



DMC MINING
— LIMITED —

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HALF YEAR FINANCIAL REPORT

FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2024

DMC MINING LIMITED AND ITS CONTROLLED ENTITIES
(ABN 25 648 372 516)

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This interim financial report does not include all the notes of the type normally included in an Annual Financial Report. Accordingly, this report is to be read in conjunction with the Annual Financial Report for the year ended 30 June 2024 and any public announcements made by DMC Mining Limited during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

CORPORATE DIRECTORY

NON-EXECUTIVE CHAIRMAN

Michael Minosora (appointed 30 January 2025)

Managing Director

David Sumich

NON-EXECUTIVE DIRECTORS

Sam Randazzo (appointed 30 January 2025)

COMPANY SECRETARY

Bruce Franzen (resigned 17 January 2025)

Mindy Ku (appointed 28 January 2025)

PRINCIPAL & REGISTERED OFFICE

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PKF Perth

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PERTH WA 6000

Telephone: (08) 9426 8999

SHARE REGISTER

Automic Pty Ltd

Level 5, 191 St Georges Terrace

PERTH WA 6000

Telephone: 1 300 288 664

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SECURITIES EXCHANGE LISTING

Shares and options are listed on the Australian

Securities Exchange

(ASX Codes: DMM, DMMO)

BANKERS

ANZ Bank Limited

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PERTH WA 6000

WEBSITE AND E-MAIL ADDRESS

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DIRECTORS' REPORT

The Directors present their report, together with the financial statements, on the Consolidated Entity (referred to hereafter as the 'Consolidated Entity') consisting of DMC Mining Limited (referred to hereafter as the 'Company' or 'Parent Entity') and the entities it controlled at the end of the half-year ended 31 December 2024.

1. DIRECTORS

The names of Directors who held office during or since the end of the half-year are:

- Michael Minosora Non-Executive Chairman (appointed 30 January 2025)
- David Sumich Managing Director (appointed 30 January 2025, previously Executive Chairman)
- Andrew Dawes Non-Executive Director (resigned 30 January 2025)
- Bruce Franzen Non-Executive Director (resigned 30 January 2025)
- Sam Randazzo Non-Executive Director (appointed 30 January 2025)

Directors have held office for the entire period and to the date of this report unless otherwise stated.

2. PRINCIPAL ACTIVITIES

The principal activity of the Consolidated Entity during the half-year has been exploration and evaluation of the Consolidated Entity's mineral tenement holdings.

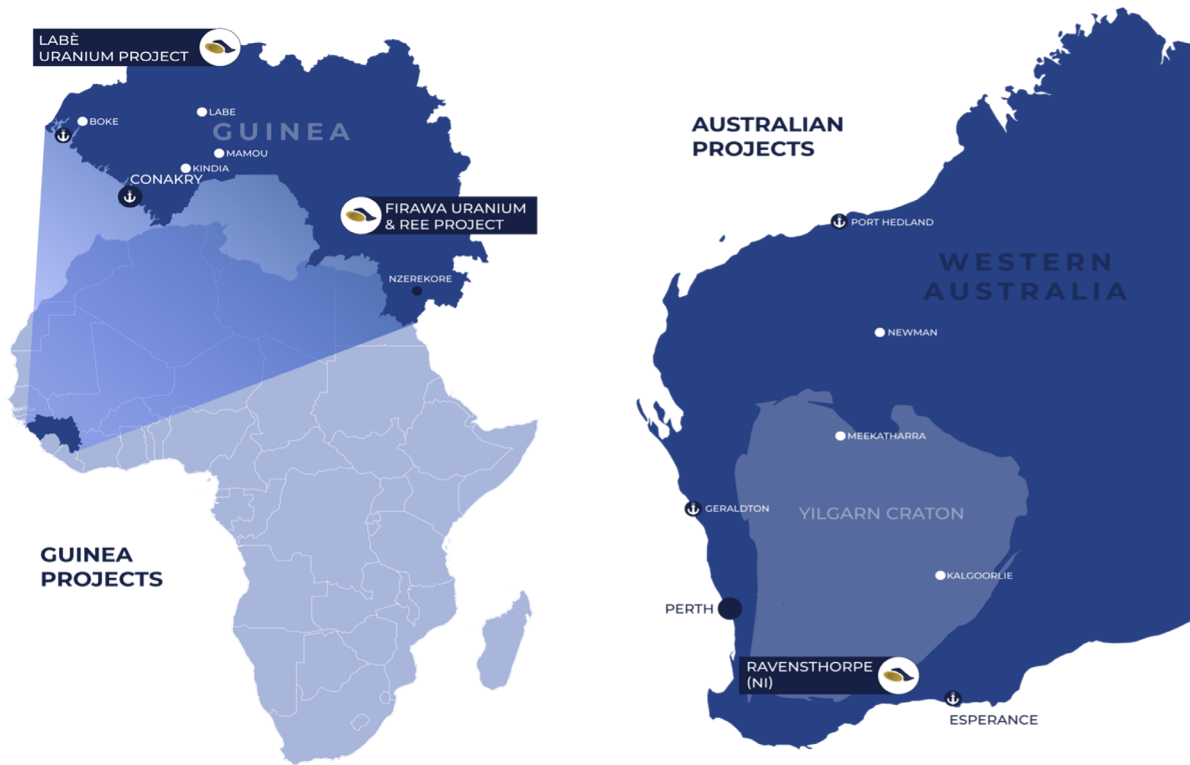
3. RESULT OF OPERATIONS

The loss after tax for the half-year ended 31 December 2024 was \$756,381 (2023: \$459,462).

