/12/2023	13,531,384	CAD\$0.04	510,839
Placement securities	21/12/2023	12,111,891	CAD\$0.04	437,816
Flow through share raise premium				(1,003,057)
Share issue costs				(214,037)
Balance	31 December 2023	513,100,106		67,574,722
Ordinary shares issued (a)	4/01/2024	11,527,375	CAD\$0.04	415,757
Options exercised	5/02/2024	33,600	CAD\$0.43	14,314
Options exercised	24/05/2024	17,787	CAD\$0.28	5,052
Options exercised	24/05/2024	33,600	CAD\$0.43	14,314
Options exercised	12/06/2024	45,000	CAD\$0.28	12,780
Options exercised	12/06/2024	45,150	CAD\$0.43	19,234
Options exercised	12/06/2024	71,698	CAD\$0.03	2,223
Options exercised	12/06/2024	392,365	CAD\$0.03	12,163
Options exercised	12/06/2024	41,492	CAD\$0.03	1,286
Options exercised	12/06/2024	227,063	CAD\$0.03	7,039
Options exercised	28/06/2024	12,250	CAD\$0.14	1,666
Options exercised	28/06/2024	61,250	CAD\$0.43	26,093
Options exercised	28/06/2024	34,853	CAD\$0.03	1,080
Options exercised	28/06/2024	190,733	CAD\$0.03	5,911
Options exercised	2/08/2024	235,419	CAD\$0.04	7,298
Ordinary shares issued	26/08/2024	100,000	CAD\$0.04	4,500
Share issue costs				(88,860)
Balance	30 September 2024	<u>526,169,741</u>		<u>68,036,572</u>

(a) - On January 4, 2024, the Company completed a private placement ("the Private Placement") of 11,527,375 non-flow-through common shares at a price of \$0.04 per Share.

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the Company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the Company does not have a limited amount of authorised capital.

Every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

Share buy-back

There is no current on-market share buy-back (30 September 2023: nil).

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Note 12. Issued capital (continued)

Capital management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the exploration and development of its properties and to maintain a flexible capital structure for its projects for the benefit of its stakeholders. In the management of capital, the Company includes the components of shareholders' equity.

The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares or adjust the amount of cash and cash equivalents. Management reviews the capital structure on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. The Company is not subject to externally imposed capital requirements. There were no changes to the Company's capital management during the nine-month period ended 30 September 2024.

Note 13. Reserves

	Unaudited	Unaudited
	30	31
	September	December
	2024	2023
	CAD\$	CAD\$
Foreign currency reserve	(463,244)	(463,244)
Options reserve	1,408,370	1,006,339
	<u>945,126</u>	<u>543,095</u>

Foreign currency reserve

The reserve is used to recognise exchange differences arising from the translation of the financial statements of foreign operations to Canadian dollars. It is also used to recognise gains and losses on hedges of the net investments in foreign operations.

Option reserve

The option reserve records items recognised as expenses on the valuation of share options.

Unaudited	Foreign	Options	Total
	Currency	Reserve	Reserve
	Translation	Reserve	Reserve
	Reserve	Reserve	Reserve
	CAD\$	CAD\$	CAD\$
Balance at 1 January 2023	(463,244)	1,381,655	918,411
Share based payments	-	408,500	408,500
Options expired	-	(787,942)	(787,942)
Options issued as part tenement acquisition	-	4,125	4,125
Balance as at 31 December 2023	<u>(463,244)</u>	<u>1,006,338</u>	<u>543,094</u>
Balance at 1 January 2024	(463,244)	1,006,338	543,094
Share based payments	-	926,775	926,775
Options expired	-	(394,290)	(394,290)
Options exercised	-	(130,453)	(130,453)
Balance as at 30 September 2024	<u>(463,244)</u>	<u>1,408,370</u>	<u>945,126</u>

AuMEGA Metals Ltd
Notes to the financial statements
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Note 13. Reserves (continued)

Fair value for incentive options granted during the current financial year has been determined by using the Black-Scholes option pricing model.

