



**SIPA RESOURCES LIMITED**

ABN 26 009 448 980

**INTERIM REPORT  
FOR THE HALF-YEAR ENDED  
31 DECEMBER 2024**

For personal use only



## CORPORATE DIRECTORY

---

### Directors

Craig McGown	<i>Non-Executive Chairman</i>
Andrew Muir	<i>Managing Director</i>
John Forwood	<i>Non-Executive Director</i>
Rick Yeates	<i>Non-Executive Director</i>
Stephen Biggins	<i>Non-Executive Director</i>

### Company Secretary

Greg Fitzgerald

### Stock Exchange Listing

Australian Securities Exchange  
ASX Code - **SRI**

### Bankers

National Australia Bank  
Murray Street Mall, 200 Murray Street  
Perth WA 6000

### Registered and Principal Office

Unit 5, 12-20 Railway Road  
Subiaco WA 6008  
Telephone (08) 9388 1551  
Web: [www.sipa.com.au](http://www.sipa.com.au)

### Share Registry

Computershare  
Level 17, 221 St Georges Terrace  
Perth WA 6000  
Telephone: 1300 850 505  
Facsimile: +61 3 9473 2500

### Auditor

BDO Audit Pty Ltd  
Level 9, Mia Yellagonga Tower 2  
5 Spring Street

## CONTENTS

---

Corporate Directory	2
Directors' Report	3
Auditor's Independence Declaration	5
Consolidated Statement of Profit or Loss and Other Comprehensive Income	6
Consolidated Statement of Financial Position	7
Consolidated Statement of Changes in Equity	8
Consolidated Statement of Cash Flows	9
Notes to and forming part of the Consolidated Financial Statements	10
Directors' Declaration	17
Independent Auditor's Report	18

---

## DIRECTORS' REPORT

The Company presents its interim financial report for the consolidated entity consisting of Sipa Resources Limited (**Company, Sipa or SRI**) and the entities it controls (**Consolidated Entity or Group**) for the half-year ended 31 December 2024.

## DIRECTORS

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

Mr Craig McGown	Non-Executive Chairman
Mr Andrew Muir	Managing Director
Mr John Forwood	Non-Executive Director
Mr Rick Yeates	Non-Executive Director
Mr Stephen Biggins	Non-Executive Director (appointed 14 February 2025)

## PRINCIPAL ACTIVITIES

The principal activities of the Group during the half-year were to explore mineral tenements in Australia.

## FINANCIAL SUMMARY

The Group made a net loss after tax of \$1,405,569 for the financial half-year ended 31 December 2024 (31 December 2023: gain \$786,154). At 31 December 2024, the Group had net assets of \$1,327,023 (30 June 2024: \$2,040,866) and cash assets of \$1,608,981 (30 June 2024: \$1,870,413).

## 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

Sipa is an Australian-based exploration company focused on the discovery of gold and base metal deposits in under-explored mineral provinces predominantly within Western Australia.

During the period, the Company completed a range of exploration activities on several of its projects including Barbwire Terrace, Skeleton Rocks and Paterson North.

At Skeleton Rocks, a 13-hole aircore drilling program was completed for 964m. The program tested the Nicoletti (Ni-Cu) prospect, defining anomalous supergene nickel mineralisation associated with the weathering of the host ultramafic rocks. Additional work is being planned to test the other geophysical anomalies along strike.

At Paterson North, a six-hole RC program was completed for 1,012m. The drilling tested the north and south strike extent of the Obelisk prospect; however, the drilling did not intersect any mineralisation of note.

At Barbwire Terrace, the Company completed a detailed ground gravity survey over part of the project to assist in defining the next round of drill targets.

In December, 2024 the Company entered into binding Heads of Agreements to acquire a 100% interest in four advanced gold exploration projects in South Australia and Western Australia:

- Tunkillia North, Nuckulla Hill and Skye (South Australia) Projects covering c.729km<sup>2</sup>; and
- Crown (Western Australia) Project, covering c.30km<sup>2</sup>

The SA tenements are adjacent to the 1.5Moz Tunkillia gold deposit and proximal to the Challenger gold mill. The Crown project is located 45 minutes south east of Kalgoorlie, and is approximately 2km away from Black Cat Syndicated Limited's proposed Majestic mining operations.

