FENIX

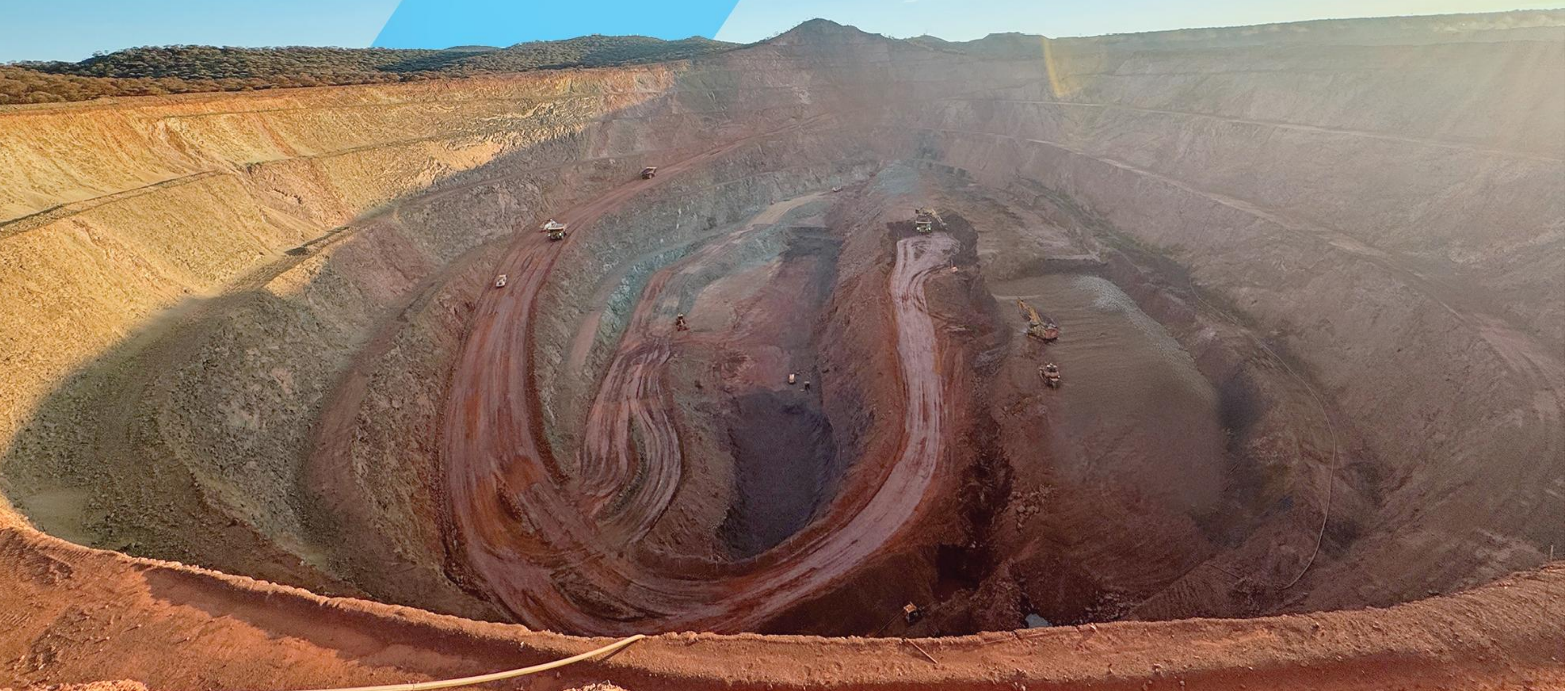
INTERIM FINANCIAL REPORT

FOR THE HALF-YEAR ENDED

31 DECEMBER 2024

FENIX RESOURCES LIMITED

ABN 68 125 323 622



CORPORATE DIRECTORY

Directors
John Welborn *Executive Chairman*
Craig Mitchell *Executive Director*
Garry Plowright *Independent Non-Executive Director*
Shannon Coates *Independent Non-Executive Director*

Company Secretary
Natalie Teo

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Stock Exchange Listing
Australian Securities Exchange
ASX Code – **FEX**

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Central Park
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DIRECTORS' REPORT

The Directors present their financial report for the consolidated entity consisting of Fenix Resources Limited (**Company** or **Fenix**) and the entities it controls (**Consolidated Entity** or **Group**) at the end of, or during, the half-year ended 31 December 2024 (**Period**).

DIRECTORS

The names of Directors who held office during the half-year and up to the date of signing this report, unless otherwise stated are:

John Welborn	Executive Chairman
Craig Mitchell	Executive Director
Garry Plowright	Independent Non-Executive Director
Shannon Coates	Independent Non-Executive Director *(appointed 1 July 2024)*

PRINCIPAL ACTIVITIES

The principal activities of the Group are to explore, develop and mine mineral tenements in Western Australia's Mid-West and the provision of transport logistics and port services.

FINANCIAL SUMMARY

The Group made a net profit after tax of $1,874,310 for the financial half-year ended 31 December 2024 (31 December 2023: $22,051,532). At 31 December 2024, the Group had net assets of $173,131,921 (30 June 2024: $166,340,303) and cash assets of $56,104,467 (30 June 2024: $77,118,325).

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

The significant changes in the state of affairs of the Consolidated Entity during the financial period and to the date of this report are set out in the review of operations below.

REVIEW OF OPERATIONS

BUSINESS UNIT PERFORMANCE

During the half-year ended 31 December 2024, the Group progressed growth of the business through the following activities:

- Commencement of mining at the Shine Iron Ore mine as scheduled, the Group's second iron ore mine which was self-funded from the Group's free cashflow;
- Completed the strategic acquisitions of the Beebynganna Hills Iron Ore Project and Beebyn North exploration tenement. The acquisitions significantly expanded the Group's regional land holdings in close proximity to Fenix's existing mining operations;
- Progressed development at Ruvidini Inland Port Terminal, which as at 31 December 2024, is now operationally complete and will facilitate the export of third party ore;
- Significant Mineral Resource Estimate (**MRE**) increase for Iron Ridge of 177% to 13.4 million tonnes (**Mt**) at 64.9% Fe;
- Progressed Beebyn-W11 Iron Ore mine approvals, the Group's third iron mine, with approvals expected during the March 2025 quarter; and
- Increased shareholding in Athena Resources Limited (**Athena**) to 19.84% following conversion of its convertible notes to become Athena's largest shareholder. Subsequent to 31 December 2024, the shareholding was increased to 28.97% following take up of rights and the shortfall under Athena's renounceable entitlements offer.

The Group now operates across three business units, Mining, Logistics and Port Services. Details regarding the performance delivered by each business unit and key activities during the period are outlined below.

