



ABN 93 103 011 436

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(Unaudited – prepared by Management)

For the Six months ended September 30, 2024

All amounts are in Australian dollars unless otherwise stated

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Condensed Interim Consolidated Financial Statements – September 30, 2024

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This condensed interim financial report covers the consolidated financial statements for the entity consisting of Macarthur Minerals Limited and its subsidiaries. The financial report is presented in the Australian currency.

The Company's registered office and principal place of business is detailed on page 7.

The financial report was authorised for issue by the directors on November 14, 2024. The directors have the power to amend and reissue the financial report.

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

The Management of the Company is responsible for the preparation of the accompanying unaudited condensed interim consolidated financial statements. The unaudited condensed interim consolidated financial statements have been prepared using accounting policies in compliance with International Financial Reporting Standards ("IFRS") for the preparation of the condensed interim consolidated financial statements and are in accordance with IAS 34 – Interim Financial Reporting.

The Company's auditor has not performed a review of these condensed interim consolidated financial statements.

MACARTHUR MINERALS LIMITED**CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

AS AT SEPTEMBER 30, 2024

(Expressed in Australian Dollars)

(Unaudited)

	Notes	September 30, 2024	March 31, 2024
		\$	\$
ASSETS			
Current			
Cash and cash equivalents		16,036	180,637
Other receivables		868,600	162,695
Security deposits and other assets		71,006	74,794
Total current assets		955,642	418,126
Non-Current			
Plant and equipment		64,467	49,112
Right of use asset		39,627	73,148
Investment in Infinity Mining Limited	8	974,934	1,857,892
Exploration and evaluation assets	3	52,420,347	75,292,100
Mining asset	3a	22,740,791	
Total non-current assets		76,240,166	77,272,252
Total assets		77,195,808	77,690,378
LIABILITIES			
Current			
Trade and other payables		887,599	786,037
Provisions		19,198	16,350
Lease liabilities		43,561	76,515
Loans	10	629,813	838,477
Total current liabilities		1,580,171	1,717,379
Non-Current			
Provisions		24,027	18,837
Lease Liability		-	4,607
Total non-current liabilities		24,027	23,444
Total liabilities		1,604,198	1,740,823
Net assets		75,591,610	75,949,555
SHAREHOLDERS' EQUITY			
Contributed equity	4	129,901,361	128,615,069
Reserves	4	12,015,299	11,803,753
Accumulated Losses		(66,325,050)	(64,469,267)
Total shareholders' equity		75,591,610	75,949,555

Nature and continuance of operations (Note 1)

Contingent liabilities (Note 9)

Subsequent events (Note 11)

On behalf of the Board of Directors:

"Cameron McCall" Director

"Ryan Welker" Director

The accompanying notes are an integral part of these condensed interim consolidated financial statements.

MACARTHUR MINERALS LIMITED**CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME/(LOSS) FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2024**

(Expressed in Australian Dollars)

(Unaudited)

	Six months ended September 30 2024	Six months ended September 30 2023
	\$	\$
EXPENSES		
Depreciation	(37,782)	(37,185)
Exploration expenditure	-	(728)
Investor relations	(26,323)	(178,085)
Loss from share of associate (Note 8)	-	(393,453)
Loss on sale of shares in associate	(87,812)	-
(Impairment)/Impairment Reversal of investment in associate	-	(1,054,660)
Impairment of E&E asset (Note 3)	(309,524)	-
Office and general expenses	(112,552)	(157,740)
Personnel costs	(430,553)	(446,544)
Professional fees	(634,889)	(350,524)
Share-based compensation	(23,588)	(416,571)
Share registry, filing and listing fees	(175,637)	(113,216)
Travel and accommodation	(14,010)	(27,251)
Borrowing costs	(42,414)	(13,563)
	<u>(1,895,084)</u>	<u>(3,189,520)</u>
OTHER REVENUE/INCOME		
Proceeds from sale of right to mine (Note 3a)	750,000	-
Interest Income	2,023	11,813
Other Income	20,913	35,229
Net rental income/(expense) from associated entity	22,123	18,946
Gain on foreign exchange	(4,653)	8,795
Change in fair value of financial instrument	(751,104)	-
	<u>39,302</u>	<u>74,783</u>
Total Comprehensive profit/(loss) for the period	<u>(1,855,782)</u>	<u>(3,114,737)</u>
Basic and diluted profit/(loss) per ordinary share	(0.0102)	(0.0188)
Basic and diluted weighted average number of ordinary shares	181,434,192	165,830,537