## DIRECTORS' REPORT

The total actual and performance-based consideration for the assets is up to \$2,200,000 in cash and SRI shares. The transaction was completed in February 2025, with the new projects to become a focus for the Company. Following completion of the transaction, Stephen Biggins, the former Managing Director of Core Lithium Limited (ASX-CXO), became Sipa's largest shareholder and joined the Sipa board.

The new gold exploration projects will be the focus of on-ground activities for calendar 2025.

## MATTERS SUBSEQUENT TO THE END OF THE HALF-YEAR

Subsequent to period end:

- Sipa agreed to purchase Buru Energy Limited's 50% share of the Barbwire Terrace Project, to move to 100% ownership. Consideration for the purchase is a 0.6% Net Smelter Return royalty.
- Sipa completed the acquisition of four advanced gold exploration projects in South Australia and Western Australia.
- The Company completed tranche 2 of the \$1,750,000 million (before costs) capital raising, issuing:
  - 77,890,380 fully paid ordinary shares under the capital raising,
  - 53,624,803 fully paid ordinary shares in relation to the acquisition, and
  - 84,307,693 options in relation to the capital raising.
- Stephen Biggins joined the Sipa board.

There has not arisen in the interval between the end of the financial period and the date of this report any other items, transaction or event of a material and unusual nature likely, in the opinion of the Directors, to affect significantly the operations, the results of those operations, or the state of affairs of the Group in future financial periods.

## LIKELY DEVELOPMENTS AND EXPECTED RESULTS

In general terms the review of operations of the Group gives an indication of likely developments and the expected results of the operations. In the opinion of the Directors, disclosure of any further information would be likely to result in unreasonable prejudice to the Group.

## 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 in this interim report.

Signed in accordance with a resolution of the Directors made pursuant to section 306(3)(a) of the *Corporations Act 2001*.

On behalf of the Directors.



**Andrew Muir**  
Managing Director

Perth  
13 March 2025



Tel: +61 8 6382 4600  
Fax: +61 8 6382 4601  
[www.bdo.com.au](http://www.bdo.com.au)

Level 9, Mia Yellagonga Tower 2  
5 Spring Street  
Perth, WA 6000  
PO Box 700 West Perth WA 6872  
Australia

## DECLARATION OF INDEPENDENCE BY GLYN O'BRIEN TO THE DIRECTORS OF SIPA RESOURCES LIMITED

As lead auditor for the review of 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 Sipa Resources Limited and the entities it controlled during the period.

**Glyn O'Brien**

**Director**

**BDO Audit Pty Ltd**

Perth

13 March 2025



## 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 \$
<b>Other income</b>			
Interest income		21,538	13,716
Other income	1	112,564	1,572,165
<b>Expenses:</b>			
Exploration and tenement expenses	2	(1,103,309)	(322,253)
Depreciation expense		(24,743)	(24,095)
Share-based payments expense		(27,786)	(15,380)
Administrative expenses	2	(383,833)	(437,999)
Profit/(Loss) before income tax expense		(1,405,569)	786,154
Income tax expense		-	-
<b>Profit/(Loss) attributable to the owners of the Group</b>		(1,405,569)	786,154
<b>Other comprehensive income:</b>			
<i>Items that may be reclassified to profit or loss</i>			
Exchange difference on translation of foreign operations		(4,215)	113
Other comprehensive income for the period, net of tax		(4,215)	113
Total comprehensive profit/(loss) for period attributable to owners of Sipa Resources Limited		(1,409,784)	786,267
Basic and diluted profit/(loss) per share (cents per share)		(0.61)	0.34