MINING

Health & Safety Performance

Nil Lost Time Injuries (LTI) were recorded at the Iron Ridge Iron Ore Mine (**Iron Ridge**) and one LTI was recorded at the Shine Iron Ore Mine (**Shine**) during the half-year ended 31 December 2024. The Company remains committed to maintaining a safe work environment for all personnel.

Mining & Production Performance

During the half-year ended 31 December 2024 Fenix commenced operating from its newly developed iron ore mine, Shine, which was self-funded from free cashflow, commissioned on time and on budget for an exceptionally low capital expenditure of approximately $7.4m. Fenix is now producing from two iron ore mines in Western Australia's Mid-West, Iron Ridge and Shine. All production metrics significantly increased for the 1st half FY25 relative to the 1st half FY24 as shown in Table 1 below, with an annualised production rate of approximately 2.5 million tonnes per annum (**Mpta**), which was achieved for the half-year ended 31 December 2024.

Iron Ridge continued its strong and incredibly consistent operational performance during the 1st half of FY25 with ore mined of 790k wet metric tonnes (**wmt**), ore produced of 720k wmt and ore hauled of 752k wmt.

As outlined above Shine commenced operations during August 2024 and will be operating at the full expected Stage 1 production capacity of approximately 100k wmt per month from January 2025 onwards. During the 1st half of FY25 ore mined was 372k wmt, ore produced was 341k wmt and ore hauled was 270k wmt from Shine.

As a result of Shine commencing operations Fenix's annualised production rate has now increased to approximately 2.5Mtpa for calendar year 2025 with the commissioning of the Company's third iron ore mine, Beebyn-W11, expected to increase the production rate to approximately 4Mtpa during 2025.

Group C1 cash costs for the 1st half of FY25 were A$81.3 per wmt, an increase of 5% from the 1st half of FY24 (A$77.1 per wmt). The increase was primarily due to the planned waste stripping in the early mine development of Shine (C1 cash cost A$86.9 per wmt). Fenix remains confident that the expected Stage 1 C1 cash costs for Shine will average A$67.50 per wmt. C1 cash costs for Iron Ridge were A$79.4 per wmt an increase of 3% from the 1st half of FY24, which is a positive outcome given the inflationary pressures being experienced by all industries currently and over the past year.

In addition, initial production from Shine included stockpiled low-grade material previously mined by Mount Gibson Iron Limited (**Mount Gibson**) which Fenix was able to sell as low-grade material into the iron ore market. This resulted in Shine producing a positive cashflow margin significantly earlier than budgeted.

Table 1: Production Summary

Production Summary					
(kwmt)	Q2 FY25	Q1 FY25	1ST HY FY25	1st HYF24	%
Ore Mined	696.2	465.3	1,161.5	722.9	61
Lump Ore Produced	287.9	163.9	451.8	369.2	22
Fines Ore Produced	413.9	195.3	609.2	364.2	67
Lump Ore Hauled	260.7	207.2	467.9	389.3	20
Fines Ore Hauled	343.2	210.7	553.9	351.0	58
Lump Ore Shipped	245.3	156.6	401.9	373.5	8
Fines Ore Shipped	348.3	189.3	537.6	332.3	62
C1 Cash Cost (A$/wmt Shipped FOB)	82.7	78.8	81.3	77.1	5

Iron Ridge Mineral Resource Estimate (MRE) Update

During the half-year ended 31 December 2024 Fenix significantly increased the MRE for Iron Ridge by 177% to 13.4Mt at 64.9% Fe. The updated 2024 MRE will provide a base for further exploration programs to be conducted in 2025 as well as inform future mining planning work aimed at extending the Iron Ridge mine life (refer ASX announcement dated 5 December 2024).

Table 2: Iron Ridge MRE as at 30 November 2024, at 58% Fe cutoff grade

Class	Tonnes	Fe	Al_2O_3	SiO_2	TiO_2	P	LOI
	t	%	%	%	%	%	%
Indicated	4,315,357	65.90	1.80	2.36	0.09	0.04	1.31
Inferred	9,045,000	64.37	2.22	3.17	0.12	0.05	1.87
Total	**13,360,357**	**64.86**	**2.09**	**2.91**	**0.11**	**0.04**	**1.69**

Note: due to the effects of rounding, totals may not represent the sum of all components

Sales Performance

During the half-year ended 31 December 2024, Fenix loaded 16 ships with a total of 939.5k wmt of iron ore from Iron Ridge and the newly commissioned Shine iron ore mine.

Average grade shipped during the half-year ended 31 December 2024 for Iron Ridge was 64.1% Fe for lump product and 63.5% Fe for fines product, demonstrating the exceptionally high-grade qualities of the deposit. The current project-to-date lump to fines ratio of 46:54 continues to be significantly higher than the feasibility study assumption of a life-of-mine average of 25:75. Fenix continues to actively manage the value chain from pit to port to ensure the quality of the lump product is maximised, as lump product attracts a significant premium to the fines price.

Average grade shipped for Shine during the half-year ended 31 December 2024 was 55.5% Fe for lump product and 57.8% Fe for fines product, which was inclusive of low-grade material previously mined by Mount Gibson and the initial high volume of low-grade ore mined during the ramp up phase of Shine production. The low-grade material was previously considered by Fenix as not marketable when the investment decision was made, however, subsequently Fenix has been able to successfully re-evaluate this position and sell the low-grade ore.

Sales revenue increased from $126.9m for the 1st half FY24 to $130.9m for the 1st half FY25 due to increased sales volumes partly offset by a lower Platts 62% Fe CFR price. This is a positive outcome, as the ability to increase sales volumes contributed to the self-funding of the new Shine iron ore mine with no external debt facilities required, and still enabled the Company to produce a profit for the half-year ended 31 December 2024.

Table 3: Sales Performance

Sales Performance						
Item	**Unit**	**Q2 FY25**	**Q1 FY25**	**1ST HY FY25**	**1st HYF24**	**%**
Lump Product Sales	k wmt	156.6	245.3	401.9	373.5	8
Fines Product Sales	k wmt	189.3	348.3	537.6	332.3	62
Total Ore Sales	k wmt	345.9	593.6	939.5	705.8	33
Platts 62% Fe CFR Price, Average	US$/dmt	103.0	99.7	101.4	121.2	16
Average Realised CFR price	US$/dmt	93.3	106.3	96.7	128.6	25
	A$/dmt	142.8	158.7	146.8	197.2	26
Average Freight Cost	US$/dmt	17.6	18.5	17.9	17.4	3
	A$/dmt	27.0	27.6	27.2	26.7	2
Average Realised FOB Price (pre-QP Adjustments & hedging)	US$/dmt	88.2	87.9	88.0	107.7	18
	A$/dmt	134.9	131.1	132.5	170.6	22

Beebyn-W11 Deposit

In October 2023, Fenix signed binding agreements with Sinosteel Midwest Corporation securing the exclusive Right to Mine and export up to 10 million dry metric tonnes of iron ore from the high-grade Beebyn-W11 iron ore deposit in the Weld Range (Beebyn-W11 Transaction). The Beebyn-W11 iron ore deposit has a JORC 2012 compliant total Measured and Indicated Mineral Resource Estimate of 20.5 million tonnes at a grade of 61.3% Fe.

