

MEDALLION METALS

L I M I T E D

Interim Financial Report
For the half year ended 31 December 2024

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PREVIOUSLY REPORTED INFORMATION

References in this report may have been made to certain ASX announcements, including exploration results, Mineral Resources, Ore Reserves, production targets and forecast financial information. For full details, refer to said announcement on said date. The Company is not aware of any new information or data that materially affects this information. Other than as specified in this report and other mentioned announcements, 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(s), and in the case of estimates of Mineral Resources, Ore Reserves, production targets and forecast financial information that all material assumptions and technical parameters underpinning the estimates in the relevant announcement continue to apply and have not materially changed other than as it relates to the content of this announcement. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original announcement.

Corporate directory

Directors

John Fitzgerald
Tony James
Paul Bennett

Non-Executive Director, Chair
Non-Executive Director
Managing Director

Management

Richard Hill
Aida Tabakovic

Chief Financial Officer
Company Secretary

Registered Office & Principal Place of Business

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Share Registry

Automic Pty Ltd
Level 5, 191 St Georges Terrace
Perth, WA 6000
Telephone: 1300 288 664
Email: hello@automicgroup.com.au
Website: www.automicgroup.com.au

Stock Exchange Listing

Australian Securities Exchange Ltd
ASX code: MM8

Auditor

BDO Audit Pty Ltd
Level 9, 5 Spring Street
Perth WA 6000
Telephone: +61 8 6382 4600

Bankers

National Australia Bank
197 St George's Terrace
Perth WA 6000

Directors' Report

Directors' report for the six months ended 31 December 2024

The directors of Medallion Metals Limited (the **Company** or **Medallion**) present their report together with the consolidated interim financial statements of the Medallion group, being the Company and its subsidiaries (together the **Group**), for the six months ended 31 December 2024 (the **period**) and the auditor's review report thereon.

Principal activities

The principal activity of the Company during the half year to 31 December 2024 was mineral exploration.

Directors

The directors of the Company at any time during or since the end of the period are as set out below. Directors were in office for the entire period unless otherwise stated.

Mr John Fitzgerald	Non-Executive Director, Chair
Mr Paul Bennett	Managing Director
Mr Anthony (Tony) James	Non-Executive Director

Financial performance

The Company's net loss after tax attributable to the shareholders for the half year to 31 December 2024 was \$1,825,281 (31 December 2023 loss: \$1,253,666). The Company's net assets increased during the half year by \$3,246,696 (31 December 2023 increased: \$3,646,067). The Company's cash position, inclusive of restricted cash, as at 31 December 2024 was \$3,403,666 (31 December 2023: \$2,633,611).

Review of operations

Project location

The Company's projects are located in the Goldfields-Esperance region of Western Australia approximately 550km from Perth, comprising approximately 600km² of mineral tenure straddling the boundary of the Annabelle Volcanics and the Ravensthorpe Tonalite. It is this corridor that has hosted the majority of historical gold and copper production from the region and is host to the Medallion's existing gold-copper Mineral Resources and regional prospects.

Exploration and evaluation activities

The Company's exploration and evaluation efforts during the period have been focussed on the Kundip Mining Centre (**KMC**) at the southeast end of at the Ravensthorpe Gold Project (**RGP**) (Figure 1).

Forrestania exclusivity

During the period the Company entered into an Exclusivity Agreement (**Agreement**) with IGO Ltd (**IGO**) that grants Medallion a period of exclusivity in which to negotiate a proposed acquisition of certain assets of the Forrestania Nickel Operation (**FNO**) following completion of nickel processing by IGO at FNO (**Proposed Transaction**)¹. The exclusivity period extends for 9 months, with the ability to extend for up to a further 3 months (**Exclusivity Period**). An exclusivity fee of \$1 million in cash was paid to IGO after executing the Agreement, which will be deducted from any deferred cash consideration if a transaction proceeds. The exclusivity fee is non-refundable except in the case of a breach by IGO of its exclusivity obligations.

The Company regards the Proposed Transaction as a unique and attractive opportunity and believes there can be significant value unlocked from bringing FNO's infrastructure together with Medallion's established resources at RGP, situated 170km south of FNO by a predominantly bitumen sealed road.

¹ Refer to the Company's ASX announcement dated 8 August 2024 for further information about the Exclusivity Agreement.

Directors' Report

FNO assets proposed to be acquired by Medallion include mineral tenure (being the Cosmic Boy Tenements shown in Figure 1) and infrastructure associated with the Cosmic Boy processing facility and associated infrastructure, subject to IGO preserving priority rights for its own activities at Forrestania.

Consideration is proposed to comprise upfront cash consideration up to a maximum of \$15 million, the assumption of rehabilitation liabilities and deferred cash consideration (if any). Total cash and liability assumption consideration to be not more than \$50 million.

