



REDCASTLE RESOURCES LIMITED

ABN 57 096 781 716

FINANCIAL REPORT

FOR THE HALF-YEAR ENDED

31 DECEMBER 2024

CONTENTS

Corporate Directory	3
Directors' Report	4
Auditor's Independence Declaration	8
Consolidated Statement of Profit or Loss and Other Comprehensive Income	9
Consolidated Statement of Financial Position	10
Consolidated Statement of Changes in Equity	11
Consolidated Statement of Cash Flows	12
Notes to the Consolidated Financial Statements	13
Directors' Declaration	17
Independent Auditor's Review Report to the members of Redcastle Resources Limited	18

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CORPORATE DIRECTORY

Board of Directors

Mr Jeremy King	Non-Executive Director
Dr Raymond Shaw	Non-Executive Chairman (Appointed 10 September 2024)
Mr Ronald Miller	Non-Executive Director
Mr Xusheng ("Sean") Ke	Non-Executive Director (Appointed 25 November 2024)

Secretary

Ms Sarah Smith

Registered Office

Suite 11, Level 2
23 Railway Road
Subiaco WA 6008

Telephone: 08 6559 1792
Website: redcastle.net.au

Stock Exchange Listing

Listed on the Australian Securities Exchange (ASX Code: RC1)

Statement of Corporate Governance

<https://redcastle.net.au/corporate/corporate-governance/>

Auditors

BDO Audit Pty Ltd
Level 9, Mia Yellagonga Tower 2, 5 Spring St
Perth WA 6000

Solicitors

Steinepreis Paganin
Level 4, Next Building
16 Milligan Street
Perth WA 6000

Bankers

Westpac Banking Corporation
Level 4, Brookfield Place, Tower Two
123 St Georges Terrace
Perth WA 6000

Share Registry

Automic Share Registry
Level 5, 191 St Georges Terrace
Perth WA 6000
Telephone: 1300 288 664

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DIRECTORS' REPORT

The Directors of Redcastle Resources Limited ("RC1" or the "Group") present this report, together with the financial statements of the consolidated entity consisting of Redcastle Resources Limited and its controlled entity for the half-year ended 31 December 2024 (the "Period").

It is recommended that this Directors' Report be read in conjunction with the annual financial statements for the year ended 30 June 2024 and considered together with any public announcement made by the Company during the Period and up to the date of this report.

DIRECTORS

The names of the Company's Directors who held office during the Period and until the date of this report are set out below. Directors were in office for this entire Period unless otherwise stated.

Director	Position	Duration of Appointment
Jeremy King	Non-Executive Director	Appointed 8 June 2016
Ronald Miller	Non-Executive Director	Appointed 22 November 2022
Raymond Shaw	Non-Executive Chairman	Appointed 10 September 2024
Lincoln Ho	Non-Executive Director	Resigned 10 September 2024
Xusheng (Sean) Ke	Non-Executive Director	Appointed 25 November 2024

REVIEW OF OPERATIONS AND ACTIVITIES

The Company is a gold and mineral resources exploration entity, listed on the Australian Securities Exchange (ASX:RC1), currently focus on successfully advancing its 100% owned Redcastle Gold Project. The Redcastle Gold Project covers a prospective area of ~1,275ha, surrounding the historical Redcastle Mining Centre. Gold was originally discovered at the Redcastle Mining Centre in 1897 which is located within the Mt Morgans District of the Mt Margaret Mineral Field, approximately 60km east of Leonora and 60km west of Laverton in the North-eastern Goldfields of Western Australia.

On 17 October 2024, the Company satisfied all conditions to settle the agreement to acquire prospecting licence application P 39/6315. Completion was dependent on normal industry conditions for the acquisition, including the following consideration:

- Cash payment of \$30,000 (ex GST);
- 2% gross revenue royalty, on all minerals, mineral products and concentrates, produced and sold from the Tenement; and
- A "Detection Agreement" for the initial term of the Permit, granting the right to surficial prospecting for gold in the Permit in favour of the Vendors.

P 39/6315 was a pending prospecting licence application and the agreed purchase was subject to the tenement being granted. P 39/6315 has been registered in RC1's name.

On 14 November 2024 the Company announced an 8,000m Reverse Circulation ('RC') drilling program within its 100% owned Queen Alexandra ('QA') and Redcastle Reef ('RR') Projects, situated within the highly prospective Eastern Goldfields, between Leonora-Laverton region (Figure 1). The Company has secured funding for a deep diamond drill hole through the Western Australian Government's Exploration Incentive Scheme (EIS).