In late July 2024, Fenix announced that it had completed a feasibility study for the planned mine development at the Beebyn-W11 deposit (refer ASX announcement dated 25 July 2024). Key highlights from the feasibility study included:

- Forecast production rate of 1.5 million dmt per annum for 6.7 years at an average strip ratio of 2.2;
- JORC Ore Reserve of 10 million tonnes at an average grade of 62.2% Fe;
- Pre-production capital cost of A$22.9m with c.A$3m in post-production capital;
- LOM average C1 cash operating costs of A$77.5 per wet metric tonne;
- Average LOM annual EBITDA of A$47.9m; and
- Pre-tax NPV of A$150.9m and estimated pre-tax Internal Rate of Return of 189%, offering further significant upside at current iron ore prices.

Fenix made significant progress in advancing the Beebyn-W11 project during the 1st half of FY25 by completing various preliminary works and obtaining a number of important ancillary approvals including:

- Miscellaneous License for the Beebyn-W11 haul road;
- Works Approval from the Department of Water and Environmental Regulation; and
- License to construct three production wells for the mining purposes.

Fenix selected MACA as the preferred mining contractor for Beebyn-W11. MACA are the mining contractor engaged at Iron Ridge since the commencement of mining. Final mining approval for Beebyn-W11 is expected during the 1st quarter of calendar year 2025.

Beebynganna Hills Iron Ore Project and Beebyn North exploration tenement

In December 2024, Fenix announced the strategic acquisitions of the Beebynganna Hills Iron Ore Project and the Beebyn North exploration tenement. The acquisitions significantly expand Fenix's regional land package in close proximity to Fenix's existing mining operations at Iron Ridge and Beebyn-W11 and with access to the Company's infrastructure and transport logistics solutions. The acquisitions offer near mine opportunities for discovery of new high-grade iron ore, with historical exploration results at Beebynganna Hills having identified hematite grading up to 65% Fe (refer ASX announcement dated 18 December 2024).

LOGISTICS

NEWHAUL ROAD LOGISTICS

Health & Safety Performance

Newhaul Road Logistics recorded nil LTIs across its operations during the half-year ended 31 December 2024.

Haulage Performance

During the half-year ended 31 December 2024, Newhaul Road Logistics hauled 1,022k wmt (2023: 740k wmt) of iron ore from Fenix's Iron Ridge and Shine mines to the Company's on-wharf storage facilities at Geraldton Port. In addition, Newhaul Road Logistics hauled third-party product from a third party shed located in close proximity to the Geraldton Port, to facilitate a third-party port services contract that concluded at the end of September 2024.

Newhaul Road Logistics continues to demonstrate industry leading performance with continued cost reduction and operating costs across the haulage value chain.

Newhaul Road Logistics continued to expand its fleet as part of the ramp up of production at Shine, achieving full ramp up within the 1st half FY25 and significantly earlier than planned. Newhaul Road Logistics is preparing to facilitate haulage from Beebyn-W11 with key activities during the 1st half FY25 including fleet acquisition and commissioning as well as property developments to facilitate the significantly increased volume across the operations and workforce. During the half-year ended 31 December 2024 Newhaul achieved the milestone of hauling 6Mt of Fenix iron ore. This resulted in the issue of 20 million shares in Fenix under the original acquisition agreement completed in 2022 (see ASX announcement dated 18 December 2024).

Fenix-Newhaul is focused on expanding its fleet in anticipation of future haulage requirements relating to the Beebyn-W11 Deposit and securing additional third-party haulage contracts.

Ruvidini Inland Port

In July 2023, Fenix acquired Mount Gibson Mid-West rail assets located at Ruvidini and Perenjori. The rail assets include the respective rail sidings, associated land and infrastructure, which provide an opportunity for higher volumes, and flexibility for increased accessibility and efficiency of haulage to the Geraldton Port. Both sites have historically been utilised as a cost-effective location for product assembly, including blending.

During the half-year ended 31 December 2024 Fenix progressed the development of the Ruvidini Inland Port Terminal, which is now operationally complete. Fenix will fully commission Ruvidini following completion of the installation of a level crossing to facilitate access to the site. The contract with Gold Valley for the haulage and export of 3.0Mt of iron ore remains in place with a contract addendum and extension agreed during the period. Haulage from Ruvidini Inland Port is expected to commence in the June 2025 quarter.

PORT SERVICES

NEWHAUL PORT LOGISTICS

Health & Safety Performance

Newhaul Port Logistics recorded no LTIs during the half-year ended 31 December 2024.

Shipping Performance

The Newhaul Port Logistics business owns and operates three large on wharf bulk material storage sheds at Geraldton Port. These storage facilities are connected to the Company's truck unloader, and to the Mid-West Port Authority's rail unloader, and are currently capable of storing more than 400,000 tonnes of bulk commodity and facilitating export of more than 5Mt a year.

During the half-year ended 31 December 2024, Newhaul Port Logistics shipped a total of 1,286k wmt (2023: 1,446k wmt) of iron ore via the Group's on-wharf storage facilities at Geraldton Port. This consisted of 699k wmt (2023: 706k wmt) of product from Fenix's Iron Ridge mine, 241k wmt (2023: nil) of product from Fenix's Shine mine and 346k wmt (2023: 740k wmt) of product on behalf of third-party customers.

During the half-year ended 31 December 2024, Newhaul Port Logistics undertook modifications to Fenix's truck unloader at Geraldton port. This included capital works to decrease the unloading time of each truck and additional works to allow the truck unloader to deposit ore directly into Shed 4, in addition to Shed 13 as has been used historically. This provides several advantages to Fenix going forward, including:

- Reducing the time taken for a truck to unload from more than ten minutes to approximately six minutes generating significant operational efficiencies and cost savings as well as preventing banking and reducing driver fatigue;
- Enabling the loading of ore directly into Shed 4, replacing the previous system of double handling whereby trucks were required to drive into the shed to offload ore onto the ground twice and then requiring a loader operator to stockpile the ore;
- Increasing available storage capacity at Shed 4 by the ability to stockpile ore at height from conveyors rather than via loaders at floor level;
- Reducing the degradation of ore through the use of conveyors rather than loaders; and
- Limiting the potential for safety incidents associated with multiple truck movements and multiple rehandling of ore received. The improvements to the truck unloader and the additional connection to Shed 4, in addition to driving future cost savings and safety benefits, will enable increased storage and loading capacity for Fenix.