The accompanying notes are an integral part of these condensed interim consolidated financial statements.

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MACARTHUR MINERALS LIMITED**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**

	Note	Number of Shares #	Contributed Equity \$	Accumulated losses \$	Reserves \$	Total Equity \$
Balance at April 1, 2023		165,653,488	128,197,540	(58,707,604)	10,586,408	80,076,344
Net loss for the period		-	-	(3,114,737)	-	(3,114,737)
Share-based payment transactions		-	-	-	416,571	416,571
Shares in exchange for services		400,000	88,000	-	-	88,000
Balance at September 30, 2023		166,053,488	128,285,540	(61,822,341)	11,002,979	77,466,178
Balance at April 1, 2024		172,061,088	128,615,069	(64,469,268)	11,803,753	75,949,554
Net loss for the period		-	-	(1,855,782)	-	(1,855,782)
Private Placement		24,193,831	1,282,273	-	-	1,282,273
Exercise of options and warrants		700	175	-	-	175
Share-based payment transactions		-	-	-	211,546	211,546
Bonus Shares Issued		3,409,891	170,495	-	-	170,495
Cost of Share Capital	4	-	(166,651)	-	-	(166,651)
Balance at September 30, 2024		199,665,510	129,901,361	(66,325,050)	12,015,299	75,591,610

(Expressed in Australian Dollars) (Unaudited)

The accompanying notes are an integral part of these condensed interim consolidated financial statements.

MACARTHUR MINERALS LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in Australian Dollars)
(Unaudited)

	Note	Six months ended September 30 2024	Six months ended September 30 2023
		\$	\$
OPERATING ACTIVITIES			
Payments to suppliers and employees		(1,820,219)	(1,351,087)
Proceeds from sale of right to mine		750,000	-
Other revenue		43,036	54,175
Interest received		2,023	11,813
Interest Paid		(5,406)	(13,563)
Net cash flows (used in) operating activities		(1,303,566)	(1,298,662)
INVESTING ACTIVITIES			
Net purchases of plant and equipment		-	(1,000)
Proceeds from the sale of Plant & Equipment		-	-
Proceeds from sale of IML shares	8	44,042	(80,240)
Exploration and evaluation additions		(178,562)	(460,760)
Net cash flows (used in) investing activities		(134,520)	(542,000)
FINANCING ACTIVITIES			
Proceeds from exercised options & warrants		175	-
Proceeds from Private Placement		1,282,273	-
Principal repayment of lease liability		(37,751)	(33,821)
Proceeds received from/(repayment of) borrowings		(245,672)	500,000
Net cash flows provided by financing activities		999,025	466,179
Change in cash and cash equivalents during the period		(166,060)	(1,374,483)
Cash and cash equivalents, beginning of period		182,096	1,944,332
Cash and cash equivalents, end of period		16,036	569,849

The accompanying notes are an integral part of these condensed interim consolidated financial statements.

MACARTHUR MINERALS LIMITED

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(Expressed in Australian Dollars)

(Unaudited)

FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2024

NATURE AND CONTINUANCE OF OPERATIONS

Macarthur Minerals Limited is an Australian public company listed in Canada on the TSX Venture Exchange ("TSX-V") (symbol: MMS), Australian Securities Exchange ("ASX") (symbol: MIO) and OTCQB Venture Market ("OTCQB") (symbol: MMSDF). The Company has three iron ore projects in the Yilgarn region of Western Australia. The Company also has two exploration project areas in the Pilbara, Western Australia targeting iron ore. In addition, Macarthur Minerals has lithium brine interests in Railroad Valley, Nevada, USA.

