



**DIABLO RESOURCES
LIMITED**

ACN: 649 177 677

**Consolidated Interim Financial Report
For The Half-Year Ended
31 December 2024**

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DIABLO RESOURCES LIMITED

ACN: 649 177 677

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**DIABLO RESOURCES LIMITED AND ITS CONTROLLED ENTITIES
DIRECTOR'S REPORT**

Your directors present their interim report on the Group comprising Diablo Resources Limited (the "Company") and its controlled entities ("the Group") for the half-year ended 31 December 2024.

Directors

The names of the directors in office at any time during, or since the end of, the period are as follows. Directors have been in office since the start of the period to the date of this report unless otherwise stated.

Mr Paul Lloyd (Non-Executive Chairman)
Mr Barnaby Egerton-Warburton (Non-Executive Director)
Mr Greg Smith (Non-Executive Director)

Principal Activities

The principal activity of the Group during the year was the exploration for gold, focusing on the Devil's Canyon Gold Project and Lone Pine Gold Project in the USA. No significant change in the nature of these activities occurred during the period.

Review of Operations

The consolidated loss of the consolidated group for the financial period after providing for income tax amounted to \$469,970 (2023: \$285,206).

King Solomon Project

The King Solomon Gold Project is located 10 km west of Salmon in Lemhi County, Idaho. The project contains precious metal occurrences including the Lone Pine Vein Zone and King Solomon Prospect.

The Company completed its first drill program at the Lone Pine Project during FY2024. A nine (9) hole program for 2,108.5m of diamond core drilling (HQ3) was completed during the field season at the LPVZ and King Solomon prospect areas. The mineralisation remains open in all directions.

The Company submitted a 5 year EA permit to the United States Forestry Service during the period to replace the initial 12 month access permit which expired in 2023. Final bond documentation for the 5 year permit has now been received and is being reviewed prior to signing.

Devils Canyon Project

The Devil's Canyon Project is located within the Carlin Trend, Nevada lying 20 km west of Kinross Gold Corporation's Bald Mountain Gold Mine and 40 km north of Barrick Gold Corporation's Ruby Hill Gold Mine.

The Company received confirmation from the Bureau of Land Management ("BLM") during the period that all reclamation works undertaken have met the BLM's requirements. The bond for the 2023 drill program is expected to be refunded in due course.

Significant Changes in the State of Affairs

There were no significant changes in the Company's state of affairs during the financial period.

Events Subsequent to the End of the Reporting Period

On 18 February 2025, the Company announced that it had identified and staked the 100% owned Phoenix Copper Project, located in southwestern USA, lying proximal to the Utah/Colorado border. The Company also advised that it had received firm commitments to raise \$576,800 (before costs) by a share placement at \$0.018 per share ("New Share") with one free attaching option per two New Shares ("Placement"). The New Shares will be issued in two tranches with tranche one comprising 25,750,000 New Shares to be issued under the Company's existing placement capacity with 15,460,714 New Shares issued under ASX Listing Rule 7.1 and 10,289,286 New Shares issued under ASX Listing Rule 7.1A. Tranche 2 of 6,294,442 New Shares and 16,022,221 Options will be issued subject to shareholder approval.

On 26 February 2025, the Company issued 25,750,000 shares as part of Tranche One of the Placement.

Other than as stated above, there have been no other events subsequent to the financial period end that will affect the results as disclosed in this report.

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**DIABLO RESOURCES LIMITED AND ITS CONTROLLED ENTITIES
DIRECTOR'S REPORT**

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is included within this financial report.

Signed in accordance with a resolution of the Directors.

On behalf of the Directors



Paul Lloyd
Director
5 March 2025

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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the consolidated financial report of Diablo Resources Limited for the half-year ended 31 December 2024, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- a) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b) any applicable code of professional conduct in relation to the review.