CORPORATE ACTIVITIES

Growth to 4Mpta

Fenix's immediate focus remains on augmenting Iron Ridge and Shine production with new production from Beebyn-W11 which is expected to increase the production rate to 4Mpta during 2025, a tripling of production from FY24.

Fenix also continues to engage with interested parties in assessing new opportunities to expand its mining and third-party logistics business, positioning the business further for exciting long-term growth.

Athena Investment

On 2 December 2024, Athena announced that Fenix had elected to convert a portion of its convertible notes, such that Fenix became Athena's largest shareholder holding a 19.84% interest. Athena also announced a 1 for 2 renounceable rights issue, whereby Fenix would take up its rights as well as act as underwriter for the issue. Following completion of the rights issue in early January 2025, Fenix increased its shareholding to 28.97% interest and is currently working with Athena to advance the Byro Magnetite Project (**Byro**), located in the Mid-West 250km from the Port of Geraldton. Metallurgical test work and preliminary suitability testing carried out by Athena in 2024 identified the potential for an extremely high-grade concentrate with minimal impurities, suitable for supply to the emerging Green Steel market (refer Athena Resources ASX announcement "Scoping Study" dated 20 May 2024).

Hedging

Fenix has an active economic hedging program which is designed to manage iron ore price risk and protect the Company's strong operating margins. During the half-year ended 31 December 2024, Fenix took the opportunity to expand the Company's hedge book which as at 31 December 2024 comprises 50,000t for December 2024 at a fixed price of A$150 per dmt, 60,000t per month for January 2025 to June 2025 at a fixed price of A$154.40 per dmt and 10,000t per month for July 2025 to December 2025 at a fixed rate of A$155.10 per dmt. The hedging arrangements are structured as swap contracts facilitated by Macquarie Bank Limited and are based on the Monthly Average Platts TSI 62 Index converted to AUD for the relevant month. Cash settlement under the hedge contracts occurs 5 business days after the end of each month.

Fenix Community Contribution

Fenix continued to invest in innovative youth training programs such as the Fenix-Newhaul Kickstart Training Academy and other local business partnerships and community activities. The Company retained its naming rights of the premiership-winning Fenix Geraldton Buccaneers – a successful franchise in the National Basketball League NBL1 West conference. The Company also sponsored local grass roots sporting clubs including Towns Football Club, Trades Basketball and the Geraldton Mighty Blues. During the period, Fenix also continued its partnership with Clontarf; a not-for-profit which exists to improve the education, discipline, life skills, self-esteem and employment prospects of young Aboriginal and Torres Strait Islander men.

Tenements

As at 31 December 2024, the Company's interests in tenements are set out below:

Location	Project	Tenement	Interest
Western Australia	Iron Ridge	M20/118-I, E20/936, L20/83, L20/84, L20/85, G20/28	100%
Western Australia	Beebyn-W11	M51/869-I, P51/3396, L20/0092	Right to Mine 10Mt of iron ore
Western Australia	Shine	M59/406, M59/731, M59/421, L59/54, L59/143, L59/122, M59/458, M59/420, M59/497, M59/380, M59/379	100% of Iron Ore rights
Western Australia	Pharos	E20/948, E20/953	100% of Iron Ore rights
Western Australia	Ruvidini	L 70/74, G70/201, G70/202, G70/203, G70/204, G70/205, L70/73	100%
Western Australia	Perenjori	G70/232, G70/238, L70/133	100%
Western Australia	Beenynganna Hills	E51/1681	100%
Western Australia	Beebyn North	E51/2245	100%

Competent Person Statements

The information in this report relating to the Iron Ridge Mineral Resource Estimate (MRE) is based on the information compiled by Dr Heather King, a Competent Person who is a member of the South African Council for Natural Scientific Professions (SACNASP) and a Fellow of the Geological Society of South Africa (GSSA). Dr King is employed by A and B Global Mining a sub-consultant of ResourcesWA Pty Ltd. Dr King has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (JORC Code). The Company confirms it is not aware of any new information or data that materially affects the information included in the original market announcement on 5 December 2024 and all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The MRE comprises 4.3Mt Indicated and 9.0Mt Inferred.

The information in this report relating to the Beebyn-W11 MRE is based on information compiled by Dr Heather King, a Competent Person who is a member of the South African Council for Natural Scientific Professions (SACNASP) and a Fellow of the Geological Society of South Africa (GSSA). Dr King is an employee of A&B Global Mining (Pty) Ltd, a sub-consultant of ResourcesWA Pty Ltd. Dr King has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the JORC Code. The Company confirms it is not aware of any new information or data that materially affects the information included in the original market announcement on 3 October 2023 and all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The MRE comprises 13.22Mt Measured and 7.25Mt Indicated.

The information in this report relating to the Beebyn-W11 Ore Reserve is based on information compiled by Mr Ross Cheyne, who is an employee of Orelogy Consulting (Pty) Ltd, and a Fellow of the Australian Institute of Mining and Metallurgy. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement on 25 July 2024 and all material assumptions and technical parameters underpinning the estimates in the relevant market announcement, including the production targets and forecast financial information based on production targets, continue to apply and have not materially changed.

MATTERS SUBSEQUENT TO THE END OF THE REPORTING PERIOD

No material matters have occurred subsequent to the end of the half-year which requires reporting on other than those which have been noted above.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 11.

Signed in accordance with a resolution of the directors

John Welborn
Chairman

Perth
24 February 2025

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Auditor's Independence Declaration

To the Directors of Fenix Resources Limited

In accordance with the requirements of section 307C of the *Corporations Act 2001*, as lead auditor for the review of Fenix Resources Limited for the half-year ended 31 December 2024, I declare that, to the best of my knowledge and belief, there have been:

a no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and

b no contraventions of any applicable code of professional conduct in relation to the review.

