



Half Year Report Ended 30 September 2024

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- **Half Year Financial Report**
- **Independent Auditor's Review Report**

This report is based on results that have been reviewed by the Company's auditors.

The documents contained within this report comprise the information required by listing rule 4.2A and should be read in conjunction with the Company's 2024 Annual Report.

Macarthur Minerals Limited
ACN 103 011 436

All amounts are in Australian dollars unless otherwise stated

Interim Report

For the half-year ended 30 September 2024

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This condensed interim financial report covers the consolidated financial statements for the entity consisting of Macarthur Minerals Limited and its subsidiaries. The financial report is presented in Australian dollars, which is Macarthur Minerals Limited's functional and presentational currency.

The Company's registered office and principal place of business is detailed on page 3.

The financial report was authorised for issue by the directors on 13 December 2024. The directors have the power to amend and reissue the financial report.

Directors' Report

Your directors submit their report for the half-year ended 30 September 2024 for the Group incorporating Macarthur Minerals Limited ("Company" or "Macarthur Minerals") and the entities that it controlled during the half-year ("Group").

CURRENCY

Amounts in this report and the accompanying financial report are presented in Australian dollars unless otherwise stated. Amounts in this report have been rounded off to the nearest dollar in accordance with the Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission.

DIRECTORS

The names of the Company's directors in office during the half-year and until the date of this report are as below. Directors were in office for the entire period unless otherwise stated.

The following persons were Directors of the Company during the period ended 30 September 2024.

Non-Executive Directors

Alan Phillips, Non-Executive Director

Andrew Suckling, Non-Executive Director (Independent) (Resigned on 26 September 2024)

Ryan Welker, Non-Executive Director (Independent)

Executive Director

Cameron McCall, Executive Chairman and CEO

CORPORATE INFORMATION

Corporate Structure

Macarthur Minerals Limited is an Australian public company listed in Canada on the TSX Venture Exchange ("TSX-V") (symbol: MMS), Australian Securities Exchange ("ASX") (symbol: MIO) and OTCQB Venture Market ("OTCQB") (symbol: MMSDF). The Company has three iron ore projects in the Yilgarn region of Western Australia. The Company also has two exploration project areas in the Pilbara, Western Australia targeting iron ore.

On 1 September 2024, Macarthur Minerals relinquished its mining claims on the lithium brine interests in Railroad Valley, Nevada, USA.

As at 30 September 2024, the Company has the following subsidiaries (collectively referred to as the "Group"):

- 100% of Macarthur Australia Limited, which holds the following 100% subsidiaries:
- 100% of Macarthur Iron Ore Pty Ltd ("Macarthur Iron Ore" or "MIO") which owns the Iron Ore Projects
- 100% of Macarthur Lithium Nevada Limited (incorporated in Nevada)
- 100% of Esperance Iron Ore Export Company Pty Ltd (previously Macarthur Midway Pty Ltd)
- 100% of Macarthur Marble Bar Lithium Pty Ltd (previously Bachelor Project Pty Ltd) (a dormant subsidiary); and
- 100% of Macarthur Minerals NT Pty Ltd ("MMNT") and MMNT's 100% subsidiary, Macarthur Tulshyan Pty Ltd.

There was no change in the nature of the Company's principal activities during the year.

The Company continues to maintain its corporate head office and principal place of business at Suite 1G, Building 1, Kings Row Office Park, 40 McDougall Street, MILTON QLD 4064, Australia.

OPERATING REVIEW
Overview of the Half-Year Period
BACKGROUND
WESTERN AUSTRALIAN IRON ORE PROJECTS
Lake Giles Projects

Macarthur Minerals' Lake Giles Iron Ore Projects ("Lake Giles Projects") are located on mining tenements covering approximately 62 km², 175 kilometres ("km") northwest of Kalgoorlie in Western Australia. Within the tenements, at least 33 km strike extent of outcropping banded iron formation ("BIF") occurs as low ridges, surrounded by intensely weathered and mostly unexposed granites, basalts and ultramafic rocks.