The valuation model inputs used to determine the fair value of options on issue at 30 September 2024, at the grant date, are as follows;

Grant Date	Vesting Date	Expiry Date	Exercise Price	Expected Volatility %	Risk Free Rate %	Number of Options	Number of Options Vested	Value per Option	Expense during the period
01/05/2022	01/05/2023	01/05/2029	0.26	60%	1.46%	916,667	916,667	0.06	-
01/05/2022	01/05/2024	01/05/2029	0.26	60%	1.46%	916,667	916,667	0.08	11,780
01/05/2022	01/05/2025	01/05/2029	0.26	60%	1.46%	916,666	-	0.09	20,167
09/12/2022	01/08/2023	01/08/2029	-	82%	3.18%	274,725	274,725	0.13	-
09/12/2022	01/08/2024	01/08/2029	-	82%	3.18%	274,725	274,725	0.13	12,619
09/12/2022	01/08/2025	01/08/2029	-	82%	3.18%	274,725	-	0.13	10,052
09/12/2022	01/09/2023	01/08/2029	-	82%	3.18%	137,363	137,363	0.13	-
09/12/2022	01/09/2024	01/08/2029	-	82%	3.18%	137,363	137,363	0.13	6,869
09/12/2022	01/09/2025	01/08/2029	-	82%	3.18%	137,362	-	0.13	4,870
31/05/2023	01/03/2024	01/03/2029	-	82%	3.18%	189,873	189,873	0.07	2,948
31/05/2023	01/03/2025	01/03/2029	-	82%	3.18%	189,873	-	0.07	5,690
31/05/2023	01/03/2026	01/03/2029	-	82%	3.18%	189,874	-	0.07	3,624
22/12/2023	22/12/2023	22/12/2030	0.04	82%	3.18%	1,792,810	1,792,810	0.01	-
24/04/2024	24/04/2024	26/04/2031	0.04	70%	3.18%	753,557	753,557	0.05	41,393
24/04/2024	24/04/2025	26/04/2031	0.04	70%	3.18%	753,557	-	0.05	41,393
18/02/2022	01/07/2024	18/02/2027	-	60%	1.46%	45,000	45,000	0.28	2,707
18/02/2022	01/07/2025	18/02/2027	-	60%	1.46%	45,000	-	0.28	2,849
15/12/2023	15/12/2023	31/12/2028	-	70%	3.83%	1,907,216	1,907,216	0.05	-
05/02/2024	05/02/2024	31/12/2028	-	70%	3.83%	167,259	167,259	0.03	5,185
01/01/2024	31/12/2024	31/12/2029	-	70%	3.83%	6,765,446	-	0.05	115,562
05/02/2024	31/12/2024	31/12/2029	-	70%	3.83%	7,857,387	-	0.03	87,837
15/12/2023	01/01/2024	01/01/2030	0.12	70%	3.83%	1,589,176	1,589,176	0.03	-
15/12/2023	01/01/2025	01/01/2030	0.12	70%	3.83%	1,589,176	-	0.03	37,559
15/12/2023	01/01/2026	01/01/2030	0.12	70%	3.83%	1,589,176	-	0.03	19,231
05/02/2024	01/01/2024	01/01/2030	0.12	70%	3.83%	619,765	619,765	0.01	8,354
05/02/2024	01/01/2025	01/01/2030	0.12	70%	3.83%	619,765	-	0.01	6,006
05/02/2024	01/01/2026	01/01/2030	0.12	70%	3.83%	619,765	-	0.01	2,857
05/02/2024	01/01/2025	01/01/2031	0.04	70%	3.83%	3,235,994	-	0.02	46,409
05/02/2024	01/01/2026	01/01/2031	0.04	70%	3.83%	3,235,994	-	0.02	23,108
05/02/2024	01/01/2027	01/01/2031	0.04	70%	3.83%	3,235,994	-	0.02	15,393
30/05/2024	31/12/2024	30/05/2030	0.04	70%	3.83%	6,679,569	-	0.05	186,709
30/05/2024	31/12/2025	30/05/2030	0.04	70%	3.83%	6,679,569	-	0.05	69,210
Total						54,337,058	9,722,166		
Expense for options exercised during the period									37,002
Performance rights expense (detailed below)									99,391
Total share based payments expense									926,774