Grant Thornton

GRANT THORNTON AUDIT PTY LTD
Chartered Accountants

B P Steedman
Partner – Audit & Assurance

Perth, 24 February 2025

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the half-year ended 31 December 2024

	Notes	31 December 2024 $	31 December 2023 $
Revenue	2	130,973,502	126,933,844
Cost of sales	3	(119,296,571)	(87,739,061)
Gross profit		11,676,931	39,194,783
Other income		1,114,419	1,808,148
Other expenses	4	(8,567,460)	(9,178,340)
Profit on joint venture		-	24,148
Operating profit		4,223,890	31,848,739
Finance income		1,001,821	914,957
Finance costs	5	(1,874,972)	(1,059,162)
Profit before income tax expense		3,350,739	31,704,534
Income tax expense	7	(1,476,429)	(9,653,002)
Profit after income tax expense for the period attributable to the owners of the Group		1,874,310	22,051,532
Other comprehensive income			
Other comprehensive income for the period, net of tax		-	-
Total comprehensive income for year attributable to owners of Fenix Resources Limited		1,874,310	22,051,532
Basic earnings per share (cents per share)	17	0.26	3.21
Diluted earnings per share (cents per share)	17	0.24	2.96

The accompanying notes form part of these consolidated financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

	Notes	31 December 2024 $	30 June 2024 $
Current Assets			
Cash and cash equivalents		56,104,467	77,118,325
Inventories		22,560,697	7,493,685
Other current assets – term deposit	8	997,628	232,166
Trade and other receivables	8	28,462,888	22,406,888
Current tax receivable		3,757,957	-
Financial asset		-	328,136
		111,883,637	107,579,200
Non-Current Assets			
Mine properties, property, plant and equipment	10	148,435,874	115,867,498
Capitalised exploration and evaluation expenditure	11	7,594,408	12,118,975
Intangible assets	12	24,057,232	26,165,349
Loan receivable	9	4,925,342	5,000,000
Investment in associate and joint venture		2,320,884	44,280
		187,333,740	159,196,102
Total Assets		**299,217,377**	**266,775,302**
Current Liabilities			
Trade and other payables		50,203,271	30,520,903
Provisions		2,960,362	1,738,131
Provision for income tax		-	7,649,391
Borrowings and lease liabilities	13	16,354,577	13,330,191
		69,518,210	53,238,616
Non-Current Liabilities			
Other payables		-	500,000
Provisions		7,005,964	6,801,451
Borrowings and lease liabilities	13	36,690,179	28,589,444
Deferred tax liability		12,871,103	11,305,488
		56,567,246	47,196,383
Total Liabilities		**126,085,456**	**100,434,999**
Net Assets		**173,131,921**	**166,340,303**
Equity			
Issued capital	14	93,984,697	86,348,756
Other equity		1,911,225	1,911,225
Reserves		1,322,797	4,041,430
Retained earnings		75,913,202	74,038,892
Total Equity		**173,131,921**	**166,340,303**

The accompanying notes form part of these consolidated financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the half-year ended 31 December 2024

	Issued Capital $	Other Equity $	Reserves $	Retained Earnings $	Total $
Balance at 1 July 2023	**68,018,010**	**1,911,225**	**772,869**	**54,135,112**	**124,837,216**
Profit for the half-year	-	-	-	22,051,532	22,051,532
Other comprehensive income	-	-	-	-	-
Total comprehensive profit for the half-year	-	-	-	22,051,532	22,051,532
Transactions with owners in their capacity as owners					
Dividend payable	-	-	-	(13,733,238)	(13,733,238)
Share issue costs	(13,076)	-	-	-	(13,076)
Acquisition of Mount Gibson assets	18,270,000	-	1,225,000	-	19,495,000
Share-based payments (Note 16)	-	-	853,507	-	853,507
Balance at 31 December 2023	**86,274,934**	**1,911,225**	**2,851,376**	**62,453,406**	**153,490,941**
Balance at 1 July 2024	**86,348,756**	**1,911,225**	**4,041,430**	**74,038,892**	**166,340,303**
Profit for the half-year	-	-	-	1,874,310	1,874,310
Other comprehensive income	-	-	-	-	-
Total comprehensive profit for the half-year	-	-	-	1,874,310	1,874,310
Transactions with owners in their capacity as owners					
Conversion of options	3,800,000	-	(675,000)	-	3,125,000
Dividend payable	-	-	-	-	-
Share issue costs	(27,103)	-	-	-	(27,103)
Share-based payments (Note 16)	144,818	-	1,674,593	-	1,819,411
Transfer of reserves on conversion of performance rights, retention rights and consideration share	3,718,226	-	(3,718,226)	-	-
Balance at 31 December 2024	**93,984,697**	**1,911,225**	**1,322,797**	**75,913,202**	**173,131,921**

The accompanying notes form part of these consolidated financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASHFLOWS
For the half-year ended 31 December 2024

	31 December 2024 $	31 December 2023 $
Cash flows from operating activities		
Receipts from customers	125,042,357	122,507,774
Payments to suppliers and employees	(104,013,551)	(84,241,638)
Insurance received	194,000	-
Interest received	833,574	1,234,271
Income taxes paid	(11,345,265)	(10,044,912)
Net cash from in operating activities	10,711,115	29,455,495
Cash flows from investing activities		
Payments for plant and equipment	(20,199,792)	(13,020,155)
Payments for exploration and evaluation	(952,450)	(5,528,519)
Proceeds from sale of plant and equipment	-	1,521,733
Government grants received	-	27,500
Payment into term deposits	(805,462)	-
Receipts from term deposits	40,000	-
Loans to other entities	(380,000)	(4,988,004)
Additional investment in equity accounted associate	(530,000)	-
Net cash used in investing activities	(22,827,704)	(21,987,445)
Cash flows from financing activities		
Exercise of options	3,125,000	-
Asset finance interest paid	(1,560,845)	(782,281)
Repayment of loans and borrowings	(10,053,728)	(6,104,387)
Payment for lease liabilities	(219,013)	-
Dividend payments	(260,188)	(13,178,376)
Net cash used in financing activities	(8,968,774)	(20,065,044)
Net decrease in cash held	(21,085,364)	(12,596,994)
Cash and cash equivalents at the beginning of the period	77,118,325	76,328,189
Effects of exchange rates on cash held	71,506	(276,065)
Cash and cash equivalents at the end of the period	56,104,467	63,455,130

The accompanying notes form part of these consolidated financial statements.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2024

1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

This consolidated interim financial report for the half-year reporting period ended 31 December 2024 has been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

This consolidated interim financial report does not include all the notes of the type normally included in an annual financial report and therefore cannot be expected to provide a full understanding of financial performance, financial position and financing and investing activities of the consolidated entity as full year financial statements. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2024 and any public announcements made by Fenix Resources Limited 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.

2 REVENUE

	31 December 2024 $	31 December 2023 $
Sale of iron ore	125,250,753	120,406,805
Port services	5,722,749	6,527,039
Total revenue	130,973,502	126,933,844

The Group primarily generates revenue from the sale of iron ore. Revenue is recognised at a point in time when control of the promised goods or services passes to the customer. In most instances, control passes when the goods are delivered to a destination specified by the customer, typically on board the customer's appointed vessel. The amount of revenue recognised reflects the consideration to which the Group expects to be entitled in exchange for the goods.