The Lake Giles Projects are situated in the Yilgarn Region of Western Australia. The Yilgarn Region is host to many significant mineral deposits that have been, or are being, mined for iron ore. The tenements cover the Yerilgee greenstone belt which is some 80 km in length and lies within the Southern Cross Province of the Yilgarn. The Lake Giles Projects are approximately 90 km from the existing Perth Kalgoorlie Railway that has a direct connection to the Port of Esperance in Western Australia, where it is intended that ore from the Projects will be shipped. Export is subject to available capacity, which is not certain. The Lake Giles Projects (comprising the Moonshine Magnetite Project and the Ularring Hematite Project) is located approximately 450 km east north-east of the coastal city of Perth, Western Australia, and approximately 115 km west of the town of Menzies. Exploration at the Ularring Hematite and Moonshine Magnetite Projects has been sufficient to allow the estimation of Mineral Resources for both projects.

Lake Giles Iron Project

On 12 August 2020, Macarthur Minerals released an updated Mineral Resource estimate for the Lake Giles Magnetite Project¹. The Mineral Resource estimates includes Measured Resources of approximately 53.9 Mt @ 30.8% Fe, Indicated Resources of 218.7 Mt @ 27.5% Fe and Inferred Resources of 997.0 Mt @ 28.4% Fe.

The resource formed the basis of a Feasibility Study that was released to the market on 11 April 2022. The feasibility study was based on a 3 Mtpa magnetite operation incorporating the Moonshine and Moonshine North magnetite deposits. The Feasibility Study confirms the commercial viability of the Project to produce 3 Mtpa (dry basis) of high-grade magnetite concentrate over a long mine life of 25 years from Proven and Probable Ore Reserves. The key production and financial outcomes are presented in the following table 1².

Table 1. Lake Giles Iron Project – Feasibility Study Production and Financials Summary

Production		
Ore mined	236.6 Mt	
Waste mined	624.9 Mt	
Total mined	861.5 Mt	
Strip ratio	2.64	
Concentrate produced	74 Mt	
Concentrate iron grade	66.1	
Plant recovery	31%	
Financials		USDm
Sales revenue	12,614	8,956
Operating Expenses	8,116	5,672

¹ Refer to the Company's news release dated 12 August 2020, titled "Moonshine Magnetite Resource Upgrade."

² Refer to the Company's news release dated 21 March 2022, titled "Positive Feasibility Study Results for Lake Giles Iron Project."

Initial Capital Expenditure		
Construction capex	801.1	568.8
Mining overburden pre-strip	61.6	43.8
Total initial capital	862.7	612.5
Future Capital Expenditure		
Sustaining capital	203	144.1
Deferred capital - Tailings	39.8	28.3
Capitalised non-operational waste mining	355.7	252.5
Total future capital	598.0	424.6
Closure Expenditure		
Closure and rehabilitation	58.2	41.3
Total Operating Cash Flows		
	3,625	2574
Taxes & Royalties		
Tax paid	873	620
Royalties	631	435
Valuation	AUDm	USDm
NPV (6%) Pre-tax	816	579
NPV (6%) Post-tax	443	314
IRR Pre-tax	13.0%	-
IRR Post-tax	10.1%	-

The Feasibility Study published on 21 March 2022, underpins a maiden Ore Reserve of 237 million tonnes, supporting a 25-year mine life. The independent technical report, entitled “NI 43-101 Technical Report and Feasibility Study, Lake Giles Iron Project, Menzies, Western Australia” with an issue date of 11 April 2022 was prepared in accordance with the requirements of National Instrument 43-101 (“NI 43-101”) and released to the market on 11 April 2022³. The technical report is filed under the Company’s profile on the System for Electronic Document Analysis and Retrieval (“SEDAR”) website at www.sedar.com (filing date: 11 April 2022) and on the Company’s website at www.macarthurminerals.com. The Mineral Reserves are presented in Table 2.

Table 2. Mineral Reserves – Lake Giles Iron Project, Moonshine and Moonshine North, DTR >15%

Category	Tonnes (Mt)	Head Grades (%)					Concentrate Grades (%)					
		Fe	SiO ₂	Al ₂ O ₃	P	LOI	DTR	Fe	SiO ₂	Al ₂ O ₃	P	LOI
<i>Moonshine</i>												
Proven	34.2	28.1	51.6	1.2	0.04	1.7	30.5	65.9	6.8	0.2	0.02	-0.6
Probable	166.4	27.2	51.9	1.4	0.05	1.4	30.7	66.6	6.2	0.1	0.02	0.0
Sub-total	200.6	27.4	51.9	1.4	0.04	1.4	30.6	66.5	6.3	0.1	0.02	-0.1
<i>Moonshine Nth</i>												
Proven	17.8	35.4	35.4	2.2	0.06	4.2	34.3	66.5	5.0	0.3	0.03	-0.9
Probable	18.2	30.4	44.7	1.3	0.05	2.9	35.9	63.2	9.4	0.2	0.04	-0.3
Sub-total	36.0	32.9	40.1	1.7	0.05	3.5	35.1	64.8	7.3	0.3	0.05	-0.6
<i>Combined</i>												
Proven	51.9	30.6	46.0	1.5	0.05	2.6	31.8	66.1	6.1	0.2	0.03	-0.7
Probable	184.7	27.6	51.2	1.4	0.05	1.5	31.2	66.2	6.6	0.1	0.02	-0.1
TOTAL	236.6	28.2	50.1	1.4	0.05	1.8	31.3	66.2	6.5	0.1	0.02	-0.2