For the nine months ended 30 September 2024 the weighted average exercise price of option exercised was CAD\$0.09 (31 December 2023: CAD\$0.36) and the weighted average life of the options on issue as at 30 September 2024 was 5.5 years. It was assumed 100% of all options would vest (none would forfeit).

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Note 13. Reserves (continued)

The valuation model inputs used to determine the fair value of performance rights at the grant date, are as follows;

2023 LTIP performance rights issued during the period ended 30 September 2024

	LTIP performance rights tranche one	LTIP performance rights tranche two
Fair value of performance right	\$0.08	\$0.03
Exercise price	nil	nil
Grant date	15/12/2023	5/02/2024
Vesting date	31/12/2025	31/12/2025
Expiry date	31/12/2030	31/12/2030
Number of performance rights	1,299,887	506,945
Expense during the period ended 30 September 2024	\$38,494	\$5,233
Expected volatility (%)	70.00%	70.00%
Risk-free interest rate (%)	3.99%	3.60%
Expected life of performance rights (years)	2	2
Model used	Monte Carlo	Monte Carlo

2024 LTIP performance rights issued during the period ended 30 September 2024

	LTIP performance rights tranche one	LTIP performance rights tranche two
Fair value of performance right	\$0.09	\$0.04
Exercise price	nil	nil
Grant date	15/12/2023	5/02/2024
Vesting date	31/12/2026	31/12/2026
Expiry date	31/12/2031	31/12/2031
Number of performance rights	1,909,007	1,268,204
Expense during the period ended 30 September 2024	\$45,209	\$10,455
Expected volatility (%)	70.00%	70.00%
Risk-free interest rate (%)	3.99%	3.60%
Expected life of performance rights (years)	3	3
Model used	Monte Carlo	Monte Carlo

Vesting Conditions – LTIP Performance Rights (2023 & 2024)

The vesting conditions include:

- Relative share price performance: AuMEGA share price performance relative to the Company's peer group over a three year period; and
- Health & Safety and Environment: Demonstrate robust health, safety and environmental practices and performance over a three year period.

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Note 14. Accumulated losses

	Unaudited	
	30 September 2024 CAD\$	31 December 2023 CAD\$
Accumulated losses at the beginning of the financial period	(23,086,521)	(17,164,101)
Loss after income tax expense for the period	(2,600,850)	(6,630,280)
Transfer to options reserve	394,290	707,860
	<u> </u>	<u> </u>
Accumulated losses at the end of the financial period	<u>(25,293,081)</u>	<u>(23,086,521)</u>

Note 15. Dividends

There were no dividends paid, recommended or declared during the current or previous financial period.

Note 16. Financial instruments

The Company's financial instruments consist of cash and cash equivalents, and trade and other payables. The fair value of the financial instruments approximates their carrying values, unless otherwise noted. The Company's risk exposures and the impact on the Company's financial instruments are summarised below:

Liquidity risk

The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. As at 30 September 2024, the Company had available a cash and cash equivalents balance of \$3,296,663 (31 December 2023 - \$8,951,529) to settle current liabilities of \$1,362,986 (31 December 2023 - \$1,710,361).

Foreign currency risk

Foreign exchange risk is the risk that the Company's financial instruments will fluctuate in value as a result of movements in foreign exchange rates. The Company is exposed to foreign currency risk to the extent that monetary assets and liabilities held by the Company are not denominated in Canadian dollars. As at 30 September 2024, the Company is exposed to currency risk as some transactions and balances are denominated in Australian dollars. As at 30 September 2024, a 10% change of the Canadian dollar relative to the Australian dollar would have net financial impact of approximately \$117,163 (31 December 2023 - \$310,621). The Company does not use derivative instruments to hedge exposure to foreign exchange rate risk.