4. REVIEW OF OPERATIONS

The Company is an Australian public company incorporated on 2 March 2021 for the purpose of identifying, acquiring and exploring for critical metals related to the decarbonisation & electrification thematic.

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EXPLORATION ACTIVITIES DURING THE PERIOD

RAVENSTHORPE NICKEL PROJECT

The Ravensthorpe Nickel Project (DMC 100%, EL 74/669) is located in a highly prospective geological setting for nickel sulphide deposits. The Project has approximately 15km strike length of the Bandalup ultramafics, the target host rocks that are prospective for Kambalda-style komatiitic nickel sulphide deposits.

The project is very well serviced by roads, power, and other necessary mining infrastructure.

Over past periods, the Company has undertaken systematic and methodical exploration efforts, including geochemistry, EM surveys, and ground geophysics, to assess the potential of the RAV 9 & RAV 11 targets. Both targets are now drill ready, representing a significant milestone in our exploration journey.

Following submission of our Programme of works (POW), DMIRS has requested a flora and fauna assessment over the RAV 11 area. To ensure the highest standards of environmental stewardship, the Company has engaged Rescology Environmental Consultants, who will be advising and conducting necessary assessments for our operations at Ravensthorpe. Their expertise will play a crucial role in ensuring our activities are conducted responsibly and sustainably.

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The RAV 9 & RAV 11 targets are located on freehold farming ground (RAV 9) and Crown Land (RAV 11). DMC has an owner/operator access agreement and Heritage Agreement in place to facilitate completion of the planned drilling at RAV 9 & RAV 11 subject to final approvals. See Figure 1, Priority-1 Targets.

We will continue to manage the progress of this project and will keep shareholders informed of any further developments.

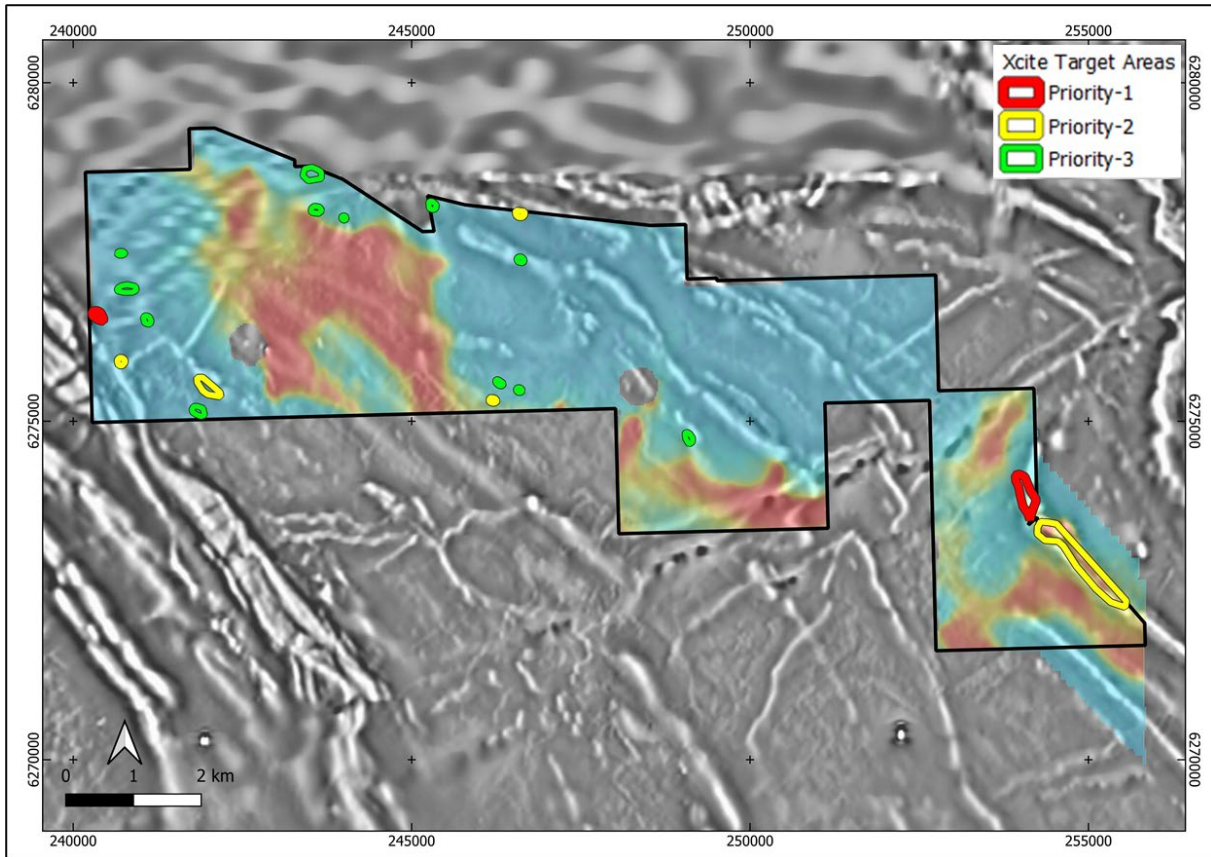


Figure 1 - Priority Conductivity Targets Identified on the Ravensthorpe Nickel Project.