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

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

	Notes	31 December 2024 \$	30 June 2024 \$
<b>Current Assets</b>			
Cash and cash equivalents	4	1,608,981	1,870,413
Other receivables		168,680	138,725
Other financial assets	5	-	400,000
Total Current Assets		1,777,661	2,409,138
<b>Non-Current Assets</b>			
Plant and equipment		89,921	64,023
Total Non-Current Assets		89,921	64,023
<b>Total Assets</b>		<b>1,867,582</b>	<b>2,473,161</b>
<b>Current Liabilities</b>			
Trade and other payables	7	485,175	177,684
JV Reimbursement		-	237,086
Provisions		18,034	17,525
Lease liability		37,350	-
Total Current Liabilities		540,559	432,295
<b>Total Liabilities</b>		<b>540,559</b>	<b>432,295</b>
<b>Net Assets</b>		<b>1,327,023</b>	<b>2,040,866</b>
<b>Equity</b>			
Contributed equity	8	116,787,016	116,118,861
Reserves		1,765,321	1,741,750
Accumulated losses		(117,225,314)	(115,819,745)
<b>Total Equity</b>		<b>1,327,023</b>	<b>2,040,866</b>

The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the half-year ended 31 December 2024

	Issued Capital \$	Accumulated Losses \$	Equity benefits reserve \$	Foreign Currency Translation Reserve \$	Total \$
<b>Balance at 1 July 2023</b>	<b>116,118,861</b>	<b>(115,718,805)</b>	<b>1,694,606</b>	<b>(6,681)</b>	<b>2,087,981</b>
Profit for the half-year	-	786,154	-	-	786,154
Other comprehensive income	-	-	-	113	113
Total comprehensive income for the half-year	-	786,154	-	113	786,267
Share based payments	-	-	15,380	-	15,380
<b>Balance at 31 December 2023</b>	<b>116,118,861</b>	<b>(114,932,651)</b>	<b>1,709,986</b>	<b>(6,568)</b>	<b>2,889,628</b>
<b>Balance at 1 July 2024</b>	<b>116,118,861</b>	<b>(115,819,745)</b>	<b>1,749,776</b>	<b>(8,026)</b>	<b>2,040,866</b>
Loss for the half-year	-	(1,405,569)	-	-	(1,405,569)
Other comprehensive expense	-	-	-	(4,215)	(4,215)
Total comprehensive income for the half-year	-	(1,405,569)	-	(4,215)	(1,409,784)
Contributed equity	737,425	-	-	-	737,425
Share issue costs	(69,270)	-	-	-	(69,270)
Share based payments	-	-	27,786	-	27,786
<b>Balance at 31 December 2024</b>	<b>116,787,016</b>	<b>(117,225,314)</b>	<b>1,777,562</b>	<b>(12,241)</b>	<b>1,327,023</b>

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.



## CONSOLIDATED STATEMENT OF CASH FLOWS

For the half-year ended 31 December 2024

	Note	31 December 2024 \$	31 December 2023 \$
<b>Cash flows from operating activities</b>			
Receipts from customers		-	-
Payments for exploration and evaluation expenditure		(934,119)	(1,538,723)
Receipt from / (payment to) joint venture partners		(112,000)	1,925,000
Payments to suppliers, consultants and employees		(431,271)	(552,252)
Interest received		18,730	15,362
Incentives and subsidies		41,000	-
<b>Net cash used in operating activities</b>		<b>(1,417,660)</b>	<b>(150,613)</b>
<b>Cash flows from investing activities</b>			
Proceeds from the sale of tenements		-	600,000
Proceeds from the sale of investments		447,333	253,728
Payments for property, plant, and equipment		-	(3,403)
Proceeds from the sale property, plant, and equipment		-	4,500
Cash invested in security deposits		-	(60,000)
<b>Net cash provided by investing activities</b>		<b>447,333</b>	<b>794,825</b>
<b>Cash flows from financing activities</b>			
Proceeds from new issues of shares		708,895	-
Share issue costs		-	-
<b>Net cash provided by financing activities</b>		<b>708,895</b>	<b>-</b>
<b>Net (decrease)/increase in cash held</b>		<b>(261,432)</b>	<b>644,212</b>
Cash and cash equivalents at the beginning of the period		1,870,413	1,857,430
Effect of exchange rates on cash holdings in foreign currencies		-	-
Cash and cash equivalents at the end of the period	4	1,608,981	2,501,642