³ Refer to the Company’s news release dated 11 April 2022, titled “Technical Report for Lake Giles iron Project Feasibility Study.”

The general site layout plan presented in Figure 1.



Figure 1 General site layout

On 26 March 2021, the Company made applications for two “water search miscellaneous licenses” for the purpose of exploring for groundwater to support magnetite processing for the Lake Giles Projects. The applications cover 533 km² of the Rebecca Palaeovalley up to 35 km east of the Project. Prior to these applications, the Company engaged CGG to undertake an aerial electromagnetic (“EM”) survey of the palaeochannels as announced on 26 March 2021. The survey data will be used to define groundwater drilling targets.

Ularring Hematite Project

The Ularring Hematite Project’s Mineral Resources are comprised of Indicated Mineral Resources of approximately 54.5 Mt @ 47.2% Fe and approximately 26 Mt @ 45.4% Fe Inferred Resources. The Mineral Resource estimates were prepared by CSA Global on behalf of MacArthur Minerals (NI43-101 Technical Report,

2012⁴) and reported in accordance with the CIM Definition Standards for Mineral Resources and Reserves 2014. The Company has received approval to develop an iron ore mine for the Ularring Hematite Project and associated infrastructure at the project location under the *Environmental Protection Act 1986* and the *Environmental and Biodiversity Conservation Act 1999*.

On 13 June 2024, the Company entered into a binding Term Sheet with Gold Valley Yilgarn Pty Ltd (GVY). Under this Agreement, GVY is granted the right to extract hematite ore from Macarthur's Lake Giles Ularring Hematite Project and Treppo Grande Iron Project in Western Australia, excluding the Lake Giles Moonshine Magnetite Project. The Agreement stipulates the payment of three instalments of \$250,000 each for the sale of the mining rights, with payments due on 30 June 2024, 30 September 2024 and 31 December 2024. As of the date of this report, the Company has received the first two instalments.

Treppo Grande & Mt Jackson Iron Ore Project

On 15 February 2018, the Company's wholly owned subsidiary, Esperance Iron Ore Export Company Pty Ltd ("EIOEC") made an application for Exploration License E77/2521 for the Treppo Grande Iron Ore Project ("Treppo Grande Project"). The Treppo Grande Project covers an area of 68 km² and is located approximately 32 km west of the Lake Giles Projects. The project is also 35 km east of Mineral Resource Ltd's (MRL) Koolyanobbing Iron Ore Operations and is in close proximity to the established rail infrastructure to the Port of Esperance.

The Treppo project is located within the proposed Helena and Aurora Range National Park, part of the State Government's Plan for Our Parks initiative. Following a submission process facilitated by the Department of Mines, Industry Regulation and Safety (referred to in the Company's 2022 Annual Report), on 15 August 2022, E77/2521 was refused by the Minister for Mines pursuant to the Minister's powers in section 111A of the Mining Act 1978 (WA). The Company was notified of such refusal on 16 September 2022. In the meantime, Macarthur applied for ELA 77/3004 on 2 September 2022, as a result of the decision in *True Fella Pty Ltd v Pantoro South Pty Ltd [2022] WAMW 19* (True Fella). DMIRS has asserted that the relevant area was subject to a Section 19 exemption from mining at the time of the application (although the gazette had not yet been published) and that it intends to refuse ELA 77/3004 on the basis that there is no ground available for ELA 77/3004. On 22 November 2023 EIOEC submitted a new application (ELA 77/3186) over the ELA 77/3004 and on 29 November 2023 withdrew the original application for ELA 77/3004.