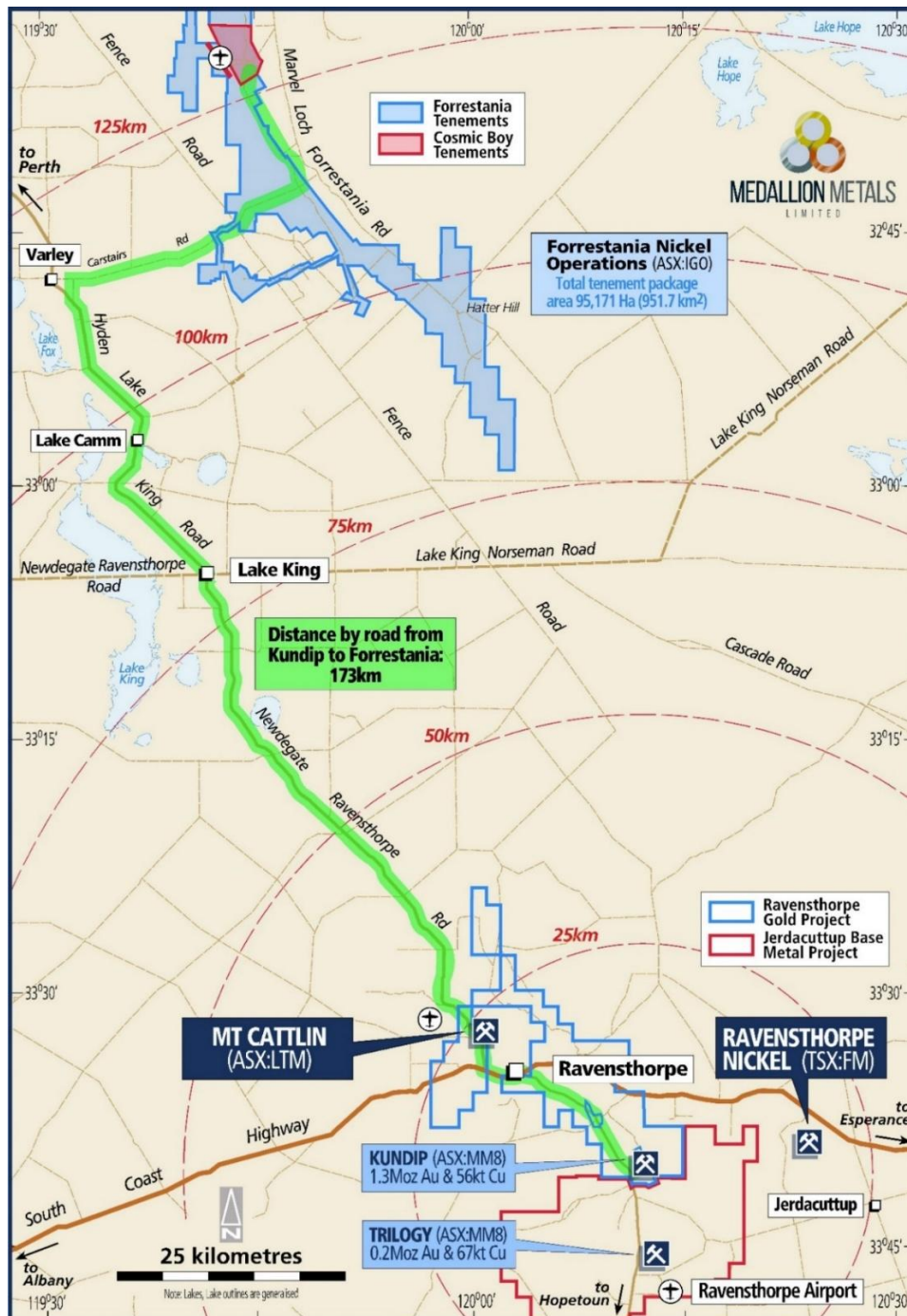


Figure 1: Location of Forrestania Nickel Operations and the Ravensthorpe Gold Project (global resource metrics shown)

The terms of the Proposed Transaction are non-binding and subject to negotiation and formal agreement between the parties.

Medallion and IGO will also negotiate on a non-exclusive basis the grant of gold and silver rights across the FNO tenement package (being the Forrestania Tenements shown in Figure 1), subject to the existence of any pre-existing third-party rights.

Directors' Report

Scoping Study

In December 2024, Medallion completed an initial Scoping Study (**Study**) evaluating the technical and commercial viability of developing the Mineral Resources within the Kundip Mining Centre (**KMC**), with processing at Forrestania².

The Company completed the Study premised upon the completion of the Proposed Transaction. The Study results confirm the Project as a technically and commercially robust development opportunity, generating strong cashflows and offering returns on investment which are attractive relative to the risks identified through the Study process.

Financial outcomes and assumptions are shown in Table 1 below (Australian dollars, unless otherwise stated). The Study has been premised on a +/- 35% accuracy level, accordingly, all figures expressed following are approximate.