As at September 30, 2024, the Company has the following subsidiaries (collectively referred to as the "Group"):

- 100% of Macarthur Australia Limited, which holds the following 100% subsidiaries:
- 100% of Macarthur Iron Ore Pty Ltd ("Macarthur Iron Ore" or "MIO") which owns the Iron Ore Projects
- 100% of Macarthur Lithium Nevada Limited (incorporated in Nevada)
- 100% of Esperance Iron Ore Export Company Pty Ltd (previously Macarthur Midway Pty Ltd)
- 100% of Macarthur Marble Bar Lithium Pty Ltd (previously Bachelor Project Pty Ltd) (a dormant subsidiary); and
- 100% of Macarthur Minerals NT Pty Ltd ("MMNT") and MMNT's 100% subsidiary, Macarthur Tulshyan Pty Ltd.

There was no change in the nature of the Company's principal activities during the year.

The Company continues to maintain its corporate head office and principal place of business at Suite 1G, Building 1, Kings Row Office Park, 40 McDougall Street, MILTON QLD 4064, Australia.

1. BASIS OF PRESENTATION

These general-purpose interim consolidated financial statements for the half-year reporting period ended September 30, 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'. The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Macarthur Minerals Limited and its controlled entities (referred to as the "Consolidated Group" or "Group"). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 31 March 2024, together with any public announcements made during the following half-year.

These condensed interim consolidated financial statements were authorised by the Board of Directors of the Company on November 14, 2024.

GOING CONCERN

The consolidated financial statements have been prepared on the going concern basis of accounting, which assumes the continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business.

The Group incurred a net loss after tax of \$1,855,782 and had cash outflows from operating and investing activities of \$1,165,086 for the half year ended September 30, 2024. As at September 30, 2024, current liabilities exceeded current assets by \$624,528.

The Directors believe the going concern assumption is valid, reaching such a conclusion after having regard to the factors set out below. Should these factors not eventuate, there is a material uncertainty which may cast significant doubt as to whether the company will continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial statements.

The Directors believe that the Group will continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the consolidated financial statements after consideration of the following factors:

- The Directors believe that future funding will be available to meet the Group's objectives of expanding key strategic assets and continuing to pay its debts as and when they fall due, through raising additional capital through equity placements to existing or new investors. The Group has a demonstrated history of success in this regard including having raised \$5,718,602 (after costs) via a private placement in April 2022, and a Rights Issue in March 2024 for \$580,760 and a further \$1,282,273 (after costs) via a private placement in July 2024. The directors are confident in their ability to continue to raise additional funds on a timely basis, as and when required.
- The Group's cash holdings at September 30, 2024 is \$16,036. The Group's commitment to exploration and maintenance cost expenditure in relation to the hematite project has been eliminated following the agreement with GVV. Exploration expenditure in relation to other projects can be reduced as required, subject to minimum spend requirements.
- The Group has capacity, if necessary, to reduce its operating cost structure in order to minimise its working capital requirements.

Should the Group be unable to continue as a going concern, it may be required to realise its assets and extinguish its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements. This financial report does not include any adjustments relating to recoverability and classification of recorded asset amounts or the amounts or classification of liabilities and appropriate disclosures that may be necessary should the Group be unable to continue as a going concern.

2. SIGNIFICANT ACCOUNTING POLICIES

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

3. EXPLORATION AND EVALUATION ASSETS

The ultimate recoupment of the carrying value of exploration and evaluation assets is dependent on the successful development, commercial exploitation and financing of the areas of interest, or alternatively through sale. At September 30 2024, the Company held 100% of the outstanding and issued share capital of Macarthur Australia. Macarthur Australia's wholly owned subsidiaries MIO holds assets which include the Iron Ore Projects.