WESTERN AUSTRALIAN GOLD/LITHIUM/NICKEL PROJECTS

Macarthur Iron Ore Pty Ltd, a wholly owned subsidiary of Macarthur, acquired two tenements E45/4735 (Strelley Gorge) and E45/5324 (North Tambourah) from Infinity under which all non-iron ore rights are retained by Infinity pursuant to a Tenement Sale and Non-Iron Ore Rights Agreement dated 11 August 2021. Tenements EL 45/4735 (Strelley Gorge) applied for and was granted a 5-year extension of term through to 20 March 2027. In October 2022 as part of an Infinity Mining VTEM Max 967.8-line kilometre, geophysical survey, 60 late-time geophysical anomalies were identified across Strelley Gorge. Of these anomalies, two stand out (49 and 55); anomaly 55 has a noticeably higher amplitude to its surrounding anomalies. This tenement southeast corner borders the Sulphur Springs VHMS deposit currently owned by Development Global Limited (Formerly Venture Resources Limited.)⁵

WESTERN AUSTRALIAN NICKEL AND COBALT PROJECTS

The Lake Giles Project ("The Project") is located approximately 150 km northwest of the town of Kalgoorlie, 240km North of Poseidon Nickel Ltd Lake Johnston Nickel Project (ASX: POS) and 190km northwest of the Kambalda nickel province in WA (Figure 1). Additionally, the Lake Giles Project is surrounded by Dreadnought Resources Ltd Central Yilgarn Project (ASX: DRE) where they are actively exploring for nickel and gold. The Project is owned by Macarthur Iron Ore Pty Ltd, a 100% owned subsidiary of Macarthur Minerals Limited

⁴ NI 43-101 Technical Report filed 1 October 2012, titled "NI 43-101 Technical Report, Macarthur Minerals Limited, Pre-Feasibility Study, Ularring Hematite Project, Western Australia."

⁵ Refer Infinity Mining Limited New Release, Results of VTEM Max Survey for precious and Base metals at Panorama, Strelley George and Hillside Projects, 10 May 2023.



Figure 2: Lake Giles Project Location

The Lake Giles tenements cover the Yerilgee greenstone belt located in the central part of the Southern Cross Province of the Yilgarn Archaean Craton. The region is characterized by lenticular greenstone belts often partly enveloped by foliated and gneissic granitoids. Regionally the greenstone belts consist of metamorphosed ultramafic, mafic and sediments, including BIF which are Archean in age and are commonly intruded by mafic, intermediate, and granitic rocks.

The prospective ultramafic rocks of the Project are interpreted to be of Kambalda komatiite type. Serpentinised olivine cumulate rocks sometimes metamorphosed to talc-carbonate occur in many places and are considered to have a high potential for the discovery of nickel sulphides. These have similar characteristics to those of the Forrestania and Lake Johnston greenstone belts. The Lake Johnston nickel mineralised bodies such as Maggie Hays, are hosted within a Kambalda style ultramafic komatiite, which is an upturned volcanic flow against a basaltic basal unit.

In Geoscience Australia's 2016 report⁶ on the 'Potential for intrusion-hosted Ni-Cu-PGE sulfide deposits'¹ they highlighted the potential as moderate to high for either or both tholeiitic intrusion-hosted and komatiite-hosted

6 Dulfer, H., Skirrow, R.G., Champion, D.C., Hight, L.M., Czarnota, K., Coghlan, R. & Milligan, P.R. 2016. Potential for intrusion-hosted Ni-Cu-PGE sulfide deposits in Australia: A continental-scale analysis of mineral system prospectivity. Record 2016/01. Geoscience Australia, Canberra. <http://dx.doi.org/10.11636/Record.2016.001>

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Ni-Cu-PGE sulfide deposits within the Yerilgee Greenstone Belt and hence the Lake Giles Ni Project.

During 2022/23 MacArthur completed a detailed review of the historic data and drill holes across this region and identified the following feature that would suggest a large nickel system in this region.

Historical drilling assay data has identified 319 drill holes, within MIO tenure, with highly anomalous nickel 0.1% or greater, including 150 drill holes recording 0.2% and greater indicating that there is significant potential for nickel mineralisation. Previous drilling principally targeted iron ore with approximately 50% of the drilling not yet analysed for nickel and associated elements. (Figure 2).

Significant Ni intercepts from historical drilling and trench sampling highlight the potential for economic Ni mineralisation at Lake Giles, including:

LGRC_0010 (288m): 128m @ 0.17% Ni (from 108m) including 1m @ 0.29% Ni;

LGRC_0015 (168m): 106m @ 0.15% Ni (from 62m) finished in anomalous Ni;

LGRC_0018 (370m): 103m @ 0.16% Ni (from 77m) and 23m @ 0.17% Ni (from 235m);

LGDD_054 (363m): 23.5m @ 0.85% Ni (from 4.5m) including 11.5m @ 1.03% Ni (from 10.5m); and

With Gossanous outcrop with grab samples assaying 2.61% Co and 2.01% Ni.