Financial	Unit	Base	Spot ³
Net Smelter Return (Net Revenue)	\$m	1,331	1,477
Operating	\$m	(561)	(561)
Capital (pre-production)	\$m	(73)	(73)
Capital (sustaining)	\$m	(150)	(150)
Pre-tax Cashflow	\$m	498	637
All-In Sustaining Costs (AISC)	\$/oz	1,845	1,807
NPV(10)	\$m	329	429
IRR	%pa	129	169
Payback	yrs	1.0	0.8
Assumptions			
Gold price	US\$/oz	2,350	2,600
Copper Price	US\$/t	7,937	8,818
Exchange rate	AU\$:US\$	0.65	0.65

Table 1: Study Key Outcomes & Assumptions

A range of opportunities have been identified to enhance Project returns. KMC deposits are shallowly drilled and open in multiple directions. Potential extensions to the deposits not considered in the Study represent clear opportunities to increase the Project production profile. Optimisation of cut-off grade, underground development layout and fill strategy all present opportunities to increase efficiency and recovery of production inventory. Redeployment of surplus mine infrastructure from FNO also represents significant potential cost savings to establishing and sustaining underground mining operations at KMC.

The Study concluded that bringing KMC Mineral Resources together with the established infrastructure at FNO presents a strong investment case under base case assumptions. Multiple opportunities exist to enhance that investment case by advancing the growth initiatives articulated. Strategically, the establishment of gold processing infrastructure at FNO has the potential to unlock value from gold deposits located within trucking distance of Cosmic Boy. In an elevated Australian dollar gold price environment, the combination of KMC and FNO is a unique, low capital intensity, near term gold-copper development opportunity within Western Australia with multiple organic and inorganic growth pathways.

Drill program

During the period a 15,000m Reverse Circulation (RC) and Diamond Drill Hole (DDH) drill program commenced at RGP.

The objective of the drill program is to grow the high-grade sulphide underground resource in both size and confidence as well as support metallurgical testwork and studies assessing processing Ravensthorpe material at the Cosmic Boy process plant located at Forrestania, which is the subject of continuing exclusive negotiations with IGO.

Assay results from drilling were reported to ASX on 20 November 2024, 28 November 2024, 5 December 2024 and 12 December 2024.

² Refer to the Company's ASX announcement dated 17 December 2024 for further information and cautionary statements about the Study.

³ Spot prices observed as at the time of the Study.

Directors' Report

Parker Dome application

The Company lodged applications for mining tenements totalling approximately 32 thousand hectares during the period. The tenements extend from a position immediately north along strike from the historical Bounty Gold Mine (Bounty), stretching north and around the southern and eastern flanks of the Parker Dome intrusion (Parker Dome Project). The majority of the mining tenement applications are located between 50-100km from the Cosmic Boy processing plant (Figure 2)⁴.