Macarthur Minerals, through its 100% owned subsidiary Macarthur Lithium Nevada Limited (MLiNV) relinquished the tenements related to its lithium claims in Nevada during the period ended September 30, 2024. As a result of this, deferred exploration and evaluation expenditure related to this project has been fully impaired.

The carrying value of the exploration and evaluation assets relates to the Iron Ore Projects.

Exploration expenditure of \$178,562 was capitalised during the period ended September 30, 2024, as per table below.

3. EXPLORATION AND EVALUATION ASSETS (Cont'd)

Exploration and evaluation expenditure

Interim Expenditure

	Acquisition Costs \$	Capitalised \$	Capitalised Total \$
Balance as at 1 April 2024	4,010,636	71,281,464	75,292,100
Incurring during the period			
Accommodation and camp maintenance	-	-	-
Surveys	-	68,932	68,932
Other	-	53,990	53,990
Personnel and Contractors	-	13,889	13,889
Sampling and testing	-	865	865
Tenement management and outlays	-	14,894	14,894
Travel	-	2,627	2,627
Vehicle hire	-	17,786	17,786
	-	178,562	178,562
Impairment of Nevada		(309,524)	(309,524)
Balance before transfer	4,010,636	71,150,502	75,161,138
Transfer to Mining Asset	-	(22,740,791)	(22,740,791)
Balance as at September 30 2024	4,010,636	48,409,711	52,420,347

All capitalised exploration costs represent costs incurred during the exploration and evaluation phase.

Commitments

In order to maintain its current rights of tenure for exploration and/or mining activities, the Group is required to perform minimum annual expenditure requirements specified by the Western Australian Government and pay local shire rents and rates. The expenditure obligations are subject to renegotiation when an application for a mining lease and/or renewal of exploration permits are made or at other times and are subject to whether the Group decides to continue a tenement's rights until its expiry. Due to the nature of the Group's activities, it is difficult to accurately forecast the amount of future expenditure that will be necessary to incur in order to maintain present interests.

These obligations are not provided for in the financial statements and are payable at future dates as follows:

	September 30 2024 \$	31 March 2024 \$
Not later than one year	1,086,978	515,697
Later than one year but not later than five years	3,953,332	4,018,370
	5,040,310	4,534,067

For the 12-month period ending September 30, 2024, the Group may apply for exemptions against expenditure in relation to those tenements which did not have sufficient expenditure recorded against them in the prior 12 months of their term. Exemption has and may be sought on the basis that aggregate expenditure on those tenements in prior years far exceeded the minimum required. In the event that exemption for these tenements is not granted (which the Group believes is highly unlikely), the Group may have to impair/expense the value of the amount Capitalised to exploration and evaluation assets for those tenements.

MACARTHUR MINERALS LIMITED
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
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3. EXPLORATION AND EVALUATION ASSETS (Cont'd)

If exemptions being applied for are approved as outlined above, the reduced obligations not provided for in the financial statements are payable at future dates as follows:

	September 30 2024	31 March 2024
	\$	\$
Not later than one year	459,178	515,697
Later than one year but not later than five years	3,953,332	4,018,370
	4,412,510	4,534,067

3.(a) MINING ASSET

The execution of the Binding Term Sheet for the sale of the right to mine (relating to the hematite project) to Gold Valley Yilgarn (GVY) on June 13, 2024, gave rise to consideration for the separation of all carrying costs relating to that project, to be reclassified as a mining asset.

The Binding Term Sheet specifies the obligations of GVY to assume all necessary costs to ensure the maintenance of all tenements related to the Hematite project in good standing, pending the commencement of mining operations on that project. The Binding Term Sheet also deals with a royalty flowing from the production of all ore produced, once the mine become operational for the life of the mine. The amount shown as a mining asset of \$22,740,791 represents the deferred expenditure apportioned to the Hematite Project to date.