DIRECTORS' REPORT

On 2 December 2024 Redcastle reported that this program would be supplemented by three additional reverse circulation ("RC") holes, totalling 450m, to be drilled within the Morgan's Castle East ("MCE") Prospect.

Historical records confirmed it to be a site of extensive alluvial/elluvial gold and these additional holes have been strategically located to follow up encouraging gold values intersected in 2007/2008 and more recent drilling in 2022 (Annexure A of ASX: RC1 Announcement 2 December 2024)

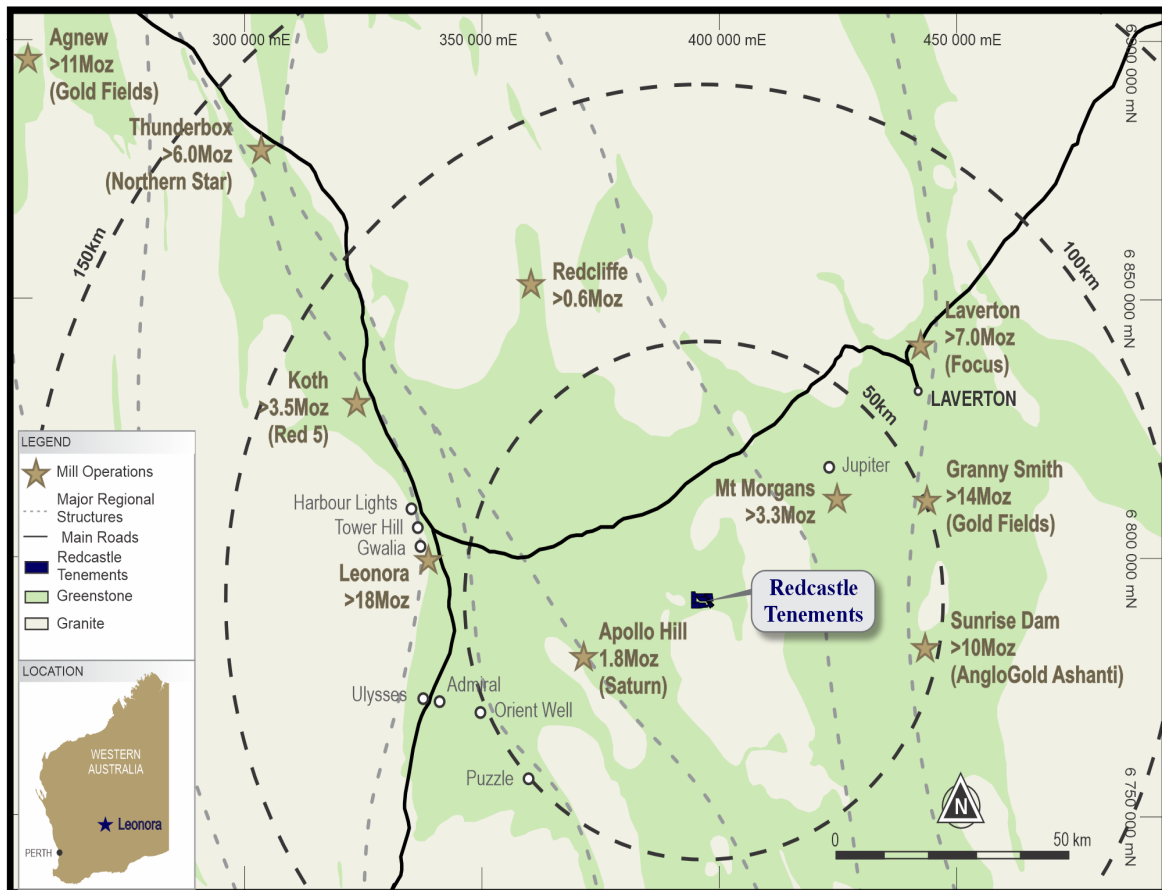


FIGURE 1: RC1's tenements, centrally located within the region's "golden circle".

FORWARD PLANNING WORK

The Company's strategic focus has two main elements.

Planning and evaluation of potential mining operations at Redcastle Reef, Queen Alexandra and Morgan's Castle East. This includes flora and fauna studies as well as hydrological studies and bulk sampling. It also includes discussions with existing mining operations in the area that may have ullage available in their processing plants for potential toll treating RC1 ore.