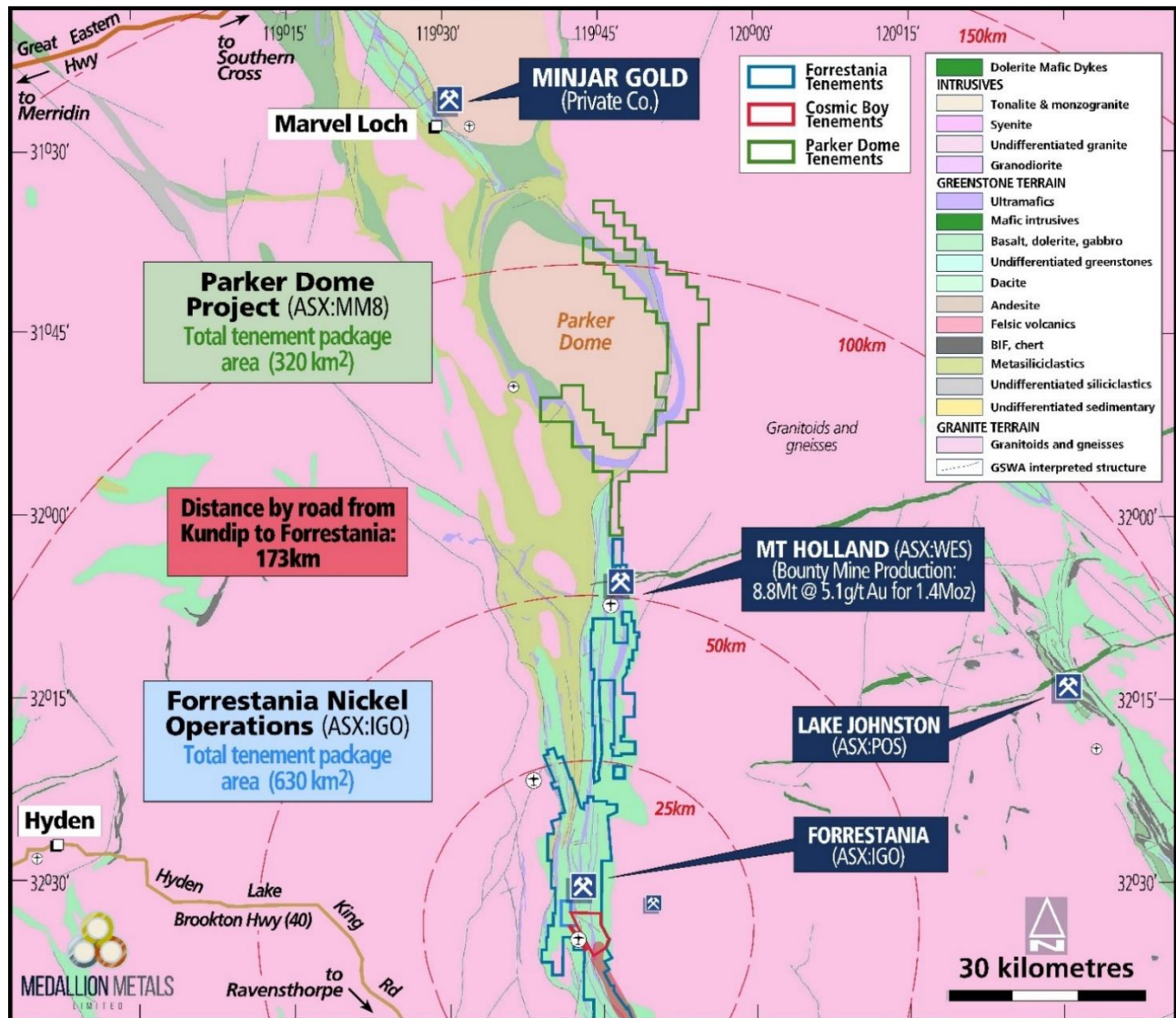


Figure 2: Location of Parker Dome Project

Approval process

During the period the Company commenced the process of seeking Primary Approvals which would allow mining to commence at RGP with ore to be hauled to Forrestania for processing.

The key legislative requirements relevant to the proposed development are: (Primary Approvals):

- Environment Protection and Biodiversity Conservation Act 1999 (EPBC Act) (Commonwealth);
- Environmental Protection Act 1986 (EP Act) (WA); and
- Mining Act 1978 (Mining Act) (WA).

⁴ Refer to the Company's ASX announcement dated 19 December 2024 for further information about the Parker Dome tenement applications.

Directors' Report

Ravensthorpe Camp

Medallion's 89-person Worker Accommodation Village (**Camp**) located in the regional centre of Ravensthorpe continued to provide accommodation services to third party businesses operating in the region. In September 2023, Medallion entered into a sub-lease to grant full access and operation of the Camp to Galaxy Lithium Australia Pty Ltd (**Galaxy**), a subsidiary of Allkem Limited (subsequently renamed Arcadium Limited (ASX: LTM)).

The sub-lease commenced on 1 October 2023 and has a term of 18 months ending on 31 March 2024. Sub-lease rent due over the term is \$2.2 million in three equal instalments. The final instalment was received on 30 September 2024. Galaxy must maintain the Camp in good working order and is responsible for all outgoings during the term of the sub-lease.

Medallion retains access to accommodation and catering services at the Camp throughout the sub-lease term, enabling the Company to carry out planned exploration and other activities at RGP.

Antares Metals Investment

Medallion holds approximately 16 million Antares Metals Limited (ASX:AM5, **Antares**) (formerly NickelSearch Ltd) shares, a copper and uranium explorer with projects in the Mt Isa region of northern Queensland. Antares also holds lithium and nickel tenure in the Ravensthorpe region of Western Australia. Medallion acquired the interest in Antares following the divestment of the RAV8 Nickel Project and certain mineral rights over select tenure in 2021. The market value of this shareholding as at 31 December 2024 was approximately \$0.2 million.

Capital Raising

During the period the Company completed a two-tranche placement to raise approximately \$5 million before costs (Placement).

The Placement comprised of the issue of:

- 63,319,106 ordinary shares (Tranche 1) at an issue price of 5 cents per share, placed under the Company's ASX Listing Rule 7.1 and 7.1A capacity; and
- 36,680,894 ordinary shares (Tranche 2) at the same issue price as Tranche 1 following shareholder approval at General Meeting of shareholders held on 30 September 2024.

Established gold produce Alkane Resources Limited (Alkane ASX:ALK) corner stoned the Placement and holds 4.9% of the company following settlement.

Subsequent events

On 15 January 2025 the Company announced the appointment of Miss Aida Tabakovic as the Company Secretary.

On 3 February 2025 the Company announced a placement to raise \$6.5 million (before costs). Proceeds of the placement are to be used to support the Company's activities as it progresses the potential acquisition of assets of the Forrester Nickel Operation (FNO), specifically the Cosmic Boy Process Plant and associated infrastructure.