4. CONTRIBUTED EQUITY

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.

On a show of hands 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.

	September 30 2024	31 March 2024
	\$	\$
<i>Ordinary shares</i>		
Issued and fully paid	129,901,361	128,615,069
	Number	Number
<i>Number of shares on issue</i>	199,665,510	172,061,088

Movements in ordinary share capital

Details	Date	Shares	Issue price	\$
Balance	April 1, 2024	172,061,088		128,615,069
Issue of shares on exercise of Right offering options	April 22, 2024	700	\$0.25	175
Issue of shares in Private Placement	July 29, 2024	24,193,831	\$0.053	1,282,273
Issue of bonus shares	August 5, 2024	3,409,891	\$0.05	170,495
Balance	September 30, 2024	199,665,510		130,068,011

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NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
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4. CONTRIBUTED EQUITY (Cont'd)

	September 30 2024 Shares	31 March 2024 Shares
At the beginning of the reporting period	172,061,088	165,653,488
Shares issued during the year:		
i. Issue of shares in exchange for services (AUD \$0.22 per share)	-	600,000
ii. Rights Offering	-	5,807,600
iii. Exercise of options	700	
iv. Private Placement	24,193,831	
v. Issue of shares in exchange for services (AUD \$0.05 per share)	3,409,891	
	199,665,510	172,061,088

*Bonus shares issued to Directors during the period in accordance with the Consultant Share Compensation Plan.

Details of shares issued above are outlined below:

- i. On March 28, 2024, the Company issued 5,807,600 new fully paid ordinary shares under a pro-rata renounceable rights issue.
- ii. 600,000 shares were issued to Karlsson Group Ltd who were appointed for a period of six months to provide certain business development and marketing services on an incentivised basis through the issuance of 800,000 shares with each share having a deemed value equal to the market price as of June 16, 2023. The shares were payable over four instalments subject to agreed performance criteria with the first instalment of 200,000 shares issued on June 19, 2023. Instalments 2 & 3 of the shares were issued on August 2, 2023 and November 17, 2023, respectively.
- iii. On April 22, 2024, the Company issued 700 shares upon options being exercised.
- iv. On July 29, 2024, the Company issued 24,193,831 shares at AUD \$0.053 per share in connection with its private placement announced on that day and 12,096,915 attaching options at an exercise price of AUD \$0.10, expiring on July 29, 2026.
- v. On August 5, 2024, 3,409,891 shares were granted to External Consultants pursuant to the Share Compensation Plans.

Reserves

	Share Based Payments Reserve \$	Financial Asset Revaluation Reserve \$	Share Capital Reserve \$	Total \$
As at April 1, 2023	9,611,318	788,333	186,757	10,586,408
Cost of share-based payments	1,149,201	-	68,144	1,217,345
As at March 31, 2024	10,760,519	788,333	254,901	11,803,753
Cost of share-based payments	211,546	-	-	211,546
As at September 30 2024	10,972,065	788,333	254,901	12,015,299

Share-based payment reserve

4. CONTRIBUTED EQUITY (cont'd)

The Group has issued share options, rights and warrants on specified terms. The cost of these items is measured by reference to their fair value at the date at which they are granted and expensed over the vesting period. The fair value is determined using Option valuation models.

Financial Asset Revaluation Reserve

The financial asset revaluation reserve records revaluations of financial assets.

Share Capital Reserve

The share capital reserve records the residual value of contributed equity after deducting the fair value of the common shares issued.

Share Compensation Plans

The Company, in accordance with the Company's Omnibus, Employee and Consultant Share Compensation Plans ("Plans") and the policies of the TSX-V and ASX, is authorised to grant incentive stock options ("Options"), award equity restricted share units ("RSU's"), or bonus shares or issue ordinary shares from treasury pursuant to the Company's share purchase scheme to directors, employees and consultants to acquire in aggregate up to 20% of issued and outstanding ordinary shares as at August 23, 2024, being 199,665,510 Common Shares. The Plans were approved on September 26, 2024 by the shareholders and replace the Company's previous Plans.