Planning has also started on a high impact exploration drilling campaign at other high priority gold targets identified through field reconnaissance work.

The current drilling program together with assaying is anticipated to be completed during the second Quarter of 2025 which will enable a revision of Queen Alexandra's Mineral Resource Estimate (MRE) and a Maiden MRE at Redcastle Reef.

DIRECTORS' REPORT CORPORATE

Mr Lincoln Ho resigned as Non-Executive Director on 10 September 2024.

Dr Raymond Shaw was appointed as Non-executive Chairman on 10 September 2024.

Mr Xusheng Ke was appointed as Non-executive Director on 25 November 2024.

On 1 August 2024, the Company issued 4,741,675 Shares @ \$0.02c in lieu of cash for part of drilling costs incurred during the 2024 diamond drilling campaign.

On 18 September 2024, the Company announced a 2 tranche placement to issue 288,888,889 shares with the share price of \$0.009 each, raising \$2,600,000 along with a share purchase plan to issue 99,907,749 shares to raise a further \$899,000. Included in the tranche 2 placement on 19 November was 11,111,111 Shares @ \$0.009 to LaJolla Enterprises, an entity associated with Director, Ronald Miller, for his participation in the share placement, as approved by Shareholders' Resolution at the Annual General Meeting held on 6 November 2024.

Costs of the share issue include 6% of the gross proceeds totalling \$227,950 were paid to Xcel Capital Pty Ltd ("Xcel") in accordance with the Lead Manager Mandate agreement. In addition, the Company issued 45,000,000 Lead Manager Options to Xcel or its nominees for its services in connection with the capital raising. The Lead Manager Options are exercisable at \$0.01 with expiry date of 30 October 2028 and have a fair value of \$357,398.

The Company's Annual General Meeting was held on 6 November 2024 with all resolutions, including the reappointment of Directors and ratification of shares in accordance with ASX Listing Rules 7.1 and 7.1A, being approved by shareholders.

On 19 November 2024, the Company issued 11,111,111 Shares @ \$0.009 in lieu of cash payment as part of marketing services provided to an unrelated third party.

FINANCIAL RESULTS

The financial results of the Group for the half-year ended 31 December 2024 are:

	31-Dec-24	30-Jun-24
Cash and cash equivalents (\$)	3,004,457	910,475
Net assets (\$)	6,291,642	3,485,045

	31-Dec-24	31-Dec-23
Revenue (\$)	-	-
Net loss after tax (\$)	(675,195)	(316,126)
Loss per share (cents)	(0.15)	(0.10)

DIVIDENDS

No dividends have been paid or declared by the Group since the end of the previous financial year.

The Directors do not propose to declare or pay any dividend for the half-year ended 31 December 2024.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

There were no significant changes in the state of affairs of the consolidated entity during the financial half-year.

EVENTS OCCURRING AFTER REPORTING DATE

There has been no matter or circumstance that has arisen since the end of the half-year which has significantly affected or may significantly affect the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in subsequent financial periods.

DIRECTORS' REPORT

AUDITOR'S INDEPENDENCE DECLARATION

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001.

On behalf of the directors



Raymond Shaw
Non-Executive Chairman
12 March 2025

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DECLARATION OF INDEPENDENCE BY MELISSA REID TO THE DIRECTORS OF REDCASTLE RESOURCES LIMITED

As lead auditor for the review of Redcastle Resources 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 Redcastle Resources Limited and the entity it controlled during the period.

Melissa Reid
Director

BDO Audit Pty Ltd

Perth

12 March 2025

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

	Note	31-Dec-24 \$	31-Dec-23 \$
Interest income		10,786	22,771
Compliance and regulatory expenses		(68,238)	(41,141)
Consulting and corporate expenses		(267,299)	(164,864)
Employee and director benefits expense		(178,828)	(96,794)
Marketing and investor relations		(139,850)	-
Insurance		(15,451)	(34,251)
Other Expenses		(16,315)	(1,847)
Loss before income tax for the period		(675,195)	(316,126)
Income tax expense		-	-
Loss after income tax for the period		(675,195)	(316,126)
Total comprehensive loss for the period attributable to members of Redcastle Resources Limited		(675,195)	(316,126)
Loss per share for the period attributable to the members of Redcastle Resources Limited:			
Basic and diluted loss per share (cents)		(0.15)	(0.10)

The Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the notes to the financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2024

	Note	31-Dec-24 \$	30-Jun-24 \$
ASSETS			
Current Assets			
Cash and cash equivalents		3,004,457	910,475
Trade and other receivables		104,525	58,762
Total Current Assets		3,108,982	969,237
Non-Current Assets			
Exploration and evaluation asset	3	3,762,431	3,008,238
Total Non-Current Assets		3,762,431	3,008,238
TOTAL ASSETS		6,871,413	3,977,475
LIABILITIES			
Current Liabilities			
Trade and other payables		579,771	492,430
Total Current Liabilities		579,771	492,430
TOTAL LIABILITIES		579,771	492,430
NET ASSETS		6,291,642	3,485,045
EQUITY			
Issued capital	4	22,098,798	18,974,404
Reserves	5	1,658,817	1,301,419
Accumulated losses		(17,465,973)	(16,790,778)
TOTAL EQUITY		6,291,642	3,485,045

The Consolidated Statement of Financial Position should be read in conjunction with the notes to the financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

	Issued Capital \$	Reserves \$	Accumulated Losses \$	Total Equity \$
At 1 July 2024	18,974,404	1,301,419	(16,790,778)	3,485,045
Loss for the period	-	-	(675,195)	(675,195)
Total comprehensive loss for the period after tax	-	-	(675,195)	(675,195)
Shares issued	3,789,533	-	-	3,789,533
Share issue costs	(665,139)	357,398	-	(307,741)
Balance at 31 December 2024	22,098,798	1,658,817	(17,465,973)	6,291,642
At 1 July 2023	18,974,404	1,301,419	(16,220,792)	4,055,031
Loss for the period	-	-	(316,126)	(316,126)
Total comprehensive loss for the period after tax	-	-	(316,126)	(316,126)
Shares issued	-	-	-	-
Balance at 31 December 2023	18,974,404	1,301,419	(16,536,918)	3,738,905

The Consolidated Statement of Changes in Equity should be read
in conjunction with the notes to the financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

	Note	31-Dec-24 \$	31-Dec-23 \$
Cash flows used in operating activities			
Payment to suppliers and employees		(444,404)	(315,267)
Interest received		10,786	22,771
Net cash flows used in operating activities		(433,618)	(292,496)
Cash flows used in investing activities			
Payments for exploration and evaluation costs		(659,359)	(321,619)
Net cash flows used in investing activities		(659,359)	(321,619)
Cash flows from financing activities			
Proceeds from issue of shares	4	3,494,700	-
Share issue costs	4	(307,741)	-
Net cash flows provided by financing activities		3,186,959	-
Net increase / (decrease) in cash and cash equivalents		2,093,982	(614,115)
Cash and cash equivalents at the beginning of the period		910,475	2,039,696
Cash and cash equivalents at the end of the period		3,004,457	1,425,581

The Consolidated Statement of Cash Flows should be read in conjunction with the notes to the financial statements.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1 SUMMARY OF MATERIAL ACCOUNTING POLICIES

Basis of preparation

These general purpose interim financial statements for 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 financial statements are presented in Australian dollars, which is Redcastle Resources Limited's functional and presentation currency.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

Critical Accounting Estimates and Judgements

The preparation of the interim financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the Historical Financial Information. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses.

Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, that it believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results.

New, revised or amended standards and interpretations adopted by the Group

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.

NOTE 2 SEGMENT INFORMATION

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources. The information presented in the financial report is the same information that is viewed by the Directors.

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

The Group is currently operating in one business segment being an administrative entity in the mining and exploration sector and one geographic segment being Australia.

NOTE 3 EXPLORATION AND EVALUATION ASSET

	31-Dec-24 \$	30-Jun-24 \$
Carrying amount of exploration and evaluation expenditure	3,762,431	3,008,238
At the beginning of the period	3,008,238	2,030,363
Tenements acquired	30,000	-
Exploration expenditure incurred	724,193	977,875
At the end of the period	3,762,431	3,008,238

On 16 December 2024 the Group acquired P39/6315 for Cash consideration of \$30,000.

Management have not identified any impairment indicators as at 31 December 2024.