On 7 February 2025 the Company announced that the EPBC Referral Outcome is Assessment on Preliminary Documentation. The determination represents a significant positive step for the Company and its sulphide development strategy involving mining at Ravensthorpe and processing at Forrester.

On 13 February 2025 the Company announced the appointment of Mr Richard Hill as Chief Financial Officer.

No other matters have arisen since the end of the reporting period which may affect the state of affairs of the Group.

Significant changes in the state of affairs

There were no significant changes in the state of affairs of the Group during the reporting period.

Directors' Report

Rounding of amounts

The company is of a kind referred to in Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest dollar.

Lead auditor's independence declaration

The Lead auditor's independence declaration is set out on page 21 and forms part of the directors' report for the six months ended 31 December 2024.

This report is made with a resolution of the directors:



Paul Bennett
Managing Director
Dated at Perth, this 10th day of March 2025

Consolidated interim financial statements

Consolidated interim statement of financial position

As at 31 December 2024

	Note	Dec 2024 \$	Jun 2024 \$
Assets			
Cash and cash equivalents		3,329,362	1,709,310
Restricted cash		74,304	74,304
Prepayments	5	1,051,626	127,571
Trade and other receivables		65,119	29,661
Total current assets		4,520,411	1,940,846
Financial assets at fair value through profit or loss		219,991	314,273
Exploration and evaluation assets	6	14,746,933	13,314,481
Property, plant and equipment	7	812,847	834,473
Right of use assets		-	15,896
Total non-current assets		15,779,771	14,479,123
Total assets		20,300,182	16,419,969
Liabilities			
Trade and other payables	8	(972,399)	(311,335)
Deferred rent	9	(366,667)	(366,667)
Lease liabilities		-	(15,899)
Employee benefits		(126,280)	(107,153)
Total current liabilities		(1,465,346)	(801,054)
Employee benefits		(68,495)	(60,162)
Borrowings	10	(2,916,410)	(2,916,410)
Provisions		(659,444)	(698,552)
Total non-current liabilities		(3,644,349)	(3,675,124)
Total liabilities		(5,109,695)	(4,476,178)
Net assets		15,190,487	11,943,791
Equity			
Share capital	11	37,640,349	32,822,862
Reserves		4,351,217	4,096,727
Accumulated losses		(26,801,079)	(24,975,798)
Total equity		15,190,487	11,943,791

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

Consolidated interim financial statements

Consolidated interim statement of profit or loss and other comprehensive income

For the six months ended 31 December 2024

	Note	YTD Dec 2024 \$	YTD Dec 2023 \$
Camp sub-lease income	9	733,334	366,667
Camp revenue		-	757,936
Other income		11,256	-
Exploration and evaluation expenses		(1,501,744)	(1,457,949)
Administrative expenses		(818,432)	(840,227)
Share-based payments expenses	12	(146,158)	(195,005)
Rehabilitation provision adjustment		39,108	-
Changes in fair value of listed equity investments		(94,282)	172,850
Results from operating activities		(1,776,918)	(1,195,728)
Finance income		44,003	44,107
Finance expense		(92,366)	(102,045)
Net finance expense		(48,363)	(57,938)
Income tax benefit/(expense)		-	-
Loss for the period after income tax		(1,825,281)	(1,253,666)
Attributable to owners of the parent		(1,825,281)	(1,253,666)
Loss for the period after income tax		(1,825,281)	(1,253,666)
Other comprehensive profit/(loss)			
Items that may be reclassified subsequently to profit or loss		-	-
Other comprehensive profit/(loss) for the period net of tax		-	-
Total comprehensive loss for the period		(1,825,281)	(1,253,666)
Attributable to owners of the parent		(1,825,281)	(1,253,666)
Total comprehensive loss for the period		(1,825,281)	(1,253,666)
Earnings per share			
Basic loss per share		(0.01)	(0.00)
Diluted loss per share		(0.01)	(0.00)

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

Consolidated interim financial statements

Consolidated interim statement of changes in equity

For the six months ended 31 December 2024

	Share Capital \$	Reserves \$	Accumulated Losses \$	Total Equity \$
Balance 1 July 2024	32,822,862	4,096,727	(24,975,798)	11,943,791
Total comprehensive loss for the period				
Loss for the period	-	-	(1,825,281)	(1,825,281)
Total comprehensive loss for the period	-	-	(1,825,281)	(1,825,281)
Transactions with owners recorded directly in equity				
contributions by and distributions to owners				
Issue of shares, net of transaction costs	4,815,237	-	-	4,815,237
Exercise of options	2,250	-	-	2,250
Share based payments	-	254,490	-	254,490
Total contributions by and distributions to owners	4,817,487	254,490	-	5,071,977
Balance as at 31 December 2024	37,640,349	4,351,217	(26,801,079)	15,190,487