Ravensthorpe project tenement E74/669 outline (black) and target areas coloured by priority over a semi-transparent late-time Xcite EM decay image (dB/dt Z Ch45) over a residual magnetic greyscale image (TMIRTP HP500m)

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NEW PROJECTS

Firawa uranium-REE-Nb project and Labe Uranium project (Guinea, West Africa)

On 24 June 2024 the Company announced on the ASX that it has signed binding agreements to acquire the Firawa Uranium-REE-Nb project, and the Labe Uranium in Guinea, West Africa.

See Figure 2 for Projects location.

KEY HIGHLIGHTS

- Binding agreements to acquire 100% of the Firawa Uranium-Rare Earth Element (**REE**)-Nb project in southeast Guinea (**Firawa Project**) and the Labé Uranium project in northern Guinea (**Labé Project**).
- The Firawa Uranium-REE-Nb Project is a carbonatite style deposit and has the potential to be a globally significant deposit, based on scale potential and historic grades.
- Firawa Project contains a JORC (2012) inferred Mineral Resource Estimate (MRE) of;
 - **27.1 MT @ 295ppm U₃O₈** (for 17.6 mill lbs U₃O₈), cutoff grade 100 ppm U₃O₈

Uranium & REE Significant Intercepts (Firawa Project)

Hole ID	U ₃ O ₈ Intercept		TREO ¹ Intercept
FRW 121	14m @ 471 ppm U₃O₈ from 4m	<i>and</i>	45m @ 32,900 ppm TREO from 7m
FRW 151	58m @ 775 ppm U₃O₈ from 43m	<i>and</i>	100m @ 11,608 ppm TREO from 8.6m incl. 68m @ 15,800 ppm TREO from 40.6m
FRW 152	72m @ 297 ppm U₃O₈ from 23m	<i>and</i>	59m @ 10,496 ppm TREO from 36m
FRW 154	87m @ 411 ppm U₃O₈ from 46m	<i>and</i>	109m @ 5,569ppm TREO from 9m
FRW 120	14m @ 266 ppm U₃O₈ from 25m	<i>and</i>	31.6m @ 21,513 ppm TREO from 18m

- A total of **154 historic drill holes** have been completed at Firawa Project, for 12,342 meters of drilling¹
- Mineralised zones of uranium & REE extend over a length of ~3 km and are **open at depth and to the east and west**.
- Results so far have shown a positive correlation between the uranium and the REE content.

¹ TREO = CeO₂ + Dy₂O₃ + Er₂O₃ + Eu₂O₃ + Gd₂O₃ + Ho₂O₃ + La₂O₃ + Lu₂O₃ + Nd₂O₃ + Pr₆O₁₁ + Sm₂O₃ + Tb₄O₇ + Tm₂O₃ + Yb₂O₃

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High NdPr : TREO

- Analyses of 5 high-grade samples have resulted in an average NdPr:TREO ratio of **28.0%**.

Geology

- Uranium & Rare earth mineralisation is contained within the weathered zone approximately 100m thick.
- The mineralisation intersected by drilling is in **oxidised carbonatites**. Carbonatites are hosted by Archaean granites and gneisses with minor amphibolite.

Niobium

- Mineralisation at Firawa contains anomalous concentrations of niobium (Nb_2O_5) throughout the 3km mineralised zone
- Niobium results include **22,784 ppm (2.28%)** Nb_2O_5 and the following highlighted drilling based on a 1,000 ppm Nb_2O_5 cut-off:
 - High-grade, focused zones:
 - 5.0m @ 5,859 ppm Nb_2O_5** from 48.0m (FRW204);
 - Low-grade, broad zones:
 - 48.0m @ 1,698 ppm Nb_2O_5** from 50.0m (FRW146);
 - 42.8m @ 1,683 ppm Nb_2O_5** from 48.7m (FRW147); and
 - 70.0m @ 1,275 ppm Nb_2O_5** from 32.0m (FRW154).

Labé Project

- Labé Uranium Project is located along strike from Haranga Resources Ltd's (ASX:HAR) Saraya Uranium Deposit.

Corporate

- ASX has advised that the Company will be required under Listing Rule 11.1.3 to comply with all of the requirements of Chapters 1 and 2 of the Listing Rules to proceed with the acquisition of the Firawa Project and Labé Project (**Acquisitions**).
- In connection with the Acquisitions, the Company proposes to undertake a capital raising of A\$5.0 to A\$6.0 million under a prospectus (**Capital Raising**). CPS Capital has been appointed as Lead Manager to the Capital Raising.
- Experienced executives Michael Minosora and Sebastian (Sam) Randazzo, representing the project vendors, will introduce sophisticated and institutional investors of A\$1 million into the Capital Raising.

- Mr Minosora has joined the Board as Non-Executive Chair as has Mr Sam Randazzo as Non-Executive Director, and Dr Andrew Wilde will be invited to join the Board as Non-Executive Director upon completion of the Acquisitions.
- Current Executive Chair, David Sumich, has transitioned into the Managing Director role.