Perth, Western Australia
5 March 2025



M R Ohm
Partner

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DIABLO RESOURCES LIMITED AND ITS CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

	Note	31 December 2024 \$	31 December 2023 \$
Interest income		11,204	17,404
Corporate expenses		(219,108)	(271,617)
Consulting – project generation		(225,926)	-
Exploration expensed		(36,140)	(2,346)
Foreign exchange loss		-	(28,647)
Loss before tax		(469,970)	(285,206)
Income tax expense		-	-
Loss for the period		(469,970)	(285,206)
Other comprehensive income			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Exchange differences on translation of foreign controlled entities, net of tax		14,906	(109,503)
Total comprehensive loss for the period attributable to the members		(455,064)	(394,709)
Basic and diluted loss per share (cents per share)	2	(0.46)	(0.34)

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

DIABLO RESOURCES LIMITED AND ITS CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2024

	Note	Consolidated 31 December 2024 \$	30 June 2024 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	279,599	556,584
Security deposits		252,989	237,444
Other assets		18,745	12,662
Prepayments		55,755	14,936
TOTAL CURRENT ASSETS		<u>607,088</u>	<u>821,626</u>
TOTAL ASSETS		<u>607,088</u>	<u>821,626</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		355,294	114,768
TOTAL CURRENT LIABILITIES		<u>355,294</u>	<u>114,768</u>
TOTAL LIABILITIES		<u>355,294</u>	<u>114,768</u>
NET ASSETS		<u>251,794</u>	<u>706,858</u>
EQUITY			
Issued capital	4	15,235,552	15,235,552
Reserves	5	309,560	294,654
Accumulated losses		(15,293,318)	(14,823,348)
TOTAL EQUITY		<u>251,794</u>	<u>706,858</u>

The above statement of financial position should be read in conjunction with the accompanying notes.

DIABLO RESOURCES LIMITED AND ITS CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

	Issued Capital \$	Reserves \$	Accumulated Losses \$	Total \$
Balance at 1 July 2024	15,235,552	294,654	(14,823,348)	706,858
Loss for the period	-	-	(469,970)	(469,970)
Other comprehensive income	-	14,906	-	14,906
Total comprehensive loss for the period	-	14,906	(469,970)	(455,064)
Balance at 31 December 2024	15,235,552	309,560	(15,293,318)	251,794
Balance at 1 July 2023	14,277,081	283,975	(5,055,401)	9,505,655
Loss for the period	-	-	(285,206)	(285,206)
Other comprehensive income	-	(109,503)	-	(109,503)
Total comprehensive loss for the period	-	(109,503)	(285,206)	(394,709)
<i>Equity transactions</i>				
Issue of fully paid ordinary shares	1,000,000	-	-	1,000,000
Capital raising costs	(41,529)	-	-	(41,529)
Balance at 31 December 2023	15,235,552	174,472	(5,340,607)	10,069,417

The above statement of change in equity should be read in conjunction with the accompanying notes.

DIABLO RESOURCES LIMITED AND ITS CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

	31 December 2024	31 December 2023
	\$	\$
Note		
CASH FLOWS FROM OPERATING ACTIVITIES		
Interest received	11,204	17,404
Payments to suppliers and employees	(252,049)	(234,420)
Net cash used in operating activities	<u>(240,845)</u>	<u>(217,016)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for exploration and evaluation expenditure	(36,140)	(2,351,635)
Net cash used in investing activities	<u>(36,140)</u>	<u>(2,351,635)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	-	1,000,000
Payments for share issue costs	-	(41,529)
Net cash provided by financing activities	<u>-</u>	<u>958,471</u>
Net decrease in cash held	(276,985)	(1,610,180)
Cash and cash equivalents at beginning of period	556,584	2,523,390
Cash and cash equivalents at end of period	3 <u>279,599</u>	<u>913,210</u>

The above statement of cash flows should be read in conjunction with the accompanying notes.

DIABLO RESOURCES LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

1. SUMMARY OF MATERIAL ACCOUNTING POLICIES

(a) Basis of preparation

The interim consolidated financial report is a general purpose financial report prepared in accordance with the requirements of the Corporations Act 2001 and Accounting Standard AASB 134: Interim Financial Reporting. Compliance with AASB 134 ensures that the financial report and notes also comply with International Financial Reporting Standards IAS 34: Interim Financial Reporting.