The above Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2024

### 1 REVENUE AND OTHER INCOME

		31 December 2024 \$	31 December 2023 \$
Other income			
Management fee income		24,231	152,017
Profit from sale of Murchison project		-	1,516,667
Gain/(loss) on investment held	5	47,333	(102,012)
WA State Exploration Incentive Grant		41,000	-
Other income		-	5,493
Total other income		112,564	1,572,165

### 2 EXPENDITURE

		31 December 2024 \$	31 December 2023 \$
Exploration and tenement expenses			
Australian tenements		1,168,640	1,465,306
Less: exploration expenditure funded by JV parties		(68,123)	(1,148,906)
Uganda tenements		2,792	5,853
Total exploration and tenement expenses		1,103,309	322,253
Administrative expense			
Corporate costs		162,343	122,964
Marketing costs		35,934	17,554
Office costs		25,399	24,558
Personnel costs <sup>(1)</sup>		160,157	272,923
Total administrative expense		383,833	437,999

1 A portion of the personnel costs relating to field activities have been included within Exploration and tenement expenditure.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2024

### 2 EXPENDITURE (continued)

A reconciliation of employee benefits expense is as follows:

	31 December 2024 \$	31 December 2023 \$
Employee benefits expense		
Wages and salaries	357,199	321,146
Superannuation	44,440	30,088
Provision for leave	510	(26,765)
Other costs	6,836	69,462
Total employee benefits expense	408,985	393,931
Employee benefits included in		
Exploration and tenement expenses	248,828	121,007
Administrative expenses	160,157	272,924
	408,985	393,931

### 3 OPERATING SEGMENTS

Management has determined that the Group has two reportable segments, being exploration activities in Australia and activities in Uganda. 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. As the Group is focused on exploration, the Board monitors the Group based on actual versus budgeted exploration expenditure incurred by area. This internal reporting framework is the most relevant to assist the Board with making decisions regarding the Group and its ongoing exploration activities, while also taking into consideration the results of exploration work that has been performed to date.

	Australia \$	Uganda \$	Other \$	Total \$
<b>For the half-year ended 31 December 2024</b>				
Other income	65,231	-	68,871	134,102
Reportable segment (loss)/profit	(1,100,517)	(2,792)	(302,260)	(1,405,569)
Reportable segment assets <sup>(1)</sup>	60,829	1,180	1,805,573	1,867,582
Reportable segment liabilities	-	(3,701)	(536,858)	(540,559)
<b>For the half-year ended 31 December 2023</b>				
Other income	1,402,017	-	183,864	1,585,881
Reportable segment (loss)/profit	(316,400)	(5,853)	1,108,407	786,154
<b>For the year ended 30 June 2024</b>				
Reportable segment assets <sup>(2)</sup>	129,067	1,318	2,342,777	2,473,161
Reportable segment liabilities	(331,101)	(4,554)	(96,640)	(432,295)

1 Other Reportable segment assets includes cash held of \$1,607,801.

2 Other Reportable segment assets includes cash held of \$1,869,095

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2024

### 4 CASH AND CASH EQUIVALENTS

	31 December 2024 \$	30 June 2024 \$
Cash at bank	1,108,981	1,750,413
Short-term deposits	500,000	120,000
	1,608,981	1,870,413

### 5 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS – EQUITY SECURITIES

	31 December 2024 \$	30 June 2024 \$
Opening balance	400,000	-
Equity securities on Sale of Exploration Asset	-	1,066,667
Gain/(Loss) on investment	47,333	(240,211)
Disposal of Assets	(447,333)	(426,456)
Closing balance	-	400,000

### 6 JOINT VENTURES

The Company was a party to a number of unincorporated exploration joint ventures. The following is a list of unincorporated exploration joint ventures:

Name of Joint Venture and Project	31 December 2024 Interest %	30 June 2024 Interest %
Earning In at Paterson North	100% <sup>(1)</sup>	100% <sup>(1)</sup>
Joint Venture at Barbwire Terrace	50%	50%

<sup>1</sup> Rio Tinto were earning into the project until they elected to withdraw from the Paterson North Farm-In, with effect from 15 March 2024.