Figure 2 - Project Location Map

ASX Listing Rule Information

The information in this report relating to exploration results, exploration targets, mineral resources and ore reserves has been reported by the Company in accordance with the 2012 Edition of the 'Australasian Code for Reporting of Exploration results, Mineral Resources and Ore Reserves' (JORC Code) previously (refer to the Company's announcement dated 24 June 2024 for Firawa & Labe Projects). The Company confirms that it is not aware of any new information as at the date of this presentation that materially affects the information included in this presentation and that all material assumptions and technical parameters underpinning the estimates in the Company's previous announcement continue to apply and have not materially changed. This report contains information extracted from the following ASX market announcements which are available on the Company's website at www.dcmmining.com.au

Firawa & Labe Project

- Agreement to Acquire Firawa Uranium-REE-Nb Project in Guinea, 24 June 2024

Ravensthorpe Project

- Multiple Ni targets from EM survey at Ravensthorpe, 10 March 2022

Competent Person's Statement – Exploration Results Reported in Accordance with JORC (2012) Code – Firawa and Labe project

The information in this release that relates to exploration results is based on and fairly represents, information reviewed by Dr Nikita Sergeev. Dr Sergeev is a full-time employee of ERM Group. He is engaged by the Company as an independent consultant. Dr Sergeev has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Dr Sergeev is a Member of Australian Institute of Geoscientists and has more than five years' experience in the field of activity being reported on. Dr Sergeev consents to the inclusion in this release of the matters based on his information in the form and context in which it appears.

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Competent Person's Statement – Mineral Resource Estimate reported in Accordance with JORC (2012) Code – Firawa Project _____

The information in this report that relates to Mineral Resources is based on, and fairly reflects, information compiled by Mr. David Williams and Dr. Nikita Sergeev. Mr. David Williams is a full-time employee of ERM and is a Member of the Australian Institute of Geoscientists (#4176) (RPGeo). Dr. Nikita Sergeev is a full-time employee of ERM and is a Member of the Australian Institute of Geoscientists (#3840). Mr. David Williams and Dr. Nikita Sergeev have sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2012 Edition of the 'Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves' (JORC Code). Mr David Williams and Dr. Nikita Sergeev consent to the disclosure of the information in this report in the form and context in which it appears. Dr. Nikita Sergeev assumes responsibility for matters related to Sections 1 and 2 of JORC Table 1, while Mr David Williams assumes responsibility for matters related to Section 3 of JORC Table 1.

Competent Person's Statement – Ravensthorpe Nickel Project

The information in this announcement that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Tony Donaghy who is a Registered Professional Geoscientist (P.Geo) with the association of Professional Geoscientists of Ontario (PGO), a Recognised Professional Organisation (RPO). Mr Donaghy is an employee of CSA Global, an ERM Company, and is contracted as Exploration Management Consultant to DMC Mining Limited. Mr Donaghy has sufficient experience which is relevant to the style of mineralisation and types of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Donaghy consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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CORPORATE ACTIVITIES

On 1 July 2024, the Company entered into an unsecured loan agreement with Aries Finance Pty Ltd, the key terms summarised as follows:

- (a) Loan amount: A\$200,000 (with ability to increase by mutual agreement)
- (b) Interest fee & establishment fee (inclusive): A\$25,000
- (c) Term: 90 days or upon ASX re-admission, whichever comes earlier.
- (d) Commencement date: 1 July 2024

The initial tranche of funds were received by the Company on 5 July 2024.

On 22 August 2024, DMC Mining Limited (ACN 648 372 516) (**DMC** or the **Company**) lodged a prospectus (**Prospectus**) with the Australian Securities & Investments Commission (**ASIC**) for an offer of 100,000,000 fully paid ordinary shares in the capital of the Company (**Shares**) at an issue price of \$0.05 per Share, to raise \$5,000,000 (before costs) (**Public Offer**). The Company may accept oversubscriptions of up to a further 10,000,000 Shares to raise up to a further \$500,000 (before costs) under the Public Offer. The Public Offer opened on 2 September 2024 (**Opening Date**). The closing date for the Public Offer was 5:00pm (WST) on 23 September 2024 (**Closing Date**), or such earlier or later date as the directors, in their absolute discretion, may determine. The Company reserves the right to extend the Closing Date or close the Public Offer early without notice.

A General meeting of shareholders was held on 23 August 2024 to consider among other things the proposed acquisition of projects in Guinea, West Africa, a capital raising, and issue of consideration to project vendors, and issue of shares and performance securities to the Proposed Managing Director, Mr David Sumich. All resolutions put to the meeting were passed by the required majority by way of a poll.

On 23 September 2024, the Company advised shareholders that the closing date for the Public Offer had been extended from 5:00pm (WST) on 23 September 2024 until 5:00pm (WST) on 23 October 2024. The Public Offer has been extended as the Company continues to work towards satisfying outstanding condition precedents, in particular the issuance of Exploration Licences. DMC also seeks to extend the completion deadline for conditions precedents under the Proposed Acquisitions to 22 November 2024.

On 26 September 2024, the Company entered into a secured loan agreement with Aries Finance Pty Ltd (**Aries Finance**), the key terms summarised as follows:

- (a) Loan amount: A\$525,000 comprised as follows:
 - (i) \$200,000 being the amount advanced by the lender under existing facility on 1 July 2024
 - (ii) \$25,000 being the outstanding interest on the existing facility on 1 July 2024
 - (iii) \$300,000 being the amount advanced under the new facility on or about this date
- (b) Interest fee & establishment fee (inclusive): 10% per 3-month period
- (c) Term: to be repaid on 18 December 2024
- (d) first ranking security interest to be taken over all present and after acquired property

The loan is intended to permit the Company to meet expenses of the public offer that have been incurred in completing the prospectus. It is expected that there will be no change to the use of funds disclosed under the prospectus.