It is recommended that this consolidated interim financial report be read in conjunction with the annual financial report for the year ended 30 June 2024 and any public announcements made by Diablo Resources Limited and its controlled entities (the "Group") during the half-year in accordance with the continuous disclosure requirements arising under the Corporations Act 2001 and ASX Listing Rules.

The interim consolidated financial report does not include full disclosures of the type normally included in annual financial reports.

The interim consolidated financial report has been prepared on an accruals basis and is based on historical cost. Cost is based on the fair value of the consideration given in exchange for assets.

The interim financial statements were authorised for issue on 5 March 2025.

Going concern

The consolidated 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 normal course of business.

To meet the capital and operating expenditure budgets for the next twelve month the Directors intend to raise further capital for the Group. The directors believe that there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable given its past history of successfully raising new equity and current market capitalisation of the Company.

On 18 February 2025 advised that it had received firm commitments to raise \$576,800 (before costs) by a share placement at \$0.018 per share ("New Share") with one free attaching option per two New Shares ("Placement"). On 26 February 2025, the Company issued 25,750,000 shares as part of Tranche One of the Placement.

Should the Company be unable to raise the required capital to fund the next 12 months planned capital and operating expenditure, there is a material uncertainty on its ability to continue as a going concern and it may be required to realise its assets and extinguish its liabilities other than in the normal course of business and at amounts different to those stated in the financial statements.

(b) Statement of compliance

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards (AIFRS). Compliance with AIFRS ensures that the financial statements and notes comply with International Financial Reporting Standards (IFRS).

(c) New accounting standards and interpretations

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Standards and Interpretations applicable to 31 December 2024

In the period ended 31 December 2024, the Directors have reviewed all the new and revised Standards and Interpretations issued by the AASB that are relevant to the Group and effective for the current reporting period. As a result of this review, the Directors have determined that there is no material impact of the new and revised Standards and Interpretations on the Group and, therefore, no material change is necessary to Group accounting policies.

Accounting standards and interpretations issued but not yet effective

Certain Australian Accounting Standards and Interpretations have recently been issued or amended but are not yet effective and have not been adopted by the Company for the reporting period ended 31 December 2024. The Directors have not early adopted any of these new or amended standards or interpretations. The Directors have not yet fully assessed the impact of these new or amended standards (to the extent relevant to the Company) and interpretations.

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DIABLO RESOURCES LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

2. LOSS PER SHARE

The following reflects the income and data used in the calculations of basic and diluted earnings/(loss) per share:

	31 December 2024	31 December 2023
Loss per share (cents)	(0.46)	(0.34)
Loss used in calculating basic and diluted loss per share	(469,970)	(285,206)
	# shares	# shares
Weighted average number of ordinary shares used in calculating basic loss per share:	103,071,429	84,977,753

3. CASH AND CASH EQUIVALENTS

	31 December 2024	30 June 2024
	\$	\$
Cash at bank and on hand	279,599	556,584

4. ISSUED CAPITAL

(a) Issued Capital

	31 December 2024	30 June 2024
	\$	\$
Fully paid ordinary shares	15,900,001	15,900,001
Less: capital raising costs	(664,449)	(664,449)
	<u>15,235,552</u>	<u>15,235,552</u>

(b) Movement in ordinary share capital of the Company:

Date	Details	No. of Shares	Issue Price	\$
01/07/2023	Opening balance	74,500,001		14,900,001
26/09/2023	Placement – T1	11,142,857	\$0.035	390,000
14/11/2023	Placement – T2	17,428,571	\$0.035	610,000
30/06/2024	Closing balance	<u>103,071,429</u>		<u>15,900,001</u>
31/12/2024		<u>103,071,429</u>		<u>15,900,001</u>

5. RESERVES

Foreign currency translation and share based payments reserve

	31 December 2024	30 June 2024
	\$	\$
Foreign currency translation reserve	128,779	113,873
Share based payments reserve	<u>180,781</u>	<u>180,781</u>

6. CONTINGENT LIABILITIES, LEASE COMMITMENTS AND CONTINGENT ASSETS

As at 31 December 2024 there were no contingent liabilities, lease commitments or contingent assets.