Seven advanced targets have been identified that are considered highly prospective for nickel mineralisation and these remain completely untested.⁷

⁷ Refer to the Company's news release dated 9 May 2023, titled "Nickel Prospect Update: Early Indications of Significant Mineralisation".

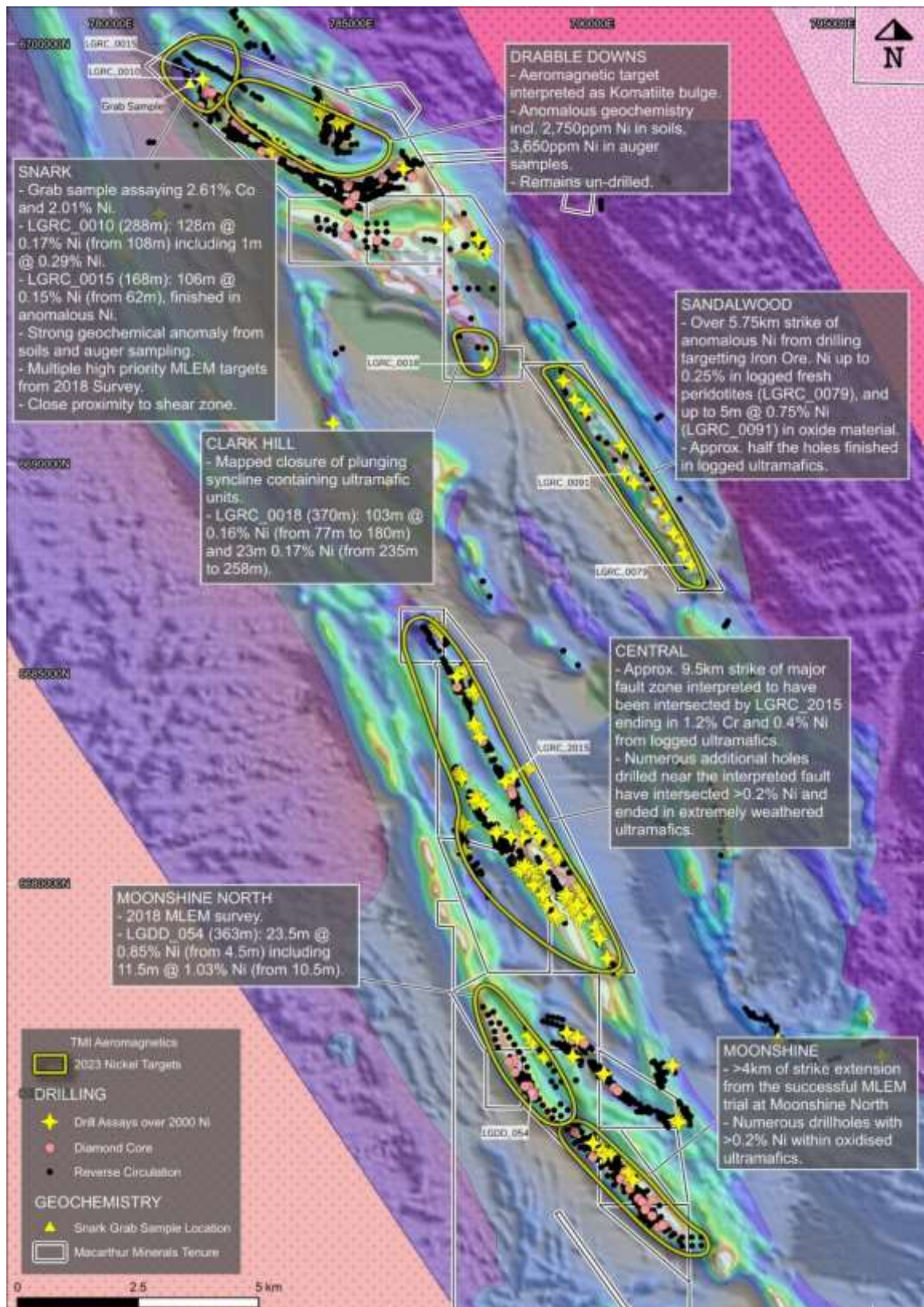


Figure 3: Nickel target areas within MIO Tenure and historical drilling over airborne magnetics (TMI with NE AGC Shade).