On 23 October 2024, the Company advised shareholders that the closing date for the Public Offer had been extended from 5:00pm (WST) on 23 October 2024 until 5:00pm (WST) on 15 November 2024. The Public Offer has been extended as the Company continues to work towards satisfying outstanding condition precedents, in particular the issuance of Exploration Licences.

On 14 November 2024, the Company advised shareholders that it had lodged a Supplementary Prospectus with ASIC, and the closing date for the Public Offer had been extended from 5:00pm (WST) on 15 November 2024 until 5:00pm (WST) on 7 February 2025. The Public Offer has been extended as the Company continues to work towards satisfying outstanding condition precedents, in particular the issuance of Exploration Licences.

On 22 November 2024, the Company held its Annual General Meeting of Shareholders (**AGM**). All resolutions put to the meeting excluding Resolution 4 – Re-election of Dr Andrew Wilde which was withdrawn prior to the meeting, were passed by the required majority by way of a poll.

On 13 December 2023, 1,000,000 unlisted options @ \$0.30, expiry 13/12/2024 expired.

On 16 December 2024, the Company extended the repayment date of the current secured loan facility with Aries Finance to 18 March 2025.

No other matters or circumstances have arisen since the end of the financial year which 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 future financial years.

5. EVENTS SUBSEQUENT TO REPORTING DATE

On 31 January 2025, the Company advised management changes effective immediately as follows: Mr Michael Minosora was appointed Non Executive chairman, Mr David Sumich transitioned to Managing Director, Mr Sam Randazzo was appointed Non executive director, and Mrs Mindy Ku was appointed Company Secretary. Mr Bruce Franzen resigned as Company Secretary and CFO, Mr Franzen and Mr Andrew Dawes resigned as directors of the Company.

On 31 January 2025, the Company announced it had reached an in-principle agreement with Aries Finance to increase its existing secured financing from \$500,000 to \$600,000.

On 10 February 2025, the Company held its General meeting to consider a further approval to issue shares pursuant to the capital raising. All resolutions put to the meeting were passed by the required majority by way of a poll.

On 7 February 2025, the Company advised that the Public Offer was further extended to 5:00pm (WST) on 8 May 2025.

On 12 February 2025, Mr Andrew Wilde advised that he withdrew his consent to act to be a director of the Company.

On 13 February 2025, the company lodged a second supplementary prospectus. The purpose of this was to refresh the period for the satisfaction of the Quotation Condition and the Minimum

Subscription Condition for the Public Offer under the Prospectus as well as, to provide investors with an update on changes to the Company's Board and senior management.

On 7 March 2025, the Company drawdown a further \$100,000 from the secured loan facility with Aries Finance.

On 10 March 2025, the Company signed a variation to the secured loan facility with Aries Finance increasing the facility limit to \$875,000.

On 14 March 2025, the Company drawdown a further \$100,000 from the secured loan facility with Aries Finance.

No other matters or circumstances have arisen subsequent to 31 December 2024 that has significantly affected, or may significantly affect, the state of affairs or operations of the reporting entity in future financial periods.

6. SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

There were no other significant changes in the state of affairs of the Consolidated Entity during the financial half-year.

7. AUDITOR'S DECLARATION

The lead auditor's independence declaration under section 307C of the Corporations Act 2001 is set out on page 12 for the half-year ended 31 December 2024.

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.

David Sumich
Managing Director

Dated this day 14 March 2025

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AUDITOR'S INDEPENDENCE DECLARATION

TO THE DIRECTORS OF DMC MINING LIMITED

In relation to our review of the financial report of DMC Mining Limited for the half year ended 31 December 2024, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the Corporations Act 2001 or any applicable code of professional conduct.

PKF Perth

PKF PERTH

Simon Fermanis

SIMON FERMANIS
PARTNER

14 March 2025
PERTH,
WESTERN AUSTRALIA

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INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF DMC MINING LIMITED

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of DMC Mining Limited (the company) and controlled entities (consolidated entity) 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, and notes to the financial statements, including material policy information and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at 31 December 2020, or during the half year.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of DMC Mining Limited is not in accordance with the Corporations Act 2001 including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2024 and of its performance for the half-year ended on that date; and
- (b) complying with 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.

Material Uncertainty Related to Going Concern

Without qualifying our conclusion, we draw attention to Note 1 in the financial report which indicates that the consolidated entity incurred a net loss during the half year ended 31 December 2024 of \$(756,381) (2023: \$(459,462)) and had negative operating cashflow of \$(431,614) (2023: \$(560,275)). In addition at 31 December 2024 the consolidated entity had negative net assets of \$(1,458,195). These conditions, along with other matters as set forth in Note 1, indicate the existence of a material uncertainty which casts significant doubt about the consolidated entity's ability to continue as a going concern and therefore, the consolidated entity may be unable to realise its assets and discharge its liabilities in the normal course of business, and at the amounts stated in the financial report.

Independence

We are independent of the company in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Directors' Responsibility for the Interim 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 the Australian Accounting Standards and the Corporations Act 2001 and for such internal controls 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 Responsibilities 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 consolidated entity'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 Corporation 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.