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DIABLO RESOURCES LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

7. FINANCIAL RISK MANAGEMENT

The Company's financial instruments consistent mainly of deposits with banks, and accounts receivable and payables.

The carrying amounts of the current receivables, current payables and other liabilities are considered to be a reasonable approximation of their fair value.

8. SEGMENT NOTE

The directors have considered the requirements of AASB 8 – Operating Segments and the internal reports that are reviewed by the chief operating decision maker (the Board) in allocating resources and have concluded that at this time there are no separate identifiable business segments.

The operations and assets of Diablo Resources Limited and its controlled entities are employed in exploration activities relating to minerals in United States of America.

9. CONTROLLED ENTITIES

	Percentage Interest	Percentage Interest	Country of incorporation
Parent entity	31 December 2024	30 June 2024	
Diablo Resources Limited			Australia
Particulars in relation to controlled entities			
HWK Idaho Pty Ltd	100%	100%	Australia
Ounces High Exploration Inc	100%	100%	United States
HWK Utah Pty Ltd	100%	100%	Australia
Roughhead Exploration Inc	100%	100%	United States
HWK Nevada Pty Ltd	100%	100%	Australia
Hawkstone Nevada Inc	100%	100%	United States

10. EVENTS AFTER THE REPORTING PERIOD

On 18 February 2025, the Company announced that it had identified and staked the 100% owned Phoenix Copper Project, located in southwestern USA, lying proximal to the Utah/Colorado border. The Company also advised that it had received firm commitments to raise \$576,800 (before costs) by a share placement at \$0.018 per share ("New Share") with one free attaching option per two New Shares ("Placement"). The New Shares will be issued in two tranches with tranche one comprising 25,750,000 New Shares to be issued under the Company's existing placement capacity with 15,460,714 New Shares issued under ASX Listing Rule 7.1 and 10,289,286 New Shares issued under ASX Listing Rule 7.1A. Tranche 2 of 6,294,442 New Shares and 16,022,221 Options will be issued subject to shareholder approval.

On 26 February 2025, the Company issued 25,750,000 shares as part of Tranche One of the Placement.

Other than as stated above, there have been no other events subsequent to the financial period end that will affect the results as disclosed in this report.

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DIABLO RESOURCES LIMITED

DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Diablo Resources Limited, the directors of the Company declare that:

1. In the opinion of the directors:
 - (a) the interim financial statements and notes of the Group are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the Group's financial positions as at 31 December 2024 and of their performance for the half year ended on that date; and
 - (ii) complying with AASB134 'Interim Financial Reporting', the Corporations Regulations 2001, professional reporting requirements and other mandatory requirements;
 - (b) subject to the matters set out in note 1(a), there are reasonable grounds to believe that the Company and the Group will be able to pay its debts as and when they become due and payable.
2. This declaration has been made after receiving the declarations required to be made to the Directors in accordance with Section 303(5) of the Corporations Act 2001 for the half-year ended 31 December 2024.

On behalf of the Board



Paul Lloyd
Director
5 March 2025

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the Members of Diablo Resources Limited

Report on the Condensed Interim Financial Report

Conclusion

We have reviewed the interim financial report of Diablo Resources Limited (the "Company") and its controlled entities (the "Group"), which comprises the consolidated statement of financial position as at 31 December 2024, the consolidated statement of comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, selected explanatory notes, and the directors' declaration, for the Group comprising the Company and the entities it controlled at the half-year end or from time to time during the half-year.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying interim financial report of Diablo 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 responsibility is further described in the *Auditor's Responsibility 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.

Material Uncertainty Related to Going Concern

We draw attention to Note 1(a) in the financial report, which indicates that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

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Responsibility of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the interim 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 interim financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the interim financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the interim 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 an interim financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

HLB Mann Judd

**HLB Mann Judd
Chartered Accountants**

**Perth, Western Australia
5 March 2025**



**M R Ohm
Partner**

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