The group uses derivative financial instruments such as iron ore forward contracts to manage the risk associated with commodity price. The sale of iron ore under such hedge instruments is accounted for using the 'own use exemption' under AASB 9 *Financial Instruments* and as such all hedge revenue is recognised in the Statement of Profit or Loss and no fair value adjustments are subsequently made to sales yet to be delivered under the hedging program.

The Group's sales contracts include an underlying embedded derivative, whereby the value of the trade receivables under the contracts, post initial recognition, is linked to market-based pricing indices.

In addition, the Group also recognises revenue from providing in-loading access via truck or rail for storage at the Geraldton Port . Revenue is recognised over time when the services are performed on behalf of the customer.

3 COST OF SALES

	31 December 2024 $	31 December 2023 $
Costs of production	117,900,604	80,350,856
Inventory product movement	(14,754,215)	(3,581,049)
Depreciation and amortisation	16,150,182	10,969,254
Total cost of sales	119,296,571	87,739,061

3 COST OF SALES (continued)

Costs of production

Costs of production includes ore and waste mining costs, processing costs, site administration, haulage, storage and support costs.

Inventory product movement

Inventory product movement represents the movement in inventory ore stockpiles and consumables.

4 OTHER EXPENSES

	31 December 2024 $	31 December 2023 $
Administrative expense		
Advertising and marketing costs	369,048	111,394
Advisory costs	1,310,095	2,513,979
Compliance costs	266,727	212,282
Consultant costs	362,771	92,340
Office costs and management fees	563,972	1,636,711
Employee benefits expense	4,379,954	1,210,650
Foreign exchange (gain)/loss	(2,166)	344,764
Other administrative expenses	601,106	311,297
Total administrative expense	7,851,507	6,433,417
Share-based payments expense	1,721,977	594,815
Depreciation	26,776	1,130
Acquisition costs	(1,032,800)	2,148,978
Total other expenses	8,567,460	9,178,340

5 FINANCE COSTS

	31 December 2024 $	31 December 2023 $
Finance costs		
Interest on Right of Use assets	239,686	191,886
Unwinding of provisions	45,375	40,067
Loss on lease disposal	-	10,307
Discount on value of outstanding loan	34,619	-
Asset finance interest paid	1,554,341	795,407
Other borrowing costs	951	21,495
Total finance costs	1,874,972	1,059,162

6 OPERATING SEGMENTS

At the end of the period, the Group had three reportable segments, being Mining, Haulage and Port Services businesses. This determination is based on the internal reports that are reviewed and used by the Board (chief operating decision maker) in assessing performance and determining the allocation of resources. This internal reporting framework is the most relevant to assist the Board with making decisions regarding the Group and its production activities.

	Mining $	Logistics $	Port services $	Intersegment amounts $	Group and unallocated items $	Total $
For the half-year ended 31 December 2024						
Revenue from external sources	125,250,753	-	5,722,749	-	-	**130,973,502**
Intersegment revenue	-	46,206,423	12,589,534	(58,795,957)	-	**-**
Cash costs of production	(136,537,491)	(27,346,600)	(12,812,470)	58,795,957	-	**(117,900,604)**
Inventory product movement	14,754,215	-	-	-	-	**14,754,215**
Depreciation and amortisation	(4,636,320)	(9,741,377)	(1,772,485)	-	-	**(16,150,182)**
Gross profit	**(1,168,843)**	**9,118,446**	**3,727,328**	**-**	**-**	**11,676,931**
Reportable segment profit/(loss)	(1,110,564)	9,393,461	985,159	-	(7,393,746)	**1,874,310**
Reportable segment assets (1)	93,162,632	134,908,195	44,615,772	(121,525,169)	148,550,947	**299,217,377**
Reportable segment liabilities	(59,235,450)	(73,165,654)	(38,237,291)	78,616,611	(34,063,672)	**(126,085,456)**
For the half-year ended 31 December 2023						
Revenue from external sources	120,441,707	121,525	6,370,612	-	-	**126,933,844**
Intersegment revenue	-	34,544,490	5,576,003	(40,120,493)	-	**-**
Cash costs of production	(93,163,852)	(19,120,020)	(8,187,477)	40,120,493	-	**(80,350,856)**
Inventory product movement	3,581,049	-	-	-	-	**3,581,049**
Depreciation and amortisation	(3,211,005)	(6,370,977)	(1,387,272)	-	-	**(10,969,254)**
Gross profit	**27,647,899**	**9,175,018**	**2,371,866**	**-**	**-**	**39,194,783**
Reportable segment profit/(loss)	29,147,899	4,199,936	1,526,870	-	(12,823,174)	**22,051,531**
For the year ended 30 June 2024						
Reportable segment assets (1)	53,291,339	91,854,307	42,073,557	(70,499,220)	150,055,319	**266,775,302**
Reportable segment liabilities	(35,897,755)	(56,011,927)	(36,384,687)	48,179,630	(20,320,260)	**(100,434,999)**

1 *Unallocated activities include cash held of $50,008,579 for the half-year ended 31 December 2024 and $54,253,934 for the year ended 30 June 2024.*

7 TAXATION

Income tax expense for the interim period is determined by applying management's best estimate of the weighted-average income tax rate for the annual period, adjusted for certain items fully applicable to the interim period if needed, to profit or loss before tax.

Major components of income tax expense for the periods ended 31 December 2024 and 31 December 2023 are:

	31 December 2024 $	31 December 2023 $
Statement of profit or loss and other comprehensive income		
Current income		
Current income tax expense	693,500	13,022,019
Adjustments in respect of previous current income tax	(755,585)	(142,775)
Deferred income tax		
Relating to origination and reversal of temporary differences	795,446	(3,365,856)
Adjustment in respect of prior year tax losses / DTA	743,068	139,614
Income tax expense reported in income statement	1,476,429	9,653,002
Reconciliation of income tax to prima facie tax payable		
Profit before income tax	3,350,739	31,704,534
Income tax expense at 30% (31 December 2023: 30%)	1,005,222	9,511,361
Tax effect of amounts which are not deductible (taxable) in calculating taxable income:		
Non-deductible expenses / (non-assessable income)	510,825	171,902
Under / over in respect of prior years	(12,516)	(3,161)
Temporary differences brought to account	(27,102)	(27,100)
Total income tax expense	1,476,429	9,653,002

8 TRADE AND OTHER RECEIVABLES AND OTHER CURRENT ASSETS

Due to the short-term nature of the current receivables, their carrying amount is assumed to be the same as their fair value.