As at 31 December 2024, the above listed joint ventures are not joint arrangements under the accounting standards as the joint venture partners do not have collective and joint control. The Company therefore accounts for the interest in the joint ventures in accordance with the relevant accounting standards and not under AASB 11 Joint Arrangements.

All exploration and evaluation expenditure is expensed to Statement of Profit or Loss and Other Comprehensive Income as incurred. Contributed funds received from other joint venture partners are recorded as a payable and are deducted from exploration expenditure when the right to receive payment is established.

#### Farm in and Joint Venture Agreement at Paterson North

In August 2020, Sipa announced a Farm in and JV agreement with Rio Tinto Exploration at the Paterson North Copper Gold Project in Western Australia. As at 31 December 2024, no amounts are held as restricted cash and there were no amounts recorded as a deferred JV contribution.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2024

### 6 JOINT VENTURES (continued)

During the prior year, following an assessment of its global exploration priorities, Sipa's partner, Rio Tinto Exploration, indicated that it will be focusing exploration efforts on other projects within its portfolio. Consequently, Rio has elected to withdraw from the Paterson North Farm-In, with the withdrawal coming into effect from 15 March 2024.

Rio contributed to the joint venture up to withdrawal, including any provisions. Following which, unspent deferred joint venture contributions were returned.

	31 December 2024 \$	30 June 2024 \$
Opening balance	237,086	(75,086)
Contributions received / (returned)	(237,000)	1,650,000
Joint Venture expenditure	(86)	(1,337,828)
	-	237,086

#### Joint Venture at Barbwire Terrace

In September 2020, Sipa announced it had entered into an alliance with Buru Energy to progress mineral exploration at the Barbwire Terrace project immediately southeast of Buru's own Canning Basin oil and gas leases. As at 31 December 2024, \$8,080 (ex GST) was recorded as an Other receivables.

	31 December 2024 \$	30 June 2024 \$
Opening balance	(65,043)	(10,588)
Contributions received	125,000	75,000
Joint Venture expenditure	(68,037)	(129,455)
	(8,080)	(65,043)

On 24 January 2025, Sipa announced that it had agreed to purchase Buru Energy Limited's 50% share of the Barbwire Terrace Project, to move to 100% ownership.

### 7 TRADE AND OTHER PAYABLES

Trade and other payables are normally settled within 30 days from receipt of invoice. All amounts recognised as trade and other payables, but not yet invoiced, are expected to settle within 12 months.

The carrying values of trade and other payables are assumed to be the same as their fair value.

	31 December 2024 \$	30 June 2024 \$
Trade payables	321,213	84,308
Other payables and accrued expenses	163,962	93,376
	485,175	177,684

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2024

### 8 ISSUED CAPITAL

#### (a) Issued capital

	31 December 2024	30 June 2024	31 December 2024	30 June 2024
	Shares	Shares	\$	\$
Fully paid	284,883,139	228,158,135	116,787,016	116,118,861

Movements in ordinary share capital during the current financial period are shown below:

Details	Date	Number of shares	Issue price/share \$	\$
<b>Balance at 1 July 2024</b>		<b>228,158,135</b>		<b>116,118,861</b>
Placement	24-Dec-24	56,725,004	0.013	737,425
Less: Share issue costs				(69,270)
<b>Balance at 31 December 2024</b>		<b>284,883,139</b>		<b>116,787,016</b>

### 9 CONTINGENCIES

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

### 10 COMMITMENTS

#### Australian Projects

The Group has certain obligations to perform minimum exploration work on tenements held. These obligations may vary over time, depending on the Group's exploration programmes and priorities. These obligations are also subject to variations by farm-out arrangements, dilution with current partners or sale of the relevant tenements.