The exercise price of the Options is fixed by the Board at no less than the discounted market price (as defined under the TSX-V Company Manual) of the shares on the grant date, subject to all applicable regulatory requirements. Options under the Plans can be granted for a maximum term of 5 years and may be subject to vesting criteria as determined by the Board.

The fair value of all issued Options is measured and expensed as share-based compensation at the grant date if they are fully vested upon granting, otherwise the fair value is expensed over the vesting period. A corresponding increase is recorded to reserves.

Share Options – Employees and Consultants

During the six-month period ended September 30, 2024, 500,000 options expired. Share option transactions issued under the Company's Share Compensation Plans and the number of share options outstanding are summarized as follows:

	Six months ended September 30, 2024		Year ended March 31, 2024	
	Number of Options	Weighted Average Exercise Price	Number of Options	Weighted Average Exercise Price
Outstanding, beginning of period	8,700,000	\$0.27 (CAD\$0.24)	9,000,000	\$0.28 (CAD\$0.25)
Granted	-	-	-	-
Expired	(500,000)	\$0.65 (CAD\$0.59)	-	-
Forfeited	-	-	300,000	\$0.48 (CAD\$0.42)
Exercised	-	-	-	-
Outstanding, end of period	8,200,000	\$0.25 (CAD\$0.22)	8,700,000	\$0.27 (CAD\$0.24)
Options exercisable, end of period	8,200,000	\$0.25 (CAD\$0.22)	8,700,000	\$0.27 (CAD\$0.24)

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(Expressed in Australian Dollars)
(Unaudited)
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4. CONTRIBUTED EQUITY (cont'd)

Share options outstanding at September 30, 2024 have the following exercise prices and expiry dates:

Number of Options	Exercise Price	Expiry Date
500,000	AUD\$0.45	26 Oct 2024
500,000	AUD\$0.40	26 Oct 2025
7,200,000	AUD\$0.20	20 Mar 2026

The range of exercise prices for options outstanding at September 30, 2024 is CAD\$0.005 to CAD\$0.085. The weighted average remaining contractual life for the share options as at September 30, 2024 is 1.1 years.

Share Options – Private Placement

Options transactions with an Australian Dollar exercise price issued under the **private placements** and the number of options outstanding and their related weighted average exercise prices are summarised as follows:

	Six months ended September 30, 2024		Year ended March 31, 2024	
	Number of Options	Weighted Average Exercise Price	Number of Options	Weighted Average Exercise Price
Outstanding, beginning of period	20,483,788	AUD\$0.58	17,000,000	AUD\$0.65
Granted	12,096,915	AUD\$0.10	3,483,788	AUD\$0.28
Expired	(17,000,000)	AUD\$0.78	-	-
Forfeited	-	-	-	-
Exercised	(700)	AUD\$0.25	-	-
Outstanding end of period	15,580,003	AUD\$0.01	20,483,788	AUD\$0.58
Options exercisable end of period	15,580,003	AUD\$0.01	20,483,788	AUD\$0.58

Share options outstanding at September 30, 2024 have the following exercise prices and expiry dates:

Number of Options	Exercise Price	Expiry Date
3,483,088	AUD\$0.25	27 September 2025
12,096,915	AUD\$0.10	29 July 2026

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MACARTHUR MINERALS LIMITED**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

(Expressed in Australian Dollars)

(Unaudited)

FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2024

Restricted Share Units

During the six-month period ended September 30, 2024, 4,350,000 RSU's expired and 600,000 RSU's were forfeited. RSU transactions, the number outstanding and their related weighted average vesting prices are summarized as follows:

	Six months ended September 30, 2024		Year ended March 31, 2024	
	Number RSUs	of Weighted Average Exercise Price	Number RSUs	of Weighted Average Exercise Price
Outstanding, beginning period	of 7,150,000	\$0.72 (CAD\$0.64)	6,945,000	\$0.90 (CAD\$0.82)
Granted	-	-	2,800,000	\$0.26 (CAD\$0.23)
Vested	-	-	-	-
Forfeited	(600,000)	\$0.79 (CAD\$0.06)	(145,000)	\$0.79 (CAD\$0.70)
Expired	(4,350,000)	\$0.99 (CAD\$0.90)	(2,450,000)	\$0.30 (CAD\$0.27)
Outstanding, end of period	2,200,000	\$0.24 (CAD\$0.22)	7,150,000	\$0.72 (CAD\$0.64)

RSUs outstanding at September 30, 2024 have the following vesting prices and expiry dates:

Number of RSUs	Vesting Price	Expiry Date
2,200,000	AUD\$0.20	24 January 2027

The weighted average remaining contractual life for the RSUs as at September 30, 2024 is 2.22 years.

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5. SHARE-BASED COMPENSATION

The Company measures the cost of share options at fair value at the grant date using the Black-Scholes formula, adjusted to reflect market vesting conditions, but excludes any non-market vesting conditions. Non-market vesting conditions are included in assumptions about the number of options that are expected to vest and the entity revises its estimate of options that are expected to vest at each reporting date.

The fair value calculated for options issued is expensed over their vesting period as share-based compensation in the statement of profit or loss and other comprehensive income and a corresponding amount is recorded to reserves. Upon exercise the fair value of the options is re-classified from reserves to contributed equity.

6. SEGMENTED INFORMATION

The chief operating decision-maker has been identified as the CEO of the Company. The Group has identified one reportable segment (the exploration of mineral resources). All such operations and substantially all the capital assets of the Group are situated in Australia as at the reporting date.

7. COMMITMENTS

Exploration expenditures

Certain future exploration expenditures are required to be undertaken by the Company as a minimum retention for exploration permits. These expenditures were set out in Note 3 to the condensed interim consolidated financial statements for the period ended September 30, 2024.

Apart from the above, the Company has no other material commitments at the reporting period date.

8. FINANCIAL INVESTMENT

The company's investment in Infinity Mining Limited (Infinity) was previously classified as an investment in an associated entity and accounted for using the equity method, based on a shareholding of 20.52% as of March 31, 2024 and Board representation which constituted "significant influence" under AASB 128.

Following a reduction in the shareholding to 17.32% as of September 30, 2024, along with Cameron McCall's resignation from Infinity's Board, the company no longer accounts for the investment as an associated entity.

As of September 30, 2024, the company holds 23,504,212 shares in Infinity, valued at the closing market price on that date.

9. CONTINGENT LIABILITIES

a) Security Bonds

The Company has a contingent liability of \$35,397 for bank guarantees issued for office leasing arrangements in Brisbane and corporate credit cards.

10. BORROWINGS

During August 2023, the Company entered into an unsecured loan arrangement with a shareholder for the amount of \$1,000,000 at an annualised percentage rate (APR) of 10.00%, with a repayment date of February 28, 2024. At reporting date, the Company had repaid \$530,000 of that loan and has re-negotiated the balance along mutually acceptable terms.

During the reporting period, the Company entered into unsecured loan arrangements with two Directors for \$40,000 each.

11. SUBSEQUENT EVENTS

a) Infinity Mining Limited

Since September 30, 2024 and up to the date of this report, Macarthur Minerals has 23,504,212 shares in Infinity Mining Limited (ASX: IMI) or 6.85% (based on 343,007,293 shares).

5,876,053 Options issued as pro-rata non-renounceable bonus issue held in IMI on the Record Date of September 12, 2023, for nil consideration have expired on September 19, 2024 (ASX: IMIO).

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