PKF Perth
PKF PERTH



SIMON FERMANIS
PARTNER

14 MARCH 2025
PERTH,
WESTERN AUSTRALIA

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CONDENSED 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 \$
REVENUE			
Other revenue	3	641	9,257
EXPENSES			
Administrative expenses		(9,608)	(15,172)
Compliance and regulatory expenses		(97,725)	(101,434)
Consultancy expenses		(88,500)	(69,000)
Directors' fees		(168,000)	(168,117)
Exploration expenses	4	(215,139)	(28,996)
Finance expenses		(82,222)	-
Marketing and Investor relations expenses		(63,614)	(58,519)
Insurance expenses		(20,131)	(17,129)
Occupancy expenses		(12,083)	(10,352)
Loss for the period before income tax expense		(756,381)	(459,462)
Income tax benefit/(expense)		-	-
LOSS FOR THE PERIOD		(756,381)	(459,462)
OTHER COMPREHENSIVE INCOME/(LOSS), NET OF INCOME TAX			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Net change in fair value of available for sale financial asset		-	-
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD		(756,381)	(459,462)
LOSS PER SHARE			
Basic and diluted loss per share	5	(0.02)	(0.01)

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

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 31 December 2024

	Note	31-Dec-24 \$	30-Jun-24 \$
CURRENT ASSETS			
Cash and cash equivalents		32,611	79,214
Trade and other receivables		48,468	51,360
Other assets		5,878	5,878
TOTAL CURRENT ASSETS		86,957	136,452
NON-CURRENT ASSETS			
Exploration and evaluation expenditure	6	4,155	-
TOTAL NON-CURRENT ASSETS		4,155	-
TOTAL ASSETS		91,112	136,452
CURRENT LIABILITIES			
Trade and other payables		1,049,307	495,368
Borrowings		500,000	-
TOTAL CURRENT LIABILITIES		1,549,307	495,638
TOTAL LIABILITIES		1,549,307	495,638
NET ASSETS		(1,458,195)	(359,186)
EQUITY			
Issued capital	7	4,330,816	4,673,444
Reserves	8, 9	469,612	469,612
Accumulated losses		(6,258,623)	(5,502,242)
TOTAL EQUITY		(1,458,195)	(359,186)

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

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

for the half year ended 31 December 2024

	31-Dec-24 \$	31-Dec-23 \$
<i>CASH FLOWS FROM OPERATING ACTIVITIES</i>		
Interest received	641	9,257
Payments for administration and corporate expenses	(255,306)	(405,004)
Payments for exploration and evaluation expenses	(174,059)	(164,528)
<i>NET CASH USED IN OPERATING ACTIVITIES</i>	<u>(428,724)</u>	<u>(560,275)</u>
<i>CASH FLOWS FROM INVESTING ACTIVITIES</i>		
Payment for exploration and evaluation expenses (capitalised)	(10,224)	-
<i>NET CASH USED IN INVESTING ACTIVITIES</i>	<u>(10,224)</u>	<u>-</u>
<i>CASH FLOWS FROM FINANCING ACTIVITIES</i>		
Proceeds from borrowings	500,000	-
Payment for costs of share issue	(107,655)	-
<i>NET CASH FROM FINANCING ACTIVITIES</i>	<u>392,345</u>	<u>-</u>
Net increase/(decrease) in cash and cash equivalents	(46,603)	(560,275)
Cash and cash equivalents at the beginning of the reporting period	79,214	1,651,733
<i>CASH AND CASH EQUIVALENTS AT THE END OF THE REPORTING PERIOD</i>	<u>32,611</u>	<u>1,091,458</u>

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

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the half year ended 31 December 2024

	Issued Capital	Options Reserve	Accumulated losses	Total
	\$	\$	\$	\$
BALANCE AT 1 JULY 2024	4,673,444	469,612	(5,502,242)	(359,186)
Loss for the period	-	-	(756,381)	(756,381)
Total comprehensive loss for the period	-	-	(756,381)	(756,381)
<i>Transactions with owners, recorded directly in equity:</i>				
Shares Issued During the Period	-	-	-	-
Share Based Payments	-	-	-	-
Cost of Share Issue	(342,628)	-	-	(342,628)
Total transactions with owners	(342,628)	-	-	(342,628)
BALANCE AT 31 DECEMBER 2024	4,330,816	469,612	(6,258,623)	(1,458,195)
	Issued Capital	Options Reserve	Accumulated losses	Total
	\$	\$	\$	\$
BALANCE AT 1 JULY 2023	4,839,724	469,612	(2,715,567)	2,593,769
Loss for the period	-	-	(459,462)	(459,462)
Total comprehensive loss for the period	-	-	(459,462)	(459,462)
<i>Transactions with owners, recorded directly in equity:</i>				
Shares Issued During the Period	-	-	-	-
Share Based Payments	-	-	-	-
Cost of Share Issue	-	-	-	-
Total transactions with owners	-	-	-	-
BALANCE AT 31 DECEMBER 2023	4,839,724	469,612	(3,175,029)	2,134,307

The above condensed consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

CONDENSED NOTES TO THE FINANCIAL STATEMENTS

for the half year ended 31 December 2024

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

STATEMENT OF COMPLIANCE

DMC Mining Limited (the Company) is a public company, limited by shares, domiciled and incorporated in Australia and listed on the Australian Securities Exchange. The consolidated half-year financial report of the Company for the six months ended 31 December 2024, comprise the Company and its subsidiaries (the “Consolidated Entity” or “Group”).