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

### 11 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.

### 12 EVENTS SUBSEQUENT TO REPORTING DATE

Subsequent to period end:

- Sipa agreed to purchase Buru Energy Limited's 50% share of the Barbwire Terrace Project, to move to 100% ownership. Consideration for the purchase is a 0.6% Net Smelter Return royalty.
- Sipa acquired a 100% interest in the following four advanced gold exploration projects in South Australia and Western Australia:
  - Tunkillia North, Nuckulla Hill & Skye (SA) Projects covering circa 729km<sup>2</sup>; and
  - Crown (WA) Project, covering circa 30km<sup>2</sup>



## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2024

### 12 EVENTS SUBSEQUENT TO REPORTING DATE (continued)

Purchase consideration comprised a cash payment of \$200,000 (including a \$15,000 exclusivity fee); and the issue of 53.6 million Sipa shares, equating to \$750,000, deferred consideration of 35,700,000 Sipa shares payable 12 months after completion and a milestone payment of \$750,000 payable on Sipa reporting of a JORC compliant inferred resource of 100,000 gold ounces from the tenements acquired.

- The Company completed tranche 2 of the \$1,750,000 million (before costs) capital raising, issuing:
  - 77,890,380 fully paid ordinary shares under the capital raising,
  - 53,624,803 fully paid ordinary shares in relation to the acquisition, and
  - 84,307,693 options in relation to the capital raising.
- Stephen Biggins joined the Sipa board.

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

### 13 BASIS OF PREPARATION AND 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*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

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 Sipa 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.

#### Going concern

These financial statements have been prepared on the going concern basis, which contemplates the continuity of normal business activities and the realisation of assets and settlement of liabilities in the normal course of business.

During the period the consolidated entity incurred a net loss of \$1,405,569 (31 December 2023: net profit \$786,154) and incurred net cash outflows from operating activities of \$1,417,660 (31 December 2023: \$150,613). The consolidated entity held current assets at 31 December 2024 of \$1,777,661 (30 June 2024: \$2,409,138).

The ability of the group to continue as a going concern is dependent on the Group being able to raise additional funds as required to meet ongoing and budgeted exploration commitments and for working capital. In the event the Company is unable to secure additional funding it may be unable to realise its assets and discharge its liabilities in the normal course of business. These conditions indicate a material uncertainty that may cast a significant doubt about the entity's ability to continue as a going concern and, therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business.

Management believes there are sufficient funds to meet the consolidated entity's working capital requirements at the date of this report and the Company continues to progress the realisation of value from its assets.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2024

### 13 BASIS OF PREPARATION AND ACCOUNTING POLICIES (continued)

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

### 14 NEW OR AMENDED STANDARDS ADOPTED BY THE GROUP

The Group has adopted all of the new and revised Standards and Interpretations issued by the AASB that are relevant to their operations and effective for the current annual reporting period.

Other amendments did not have any impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

The adoption of all the new and revised Standards and Interpretations has not resulted in any changes to the Group's accounting policies and has no effect on the amounts reported for the current or prior years. However, the above standards have affected the disclosures in the notes to the financial statements.

For personal use only

## DIRECTORS' DECLARATION

In the Directors' opinion:

1. the financial statements, and accompanying notes set out above, are in accordance with the *Corporations Act 2001* and:
  - (a) comply with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
  - (b) give a true and fair view of the Consolidated Entity's financial position as at 31 December 2024 and its performance for the half-year ended on that date.
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;

This declaration is signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the *Corporations Act 2001*.



**Andrew Muir**  
Managing Director

Perth  
13 March 2025

For personal use only

## INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Sipa Resources Limited

### Report on the Half-Year Financial Report

#### Conclusion

We have reviewed the half-year financial report of Sipa Resources Limited (the Company) and its subsidiaries (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.

#### Material uncertainty relating to going concern

We draw attention to Note 13 in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our conclusion is not modified in respect of this matter.

### **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**

The image shows a handwritten signature in black ink. Above the signature, the letters 'BDO' are handwritten in a simple, blocky style.

**Glyn O'Brien**

**Director**

Perth, 13 March 2025