	Share Capital \$	Reserves \$	Accumulated Losses \$	Total Equity \$
	Note			
Balance 1 July 2023	28,335,278	3,516,773	(22,035,798)	9,816,253
Total comprehensive loss for the period				
Loss for the period	-	-	(1,253,666)	(1,253,666)
Total comprehensive loss for the period	-	-	(1,253,666)	(1,253,666)
Transactions with owners recorded directly in equity				
contributions by and distributions to owners				
Issue of shares, net of transaction costs	4,487,611	-	-	4,487,611
Share based payments	-	412,122	-	412,122
Total contributions by and distributions to owners	4,487,611	412,122	-	4,899,733
Balance as at 31 December 2023	32,822,889	3,928,895	(23,289,464)	13,462,320

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

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Consolidated interim financial statements

Consolidated interim statement of cash flows

For the six months ended 31 December 2024

	Dec 2024 \$	Dec 2023 \$
Cash flows from operating activities		
Receipts from sales	733,334	1,491,269
Payments for suppliers and employees	(2,012,163)	(2,398,846)
Net cash used in operating activities	(1,278,829)	(907,577)
Cash flows from investing activities		
Interest received	44,003	43,213
Payments for property, plant and equipment	(1,024,352)	(787)
Payments for capitalised exploration and evaluation expenditure	(932,066)	(470,158)
Net cash used in investing activities	(1,912,415)	(427,732)
Cash flows from financing activities		
Proceeds from the issue of shares, net of transaction costs	4,923,569	3,621,138
Proceeds from exercise of options	2,250	-
Payment of interest on borrowings	(114,523)	(110,119)
Payments for lease liabilities	-	(39,917)
Net cash provided by financing activities	4,811,296	3,471,102
Net increase/(decrease) in cash and cash equivalents	1,620,052	2,135,793
Cash and cash equivalents as at 1 July	1,709,310	423,514
Cash and cash equivalents as at 30 June	3,329,362	2,559,307

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

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Notes to the consolidated interim financial statements

1. Reporting entity

Medallion Metals Limited (the **Company**) is a for profit public company limited by shares and incorporated in Australia.

The consolidated interim financial statements of the Company as at and for the period from 1 July 2024 to 31 December 2024 comprise the Company and its subsidiaries (together referred to as the **Group**). The nature of the operations and principal activities of the Group are as described in the Directors' Report.

2. Statement of compliance

The consolidated interim financial statements are a general purpose financial report which has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. The consolidated interim financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the consolidated annual report of the Group as at and for the year ended 30 June 2024.

The consolidated interim financial statements were approved by the Board of Directors on 10th March 2025.

3. Basis of preparation

These general purpose financial statements for the interim half-year reporting period ended 31 December 2024 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2024 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

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

New or amended Accounting Standards and Interpretations adopted

The consolidated entity 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.

Material accounting policies, judgements and estimates

Except as noted below, the accounting policies, significant judgements and estimates applied by the Group in these consolidated interim financial statements are the same as those applied by the Group in its consolidated annual financial report as at and for the year ended 30 June 2024.

4. Segments

Operating segments

The Group identifies its operating segments based on the internal reports that are reviewed and used by the Managing Director (the 'Chief Operating Decision Maker') in assessing performance and determining the allocation of resources.

The Group has one reportable segment, 'Mineral Exploration', which is the Group's strategic business unit.

Geographical segments

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of activities earning revenue. Segment assets are based on the geographical location of assets.

Notes to the consolidated interim financial statements

The Group conducts all its activities within Australia and accordingly has assessed its sole geographical segment to be Australia.

5. Prepayments

	Dec 2024 \$	Jun 2024 \$
Exclusivity fee	1,000,000	-
Other	51,626	127,571
Balance at the end of the period	1,051,626	127,571
Current	1,051,626	127,571
Non-current	-	-
Balance at the end of the period	1,051,626	127,571

The Company has paid a \$1,000,000 exclusivity fee to IGO Limited in respect of the proposed acquisition of the Cosmic Boy Processing Plant and certain other infrastructure. The exclusivity fee is deductible from any deferred cash consideration if a transaction proceeds. Consideration is proposed to comprise upfront cash consideration up to a maximum of \$15 million, the assumption of rehabilitation liabilities and deferred cash consideration (if any). Total cash and liability assumption consideration to be not more than \$50 million. Refer to the Company's ASX announcement dated 8 August 2024 for further information.