The half-year consolidated financial report is a general-purpose financial report prepared in accordance with the requirements of the *Corporations Act 2001* and AASB 134 *Interim Financial Reporting* as appropriate for for-profit orientated entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*.

The half-year consolidated financial report does not include full disclosures of the type normally included in an annual financial report. Accordingly, it is recommended that this half-year financial report be read in conjunction with the annual report for the year ended 30 June 2024 and any public announcements made by DMC Mining Limited and its controlled entities during the half-year reporting period in accordance with the continuous disclosure requirements arising under the *Corporations Act 2001*.

These consolidated half year financial statements were authorised for issue in accordance with a resolution of the Board of Directors on 10 March 2025.

BASIS OF PREPARATION

The half-year consolidated financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied. The presentation and functional currency is Australian Dollars.

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the Company’s annual financial report for the financial year ended 30 June 2024. Those accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

Going concern basis

The half-year consolidated financial report has been prepared on the going concern basis, which contemplates the continuity of normal business activities and the realisation of assets and the settlement of

liabilities in the normal course of business. Cash outflow from operating activities was \$428,724 for the half-year to 31 December 2024 (31 December 2023: outflow of \$560,275), Net liabilities of \$1,458,195 and \$32,611 Cash at 31 December 2024, and the loss for the half-year to 31 December 2024 was \$756,381 (31 December 2023: loss of \$459,462).

The Company's ability to continue as a going concern is dependent on the successful completion of its capital raise through the Public Offer. As of the date of this Second Supplementary Prospectus, the exploration permits over the Guinean Projects have not yet been granted, and several conditions precedent, including the grant of these permits and the raising of the Minimum Subscription, remain unsatisfied. The Company is reliant on securing the necessary funding from the Public Offer and meeting the outstanding conditions in order to continue its operations and meet its financial obligations. Failure to complete the capital raise and fulfill these conditions impacts on the company's ability to continue as a going concern. The Directors believe that the planned capital raising will be successful and the Company will continue to be able to pay its debts as and when they fall due and continue as a going concern.

However due to the net liability and cash position and the uncertainty of the success of the capital raise, there is the existence of a material uncertainty that casts significant doubt about the Company's ability to continue as a going concern and realise its assets and discharge its liabilities in the normal course of business.

New, revised or amending Accounting Standards and Interpretations adopted

The Consolidated Entity has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are relevant to their operations and mandatory for the current reporting period.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the Consolidated Entity and are consistent with those of the previous financial years and corresponding interim reporting period.

Impact of new standards and interpretations issued but not yet adopted

There are no new standards that have been issued since 30 June 2024 that have been applied by the Consolidated Entity. The 30 June 2024 annual report disclosed that the Consolidated Entity anticipated no new material impacts arising from initial application of those standards issued but not yet applied at that date, and this remains the assessment as at 31 December 2024.

SIGNIFICANT ACCOUNTING ESTIMATES, JUDGMENTS AND ASSUMPTIONS

The preparation of financial statements requires management to make judgments and estimates relating to the carrying amounts of certain assets and liabilities. Actual results may differ from the estimates made. Estimates and assumptions are reviewed on an ongoing basis.

The key estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of certain assets and liabilities within the next accounting period are:

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(i) *Share based payment transactions*

The Consolidated Entity measures the cost of equity settled transactions by reference to the fair value of the equity instruments at the date at which they are granted. The fair value of share options is determined by an external valuer using an appropriate valuation model.

(ii) *Income tax expenses*

Judgement is required in assessing whether deferred tax assets and liabilities are recognised on the statement of financial position. Deferred tax assets, including those arising from temporary differences, are recognised only when it is considered more likely than not that they will be recovered, which is dependent on the generation of future assessable income of a nature and of an amount sufficient to enable the benefits to be utilised.

(iii) *Impairment of exploration and evaluation assets*

The ultimate recoupment of the value of exploration and evaluation assets is dependent on the successful development and commercial exploitation, or alternatively, sale, of the exploration and evaluation assets.

Exploration and evaluation assets are assessed for impairment when facts and circumstances suggest that the carrying amount of an exploration and evaluation asset may exceed its recoverable amount. There is significant estimation and judgement in determining the inputs and assumptions used in determining the recoverable amounts.

The key areas of judgement and estimation include:

- Recent exploration and evaluation results and resource estimates;
- Environmental issues that may impact on the underlying tenements;
- Fundamental economic factors that have an impact on the operations and carrying values of assets and liabilities.

2. SEGMENT INFORMATION

IDENTIFICATION OF REPORTABLE SEGMENTS

The consolidated entity is organised into one operating segment, being exploration operations. This operating segment is based on the internal reports that are reviewed and used by the Board of Directors (who are identified as the Chief Operating Decision Makers ('CODM')) in assessing performance and in determining the allocation of resources.

The accounting policies adopted for internal reporting to the CODM are consistent with those adopted in the financial statements.

The information reported to the CODM is on a monthly basis.

The reportable segment is represented by the primary statements forming these financial statements.