Other receivables are generally due for settlement within 30 days and are therefore classified as current.

The term deposit has a maturity of more than three months.

	31 December 2024 $	30 June 2024 $
Trade and other receivables		
Trade receivables	15,001,367	18,112,144
Quotation period adjustments	78,009	(3,178,647)
Other receivables	9,904,959	6,266,405
Prepayments	3,478,553	1,206,986
	28,462,888	22,406,888
Other current assets		
Term deposit	997,628	232,166
	997,628	232,166

9 LOAN RECEIVABLE

Loan amounts outstanding at the end of the period were made to 10M Pty Ltd for the purpose of developing and mining the Twin Peaks project.

Loans are recognised at fair value through profit or loss and shown as current if amounts are due for repayment within 12 months from the reporting date.

	31 December 2024 $	30 June 2024 $
Non-current loan receivable	4,925,342	5,000,000
	4,925,342	5,000,000

10 MINE PROPERTIES, PROPERTY, PLANT AND EQUIPMENT

	Right of Use Assets $	Mine Properties $	Trucks and Trailers $	Land and Buildings $	Rail Infrastructure $ [1]	Plant and Equipment $
Cost						
At 1 July 2024	7,518,486	38,257,817	50,616,466	14,273,761	1,761,014	45,763,908
Acquisitions	-	250,000	-	-	-	250,000
Transfers	-	6,057,368	-	-	-	(531,949)
Additions	169,424	8,568,596	16,630,547	55,755	-	17,809,544
Disposals	-	(2,005,530)	(942,239)	-	-	(1,309,909)
Movement in provisions	-	125,817	-	-	-	-
At 31 December 2024	7,687,910	51,254,068	66,304,774	14,329,516	1,761,014	61,981,594
Accumulated depreciation, amortisation and impairment						
At 1 July 2024	(550,123)	(19,600,671)	(16,092,298)	(285,828)	-	(5,795,034)
Depreciation and amortisation	(357,119)	(4,546,605)	(5,345,320)	(87,972)	-	(3,607,232)
Disposals	-	1,191,188	194,012		-	-
At 31 December 2024	(907,242)	(22,956,088)	(21,243,606)	(373,800)	-	(9,420,266)
Net book value	**6,780,668**	**28,297,980**	**45,061,168**	**13,955,716**	**1,761,014**	**52,579,328**
Total net book value						**148,435,874**

1 *Fenix progressed the development of the Ruvidini Inland Port Terminal, which was not ready for use during the period. Fenix will fully commission Ruvidini following completion of the installation of a level crossing to facilitate access to the site.*

2 *Transfers during the period include transfers from exploration and evaluation assets and transfers between plant and equipment to mine properties.*

Mine properties include $6.71 million relating to rehabilitation provision.

10 MINE PROPERTIES, PROPERTY, PLANT AND EQUIPMENT (continued)

	Right of Use Assets $	Mine Properties $	Trucks and Trailers $	Land and Buildings $	Rail Infrastructure $	Plant and Equipment $
Cost						
At 1 July 2023	488,658	34,329,256	34,698,010	6,478,811	-	5,848,164
Acquisitions	-	5,169,408	-	863,986	1,686,014	23,664,552
Additions	7,518,486	3,938,278	18,615,320	6,911,163	75,000	16,592,689
Disposals	(488,658)	(5,169,408)	(2,696,864)	19,801	-	(341,497)
Movement in provisions	-	(9,717)	-	-	-	-
At 30 June 2024	7,518,486	38,257,817	50,616,466	14,273,761	1,761,014	45,763,908
Accumulated depreciation, amortisation and impairment						
At 1 July 2023	(207,465)	(12,657,957)	(8,862,867)	(140,723)	-	(2,049,729)
Acquisitions	-	-	-	-	-	(27,557)
Depreciation and amortisation	(554,769)	(6,942,714)	(8,693,777)	(125,304)	-	(3,893,392)
Disposals	212,111	-	1,464,346	(19,801)	-	175,644
At 30 June 2024	(550,123)	(19,600,671)	(16,092,298)	(285,828)	-	(5,795,034)
Net book value	**6,968,363**	**18,657,146**	**34,524,168**	**13,987,933**	**1,761,014**	**39,968,874**
Total net book value						**115,867,498**

11 EXPLORATION AND EVALUATION ASSETS

	Note	31 December 2024 $	30 June 2024 $
Opening balance		12,118,975	1,157,474
Acquisition of Mount Gibson Assets		-	4,307,819
Acquisition of Right to Mine at Beebyn-W11		-	5,000,000
Exploration expenditure incurred		677,034	1,653,682
Transfer to mine properties	10	(5,201,601)	-
Closing balance		7,594,408	12,118,975

12 INTANGIBLE ASSETS

	Customer contracts $	Other intangibles $	Goodwill $	Total $
Cost				
At 1 July 2024	21,396,104	1,102,724	11,461,207	33,960,035
Additions	-	-	-	-
At 31 December 2024	21,396,104	1,102,724	11,461,207	33,960,035
Accumulated amortisation and impairment				
At 1 July 2024	(7,371,975)	(422,711)	-	(7,794,686)
Amortisation	(1,997,845)	(110,272)	-	(2,108,117)
At 31 December 2024	(9,369,820)	(532,983)	-	(9,902,803)
Net book value	**12,026,284**	**569,741**	**11,461,207**	**24,057,232**

13 BORROWINGS AND LEASE LIABILITIES

	31 December 2024 $	30 June 2024 $
Current		
Lease liabilities	557,320	522,001
Chattel mortgages	15,797,257	12,808,190
	16,354,577	13,330,191
Non-current		
Lease liabilities	6,535,657	6,642,204
Chattel mortgages	30,154,522	21,947,240
	36,690,179	28,589,444

14 ISSUED CAPITAL

Issued Capital

	31 December 2024 Shares	30 June 2024 Shares	31 December 2024 $	30 June 2024 $
Fully paid	741,144,534	694,617,920	93,984,697	86,348,756

14 ISSUED CAPITAL (continued)

Movements in ordinary share capital during the prior and current financial years are as follows:

Details	Date	Number of shares	Issue price $	$
Balance at 1 July 2024		**694,617,920**		**86,348,756**
Issue of shares - Conversion of options	16-Aug-24	12,500,000	-	3,800,000
Issue of shares - Conversion retention rights	16-Aug-24	3,500,000	-	840,000
Issue of shares - Conversion of performance rights	16-Aug-24	10,000,000	-	967,000
Issue of shares - Conversion of consideration shares	18-Dec-24	20,000,000	-	1,911,226
Issue of shares - Bonus issue	18-Dec-24	526,614	0.275	144,818
Less: Share issue costs		-	-	(27,103)
Balance at 31 December 2024		**741,144,534**		**93,984,697**

15 DIVIDENDS

Fenix's dividend policy states that the Company will consider the declaration of a dividend on an annual basis based on the full financial year profitability of the Company and with regard to the future funding requirements of the business and the availability of franking credits. Based on the budgeted future funding requirements of the current expansion of the Group's production base, and the potential for additional funding requirements of further growth opportunities, the Board has chosen not to declare a final dividend for FY24 (30 June 2023: 2.0c, equating to a total dividend payment of approximately $13.9m).