6. Exploration and evaluation assets

	Dec 2024 \$	Jun 2024 \$
Cost		
Opening balance	13,314,481	12,740,005
Additions	1,432,452	574,476
Balance at the end of the period	14,746,933	13,314,481

7. Property, plant and equipment

	Land & buildings \$	Plant & equipment \$	Motor vehicles \$	Office equipment \$	Total \$
31 December 2024					
Cost					
Opening balance 1 July 2024	448,639	498,775	114,357	107,305	1,169,076
Additions	-	8,109	-	16,243	24,352
Disposals	-	-	-	-	-
Balance as at 31 December 2024	448,639	506,884	114,357	123,548	1,193,428
Depreciation					
Opening balance	(11,837)	(180,003)	(69,067)	(73,696)	(334,603)
Depreciation	(1,989)	(25,043)	(7,143)	(11,803)	(45,978)
Disposals	-	-	-	-	-
Balance as at 31 December 2024	(13,826)	(205,046)	(76,210)	(85,499)	(380,581)
Carrying amount					
Opening balance	436,802	318,772	45,290	33,609	834,473
Balance as at 31 December 2024	434,813	301,838	38,147	38,049	812,847

Notes to the consolidated interim financial statements

	Land & buildings	Plant & equipment	Motor vehicles	Office equipment	Total
30 June 2024	\$	\$	\$	\$	\$
Cost					
Opening balance as at 1 July 2023	448,639	487,833	114,357	104,551	1,155,380
Additions	-	10,942	-	5,212	16,154
Disposals	-	-	-	(2,458)	(2,458)
Balance as at 30 June 2024	448,639	498,775	114,357	107,305	1,169,076
Depreciation					
Opening balance	(7,881)	(131,230)	(54,770)	(49,878)	(243,759)
Depreciation	(3,956)	(48,773)	(14,297)	(25,081)	(92,107)
Disposals	-	-	-	1,263	1,263
Balance as at 30 June 2024	(11,837)	(180,003)	(69,067)	(73,696)	(334,603)
Carrying amount					
Opening balance	440,758	356,603	59,587	54,673	911,621
Balance as at 30 June 2024	436,802	318,772	45,290	33,609	834,473

8. Trade and other payables

	Dec 2024	Jun 2024
	\$	\$
Trade payables	769,790	152,824
Net GST payable	-	24,838
Accruals	139,706	52,226
Accrued interest payable	44,106	43,626
Other payables	18,797	37,821
Balance at the end of the period	972,399	311,335
Current	972,399	311,335
Non-current	-	-
Balance at the end of the period	972,399	311,335

9. Deferred rent

	Dec 2024	Jun 2024
	\$	\$
Opening balance	(366,667)	-
Rent receipts in advance	(733,334)	(1,466,668)
Transfers to profit or loss during the period	733,334	1,100,001
Balance at the end of the period	(366,667)	(366,667)
Current	(366,667)	(366,667)
Non-current	-	-
Balance at the end of the period	(366,667)	(366,667)

The Company has sub-leased its 89 person workers accommodation village with a third party. The sub-lease commenced on 1 October 2023 and has a term of 18 months.

Notes to the consolidated interim financial statements

Total rent due over the term is \$2.2 million, payable in 3 equal instalments. The final instalment was paid on 30 September 2024 and represented 6 months of rent paid in advance. As at balance date, 3 months of rent remains prepaid and is presented as deferred rent.

10. Borrowings

	Dec 2024 \$	Jun 2024 \$
Unsecured borrowings	2,916,410	4,000,000
Conversion of borrowings to ordinary shares	-	(1,083,590)
Balance at the end of the period	2,916,410	2,916,410
Non-current	2,916,410	2,916,410
Balance at the end of the period	2,916,410	2,916,410

The Company's borrowings are represented by an unsecured shareholder loan. The key terms of the loan are set out below:

- the loan may be secured by charge over the Company's projects located in Ravensthorpe, Western Australia (**Projects**) (no security has been perfected to date);
- any security perfected shall be subordinated (as required) to any new debt financing obtained by the Company;
- the loan is repayable upon the receipt of the proceeds following the sale of all, or part of the Projects, a change of control of the Group and no later than 120 days after a decision is made by the Company to commence development of the Projects; and
- interest accrues at 6% p.a., payable in arrears at the end of each calendar quarter.

During the prior period, there was a reduction in the principal repayable to \$2,916,410 as a result of a loan conversion in an equity raising.

The Company has assessed it has complied with the terms and conditions of the loan during the period.

11. Share capital

	Dec 2024 shares	Jun 2024 shares	Dec 2024 \$	Jun 2024 \$
Ordinary share capital				
On issue at the beginning of the period	307,684,152	230,632,518	32,822,862	28,335,278
Exercise of options	310,900	155,900	2,250	-
Issued for cash, net of costs	101,421,315	76,895,734	4,815,237	4,487,584
On issue at the end of the period, net of costs	409,416,367	307,684,152	37,640,349	32,822,862

Capital Raise

During the period from August to October 2024, the Company closed a two tranche placement (**Capital Raising**) issuing 100,000,000 shares at an issue price of \$0.05 per share. \$5,000,000 was raised in cash (before costs). Cash costs associated with the Capital Raising recognised as equity transaction costs were \$198,352. Additional non-cash costs of \$108,332 were recognised as equity transaction costs in respect of options granted to the lead managers of the Capital Raising, which have been accounted for as a share-based payment. Refer to note 11(b) for further information.