NOTE 4 ISSUED CAPITAL

(a) Issued and fully paid

	31-Dec-24		30-Jun-24	
	No.	\$	No.	\$
Fully paid ordinary shares	743,566,912	22,098,798	328,284,155	18,974,404

Movement in ordinary shares

Balance at 1 July 2024

Shares issued under the public offer

Share issue costs

Shares issued for exploration costs

Shares issued for advertising costs

Balance at 31 December 2024

	#	\$
Balance at 1 July 2024	328,284,155	18,974,404
Shares issued under the public offer	399,429,971	3,594,700
Share issue costs	-	(665,139)
Shares issued for exploration costs	4,741,675	94,833
Shares issued for advertising costs	11,111,111	100,000
Balance at 31 December 2024	743,566,912	22,098,798

On 1 August 2024, the Company issued 4,741,675 Shares @ \$0.02 in lieu of cash for part of drilling costs incurred.

On 18 September 2024, the Company announced a 2 tranche placement to issue 288,888,889 shares with the share price of \$0.009 each, raising \$2,600,000 along with a share purchase plan to issue 99,907,749 shares to raise a further \$899,000. Included in the tranche 2 placement on 19 November was 11,111,111 Shares @ \$0.009 to LaJolla Enterprises, an entity associated with Director Ronald Miller, for his participation in the share placement, as approved by Shareholders' Resolution at the Annual General Meeting held on 6 November 2024.

The share issue costs of 6% gross proceeds, in total \$227,950 was paid to Xcel Capital Pty Ltd ("Xcel") under the Lead Manager Mandate agreement. In addition, the Company paid 45,000,000 Lead Manager Options to Xcel or its nominees for its services in connection with the capital raising. The Lead Manager Options are exercisable at \$0.01 with expiry date of 30 October 2028 and have a fair value of \$357,398.

On 19 November 2024, the Company issued 11,111,111 Shares @ \$0.009 in lieu of cash as part of marketing services provided. as approved by Shareholders' Resolution at the Annual General Meeting held on 6 November 2024.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 5 RESERVES

	31-Dec-24	30-Jun-24
	\$	\$
Opening Balance	1,301,419	1,301,419
Equity settled share-based payment transactions (Note 6)	357,398	-
	1,658,817	1,301,419

NOTE 6 SHARE BASED PAYMENTS

During the year the Group recognised share-based payments via the issue of equity instruments to Directors and consultants (as disclosed below), as well as to vendors in relation to exploration assets.

Recognised share-based payment transactions	31-Dec-24	30-Jun-24
	\$	\$
Shares issued to Suppliers ¹	194,833	-
Options issued to Lead Manager ² (Note 5)	357,398	-
	552,231	-

1 On 1 August 2024, the Company issued 4,741,675 Shares @ \$0.02c in lieu of cash for part of drilling costs incurred.

On 19 November 2024, the Company issued 11,111,111 Shares @ \$0.009 in lieu of cash as part of marketing services provided.

2 On 19 November 2024, the Company issued 45,000,000 Lead Manager Options to Xcel Capital Pty Ltd or its nominees for its services in connection with the share placement. The Lead Manager Options are exercisable at \$0.01 with expiry date of 30 October 2028.

NOTE 7 CONTINGENT ASSETS AND CONTINGENT LIABILITIES

Following the 2022 tenement acquisition, the Vendors of the Tenements acquired under the agreement will retain rights to all alluvial gold and a 2% overriding gross royalty over all minerals sold from the Tenements.

There were no other contingent liabilities as at 31 December 2024 and no changes since June 2024 (2023: nil).

NOTE 8 COMMITMENTS

(a) Tenement Commitments

	31-Dec-2024	30-Jun-2024
	\$	\$
Below are the commitments in relation to its exploration and evaluation assets:		
Within one year	46,632	45,518
Later than one year but not later than five years	70,497	58,190
	117,129	103,708

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 9 EVENTS AFTER THE END OF THE INTERIM PERIOD

There has been no matter or circumstance that has arisen since the end of the half-year which has significantly affected or may significantly affect the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in subsequent financial periods.

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DIRECTORS' DECLARATION

In the Directors' opinion

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 31 December 2024 and of its performance for the financial half-year ended on that date; and
- 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



Ray Shaw
Non-Executive Chairman
12 March 2025

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Redcastle Resources Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Redcastle Resources 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 is true and fair 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 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

BDO

A handwritten signature in black ink, appearing to read 'Melissa Reid', is written over the printed name.

Melissa Reid

Director

Perth, 12 March 2025