3. OTHER REVENUE	31 December 2024	31 December 2023
	\$	\$
<i>OPERATING ACTIVITIES</i>		
Interest received	641	9,257
Total Other Revenue	641	9,257

4. EXPENSES	31 December 2024	31 December 2023
	\$	\$
Operating activities		
Exploration Expenses	215,139	28,996
Total exploration costs	215,139	28,996

During the period, the consolidated group incurred costs related to the application of new tenements which often included limited technical evaluation prior to grant. At the time of the expenditure on the tenements, the group did not have the rights to these tenements and is subsequently unable to capitalise these costs under AASB 6. Therefore, these costs have been expensed for the period.

5. (LOSS) PER SHARE	31 December 2024	31 December 2023
	\$	\$
(loss) from continuing operations used in the calculation of basic and diluted EPS	(756,381)	(459,462)
Weighted average number of ordinary shares outstanding during the year used in calculating the basic and dilutive EPS	46,350,000	46,350,000

There are 25,575,000 share options excluded from the calculation of diluted earnings per share (that could potentially dilute basic earnings per share in the future) because they are anti-dilutive for each of the periods presented.

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6. EXPLORATION EXPENDITURE	31 December 2024	30 June 2024
	\$	\$
Exploration project expenditure	4,155	-
<i>MOVEMENT IN CARRYING VALUE:</i>		
Brought forward – 1 July	-	966,169
Exploration project expenditure – Ravensthorpe Nickel	4,155	52,338
Exploration project expenditure – Fraser Range	-	191,375
Impairment Expenses – Fraser Range Project	-	(621,145)
Impairment Expenses – Ravensthorpe Project	-	(588,737)
Exploration Asset at reporting date – 31 December	4,155	-

7. ISSUED CAPITAL	31 December 2024	30 June 2024
	\$	\$
Fully paid ordinary shares	5,710,140	5,710,140
Less: capital issue costs net of tax	(1,379,324)	(1,036,696)
	4,330,816	4,673,444

As at 31 December 2024 there were 46,350,000 shares on issue (30 June 2024: 46,350,000).

8. RESERVES	31 December 2024	30 June 2024
	\$	\$
Options reserve	469,612	469,612

9. SHARE BASED PAYMENTS

SHARE OPTIONS ISSUED

	Number of Options	Exercise Price \$
Exercisable at 1 July 2024	26,575,000	\$0.20
Expired during the period	(1,000,000)	\$0.30
Issued during the period	-	-
Exercisable at 31 December 2024	25,575,000	\$0.20

10. CONTINGENT LIABILITIES

There has been no change to contingent liabilities since the last annual reporting date.

11. EVENTS SUBSEQUENT TO REPORTING DATE

On 31 January 2025, the Company advised management changes effective immediately as follows: Mr Michael Minosora was appointed Non Executive chairman, Mr David Sumich transitioned to Managing Director, Mr Sam Randazzo was appointed Non executive director, and Mrs Mindy Ku was appointed Company Secretary. Mr Bruce Franzen resigned as Company Secretary and CFO, Mr Franzen and Mr Andrew Dawes resigned as directors of the Company.

On 31 January 2025, the Company announced it had reached an in-principle agreement with Aries Finance to increase its existing secured financing from \$500,000 to \$600,000.

On 10 February 2025, the Company held its general meeting of shareholders to consider a further approval to issue shares pursuant to the capital raising. All resolutions put to the meeting were passed by the required majority by way of a poll.

On 7 February 2025, the Company advised that the Public Office was further extended to 5:00pm (WST) on 8 May 2025.

On 12 February 2025, Mr Andrew Wilde advised that he withdrew his consent to act to be a director of the Company.

On 13 February 2025, the company lodged a second supplementary prospectus. The purpose of this was to refresh the period for the satisfaction of the Quotation Condition and the Minimum Subscription Condition for the Public Offer under the Prospectus as well as, to provide investors with an update on changes to the Company's Board and senior management.

On 7 March 2025, the Company drawdown a further \$100,000 from the secured loan facility with Aries Finance.

On 10 March 2025, the Company signed a variation to the secured loan facility with Aries Finance increasing the facility limit to \$875,000.

On 14 March 2025, the Company drawdown a further \$100,000 from the secured loan facility with Aries Finance.

No other matters or circumstances have arisen subsequent to 31 December 2024 that has significantly affected, or may significantly affect, the state of affairs or operations of the reporting entity in future financial periods.

12. DIVIDENDS

No dividends have been declared or paid during the half-year ended 31 December 2024.

13. COMMITMENTS

In order to maintain current rights of tenure to exploration tenements the Company is required to perform minimum exploration work to meet the minimum expenditure requirements specified by the government of Western Australia. These obligations can be reduced by selective relinquishment of exploration tenure or renegotiation.

	31 December 2024	30 June 2024
	\$	\$
<i>EXPENDITURE REQUIRED ON EXPLORATION LICENCES</i>		
Within one year	31,500	31,500
More than one year but less than five years	31,500	47,250
Greater than five years	-	-
Total commitments	63,000	78,750

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DIRECTOR'S DECLARATION

The Directors' of the Company declare that: -

1. The financial statements and notes, as set out on pages 15 to 24 are in accordance with the Corporations Act 2001, including:
 - (a) complying with Accounting Standard AASB 134: Interim Financial Reporting, and Corporation Regulations 2001; and
 - (b) giving a true and fair view of the Consolidated Entity's financial position as at 31 December 2024 and of its performance for the half-year ended on that date.

In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

David Sumich
Managing Director

Dated this day 14 March 2025

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