Dividends are determined after period-end and announced with the results for the period. Dividends determined are not recorded as a liability at the end of the period to which they relate. Dividends are recognised upon declaration.

16 SHARE-BASED PAYMENTS

Share-based payment transactions are recognised at fair value in accordance with AASB 2 *Share-based payments*.

The total movement arising from share-based payment transactions recognised during the year were as follows:

	31 December 2024 $	31 December 2023 $
As part of share-based payment expense	1,721,977	853,507
As part of advisory costs	97,434	-
As part of acquisition of Mount Gibson assets	-	1,225,000
Total share-based payments	1,819,411	2,078,507

16 SHARE-BASED PAYMENTS (continued)

Significant accounting estimates, assumptions and judgements

Estimation of fair value of share-based payments

The Group measures the cost of equity-settled transactions by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined using the Black-Scholes or Monte-Carlo model taking into account the assumptions detailed within this note.

Probability of vesting conditions being achieved

Inputs to pricing models may require an estimation of reasonable expectations about achievement of future vesting conditions. Vesting conditions must be satisfied for the counterparty to become entitled to receive cash, other assets or equity instruments of the entity, under a share-based payment arrangement.

Vesting conditions include service conditions, which require the other party to complete a specified period of service, and performance conditions, which require specified performance targets to be met (such as a specified increase in the entity's profit over a specified period of time) or completion of performance hurdles.

The Group recognises an amount for the goods or services received during the vesting period based on the best available estimate of the number of equity instruments expected to vest and shall revise that estimate, if necessary, if subsequent information indicates that the number of equity instruments expected to vest differs from previous estimates. On vesting date, the entity shall revise the estimate to equal the number of equity instruments that ultimately vested.

The achievement of future vesting conditions are reassessed each reporting period.

17 EARNINGS PER SHARE

	31 December 2024	31 December 2023
Basic earnings per share		
Net profit after tax attributable to the members of the Company	$1,874,310	$22,051,532
Weighted average number of ordinary shares	715,426,866	687,314,094
Basic earnings per share (cents)	0.26	3.21
Net profit after tax attributable to the members of the Company	$1,874,310	$22,051,532
Weighted average number of ordinary shares	715,426,866	687,314,094
Adjustments for calculation of diluted earnings per share		
Options	3,192,935	11,073,370
Performance rights	30,106,097	3,000,000
Retention rights	894,022	3,500,000
Consideration shares	38,586,956	40,000,000
Weighted average number of ordinary shares and potential ordinary shares	788,206,876	744,887,464
Diluted earnings per share (cents)	0.24	2.96

17 EARNINGS PER SHARE (continued)

Options

Options granted are considered to be potential ordinary shares and have been included in the determination of diluted earnings per share to the extent to which they are dilutive.

Retention rights

Retention rights granted to employees under the employee incentive scheme are considered to be potential ordinary shares and have been included in the determination of diluted earnings per share to the extent to which they are dilutive.

Performance rights

Performance rights granted to employees under the employee incentive scheme are considered to be potential ordinary shares and have been included in the determination of diluted earnings per share to the extent to which they are dilutive.

Milestone Consideration shares

Consideration shares are potential ordinary shares and have been included in the determination of diluted earnings per share to the extent to which they are dilutive. The milestone shares are not included in the determination of basic earnings per share. Milestone consideration shares were issued as part of a prior period acquisition. 20,000,000 consideration shares may convert into fully paid ordinary shares upon achievement of various haulage milestones. Milestones are still outstanding as at 31 December 2024.

18 CONTINGENCIES

There have been no changes to contingent assets or liabilities since the last annual reporting date, 30 June 2024.

19 COMMITMENTS

Fenix entered iron ore swap arrangements for its operations for during the half-year ended 31 December 2024 for the January 2025 to December 2025 period. The total swap arrangements as at 31 December 2024 cover 470,000 tonnes of iron ore, calculated at the average monthly iron ore 62% per cent Fe futures index (Platts IODEX), converted to Australian dollars. The conversion results in pricing for iron ore fixed at an average price of A$155 per dry metric tonne.

In December 2024, Fenix announced the strategic acquisitions of the Beebynganna Hills Iron Ore Project and the Beebyn North exploration tenement. The tenement acquisitions did not materially affect the commitments of the Group.

There have been no other changes to commitments since the last annual reporting date, 30 June 2024.

20 RELATED PARTY TRANSACTIONS

Transactions with related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated. There have been no changes to related party transactions since the last annual reporting date, 30 June 2024.

21 EVENTS SUBSEQUENT TO REPORTING DATE

In the opinion of the Directors, no event of a material nature or transaction has arisen since period end and the date of this report that has significantly affected, or may significantly affect, the Group's operations, the results of those operations, or its state of affairs.

DIRECTORS' DECLARATION

In the opinion of the Directors:

1. The consolidated financial statements, and accompanying notes of Fenix Resources Limited, are in accordance with the *Corporations Act 2001*, including:

   (a) Giving a true and fair view of the Consolidated Entity's financial position as at 31 December 2024 and of its performance for the half-year ended on that date; and

   (b) Complying with Australian Accounting Standards AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001; and*

2. There are reasonable grounds to believe that the Consolidated Entity will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Directors.

On behalf of the Directors

John Welborn
Chairman

Perth
24 February 2025

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Independent Auditor's Review Report

To the Members of Fenix Resources Limited

Report on the half year financial report

Conclusion

We have reviewed the accompanying half year financial report of Fenix Resources Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2024, and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half year ended on that date, a description of accounting policies, other selected explanatory notes, and the directors' declaration.

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

a giving a true and fair view of the Group's financial position as at 31 December 2024 and of its performance for the half year ended on that date; and

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

Basis for Conclusion

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

Directors' responsibility for the half-year financial report

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

Auditor's responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2024 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting and the Corporations Regulations 2001*.

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

Grant Thornton

GRANT THORNTON AUDIT PTY LTD
Chartered Accountants

B P Steedman
Partner – Audit & Assurance

Perth, 24 February 2025