Exercise of Options

Refer to note 11(a) for further information regarding the 310,900 options exercised during the period.

Notes to the consolidated interim financial statements

Drilling Consideration

During the period the Company entered into an agreement with its drilling contractor Topdrill Pty Ltd (Topdrill) which allows the Company at its election to settle portions of drilling invoices through the issue of equity. Total consideration which can be settled via equity issuance is capped at \$1 million. Shares issued to Topdrill under these arrangements will be escrowed for 6 months. The Company issued 1,421,315 ordinary shares with the value of \$0.12 million. Approximately \$0.88 million of capacity remains under the arrangement with Topdrill.

12. Share based payments

(a) Incentive Options Plan

The Group has an established Incentive Options Plans (**IOP**) under which directors, employees and certain other eligible participants may be offered options to acquire shares in the Company, subject to the terms of the IOP and any additional terms and conditions as the Company determines (**Incentive Options**).

Incentive Options granted during the period

No Incentive Options were issued to employees or Key Management Personnel of the Company under the IOP during the period.

Incentive Options expense recognised during the period

The Company has recognised a share based payments expense of \$146,158 in respect of Incentive Options during the period.

Options exercised during the period

85,900 Incentive Options were exercised by employees of the Company at a zero exercise price per option during the period. In addition, 225,000 options were exercised at an exercise price of 0.01c per option during the period.

(b) Lead Manager Options

The Company mandated Canaccord Genuity (Australia) Limited to act as sole lead manager and bookrunner to the Capital Raising referred to in note 10 (**Mandate**). The terms of the Mandate included the issue of 4 million options exercisable at \$0.075 per option on or before 30 September 2027 (**Lead Manager Options**).

The grant date fair value of the Lead Manager Options was measured using the Black-Scholes formula. The inputs used to determine the fair value of the options granted were:

	Lead manager grant 30-Sep-24
Fair value at grant date	\$0.027
Inputs	
Share price	\$0.053
Expected dividends	-
Contractual life (weighted average years)	3
Option exercise price	\$0.075
Expected volatility of the underlying shares	90.0%
Risk free rate applied	3.53%

The resultant fair value of the Lead Manager Options was \$108,332, which was fully recognised in equity transaction costs on the grant date.

13. Commitments and contingencies

During the reporting period there have been no material changes to the commitments and contingencies reported at 30 June 2024.

Notes to the consolidated interim financial statements

14. Subsequent events

On 15 January 2025 the Company announced the appointment of Miss Aida Tabakovic as the Company Secretary.

On 3 February 2025 the Company announced a placement to raise \$6.5 million (before costs). Proceeds of the placement are to be used to support the Company's activities as it progresses the potential acquisition of assets of the Forrestania Nickel Operation (FNO), specifically the Cosmic Boy Process Plant and associated infrastructure.

On 7 February 2025 the Company announced that the EPBC Referral Outcome is Assessment on Preliminary Documentation. The determination represents a significant positive step for the Company and its sulphide development strategy involving mining at Ravensthorpe and processing at Forrestania.

On 13 February 2025 the Company announced the appointment of Mr Richard Hill as Chief Financial Officer.

No other matters have arisen since the end of the reporting period which may affect the state of affairs of the Group.

Directors' declaration

1. In the opinion of the directors of Medallion Metals Limited (the **Company**):
 - (a) the consolidated interim financial statements and notes 1 to 14 that are contained within are in accordance with the Corporations Act 2001, including:
 - (i) 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
 - (ii) complying with Australian Accounting Standard AASB 134 "Interim Financial Reporting" and the Corporations Regulations 2001; and
 - (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the directors



Paul Bennett
Managing Director

Dated at Perth, this 10th day of March 2025

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Medallion Metals Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Medallion Metals Limited (the Company) and its subsidiary (the Group), which comprises the consolidated statement of financial position as at 31 December 2024, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, material accounting policy information and other explanatory information, 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 the Group does not comply with the *Corporations Act 2001* including:

- i. Giving a true and fair view of the Group's financial position as at 31 December 2024 and of its financial performance for the half-year ended on that date; and
- ii. 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 the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the Company, would be the same terms if given to the directors as at the time of this auditor's review report.

Responsibility of the directors for the 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 for the review of the financial report

Our responsibility is to express a conclusion on the half-year 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 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 financial 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.

BDO Audit Pty Ltd

A handwritten signature in black ink, appearing to read 'Glyn O'Brien', is written over a faint, larger 'BDO' logo.

Glyn O'Brien

Director

Perth, 10 March 2025



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DECLARATION OF INDEPENDENCE BY GLYN O'BRIEN TO THE DIRECTORS OF MEDALLION METALS LIMITED

As lead auditor for the review of Medallion Metals Limited for the half-year ended 31 December 2024, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Medallion Metals Limited and the entity it controlled during the period.

Glyn O'Brien

Director

BDO Audit Pty Ltd

Perth

10 March 2025