Credit risk

The Company's credit risk is mainly attributable to its liquid financial assets: cash and cash equivalents. The Company deposits cash with high credit quality financial institutions and credit risk is considered to be minimal. The Company's maximum exposure to credit risk is \$3,296,663 which is the carrying value of the Company's cash and cash equivalents at 30 September 2024.

Note 17. Commitments

(a) Exploration minimum expenditure

The consolidated entity must meet tenement expenditure commitments to maintain its tenements in good standing. These commitments are not provided for in the financial statements and are as follows:

Note 17. Commitments (continued)

	Unaudited	
	30 September 2024 CAD\$	31 December 2023 CAD\$
Committed at the reporting date but not recognised as liabilities, payable:		
Within one year	1,360,578	791,285
One to five years	193,368	528,333
More than five years	570,268	267,391
	<u>2,124,215</u>	<u>1,587,009</u>

(b) Flow-through Financings

Historically, the Company has entered into flow-through private placements (“FT Placements”) to fund exploration activities, the most recent being the 2023 FT Placements. Canadian tax rules require the Company to spend flow-through funds on “Canadian exploration expenses” (as defined in the Income Tax Act (Canada)) by the end of the calendar year following the year in which they were raised.

The Company indemnified the subscribers of flow-through shares from any tax consequences should the Company, notwithstanding its plans, fail to meet its commitments under the flow-through subscription agreements. In 2023, the Company completed a Flow-Through Offering for \$4.279 million, thus committing to spend this amount by December 31, 2024 on “Canadian exploration expenses” which qualify as “flow-through mining expenditures”, as these terms are defined in the Income Tax Act (Canada) (“Resource Expenditures”).

The premium on the \$4.279 million Flow-Through Offering amounted to \$1.003 million. At 30 September 2024, the Company has expended approximately \$3.823 million of the 2023 FT Private Placement amount of \$4.279 million on Resource Expenditures. The Company has until 31 December 2024 to spend the remaining outstanding balance of approximately \$0.456 million on Resource Expenditures.

The Company may be subject to interest on flow-through proceeds (“Part XII.6 tax”) renounced under the look-back rules in respect of prior years, and penalties, in accordance with regulations in the Income Tax Act (Canada), if it is determined that flow-through proceeds were not properly or timely spent on Canadian exploration expenses. Any Part XII.6 tax is expensed as incurred, as an operating expense.

Note 18. Event after the reporting period

On 22 October 2024, the Company announced that it had successfully raised approximately \$16.1 million (before costs) through an upsized financing to institutional, professional and accredited investors of approximately 259.3 million shares at an average price of C\$0.062 / A\$0.067 per share.

No other matters or circumstances have arisen since 30 September 2024 that has 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.

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Note 19. Loss per share

	3 Months ended 30 September 2024 CAD\$	3 Months ended 30 September 2023 CAD\$	Unaudited 9 Months ended 30 September 2024 CAD\$	Unaudited 9 Months ended 30 September 2023 CAD\$
Loss after income tax attributable to the owners of AuMEGA Metals Ltd	(928,357)	(862,554)	(2,600,850)	(2,899,736)
	Number	Number	Number	Number
Weighted average number of ordinary shares used in calculating basic loss per share	522,039,353	315,262,339	522,020,649	315,262,339
Weighted average number of ordinary shares used in calculating diluted loss per share	522,039,353	315,262,339	522,020,649	315,262,339
	Cents	Cents	Cents	Cents
Basic loss per share	(0.18)	(0.27)	(0.50)	(0.92)
Diluted loss per share	(0.18)	(0.27)	(0.50)	(0.92)

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