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Moving Forward the Company intends to assay the 41 diamond drill holes completed by Macarthur in 2019 across the Moonshine and Moonshine North targets have intersected numerous altered komatiites. In addition, Macarthur now plans to carry out specific nickel targeted exploration including assaying the geotechnical diamond drill core and selected anomalous RC chips for a broad analytical suite of elements, Downhole Electromagnetic surveying (DHEM) on targeted open holes, as well as further ground-based electromagnetic surveying upon recommendation from Newexco.

NEVADA BRINE LITHIUM PROJECT

Reynolds Springs Lithium Brine Project

As of 1 September 2024, the 210 mining claims that were part of the Reynolds Springs Project expired and were not renewed. Despite the encouraging exploration results, including elevated lithium values in soil samples (average of 168.3 ppm Li), the company was unable to secure a suitable partner to advance the project. In light of other strategic priorities, the company made the decision not to renew the claims.

SIGNIFICANT EVENTS AFTER BALANCE DATE

Infinity Mining Limited

Since 30 September 2024 and up to the date of this report, Macarthur Minerals has sold 22,562,422 shares in Infinity Mining Limited (ASX: IMI).

No other matter or circumstance has arisen since 30 September 2024 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

AUDITOR'S INDEPENDENCE DECLARATION

In accordance with section 307C of the Corporations Act 2001, the Directors received the attached independence declaration from the auditor of the Company on page 12.

Signed in accordance with a resolution of the Directors.



Cameron McCall
Executive Chairman and CEO

13 December 2024

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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the condensed interim financial report of Macarthur Minerals Limited, (the Company), and its subsidiaries (the Consolidated entity) for the half year ended 30 September 2024, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

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

RSM

RSM AUSTRALIA

A handwritten signature in blue ink, appearing to read "Steve Stavrou".

Steve Stavrou
Partner

Brisbane, Queensland
Dated: 13 December 2024

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MACARTHUR MINERALS LIMITED**CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME**

(Expressed in Australian Dollars)

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2024

	Six months ended 30 September 2024	Six months ended 30 September 2023
	\$	\$
EXPENSES		
Depreciation	(37,782)	(37,185)
Exploration expenditure	-	(728)
Investor relations	(26,323)	(178,085)
Loss from share of associate (Note 8)	-	(393,453)
Loss on sale of shares in Infinity Mining Limited (Note 8)	(87,812)	-
Impairment of investment in associate (Note 8)	-	(1,054,660)
Impairment of E&E asset (Note 3)	(309,524)	-
Office and general expenses	(112,552)	(157,740)
Personnel costs	(430,553)	(446,544)
Professional fees	(634,889)	(350,524)
Share-based compensation	(23,588)	(416,571)
Share registry, filing and listing fees	(175,637)	(113,216)
Travel and accommodation	(14,010)	(27,251)
Borrowing costs	(42,414)	(13,563)
Loss on sale of Hematite Project (Note 3a)	(21,990,791)	-
	(23,885,875)	(3,189,520)
OTHER REVENUE/INCOME		
Interest Income	2,023	11,813
Other Income	20,913	35,229
Net rental income/(expense) from associated entity	22,123	18,946
Gain on foreign exchange	(4,653)	8,795
Change in fair value of financial instrument (Note 8)	(751,104)	-
	(710,698)	74,783
Total Comprehensive profit/(loss) for the period	(24,596,573)	(3,114,737)
Basic and diluted profit/(loss) per ordinary share	(0.1355)	(0.0188)
Basic and diluted weighted average number of ordinary shares	181,485,692	165,830,537

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

MACARTHUR MINERALS LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(Expressed in Australian Dollars)
AS AT 30 SEPTEMBER 2024

	Notes	30 September 2024	31 March 2024
		\$	\$
ASSETS			
Current			
Cash and cash equivalents		16,036	180,637
Other receivables		868,600	162,695
Security deposits and other assets		71,006	74,794
Investment in Infinity Mining Limited	8	974,934	-
Total current assets		1,930,576	418,126
Non-Current			
Plant and equipment		64,467	49,112
Right of use asset		39,627	73,148
Investment in Infinity Mining Limited	8	-	1,857,892
Exploration and evaluation assets	3	52,420,347	75,292,100
Total non-current assets		52,524,441	77,272,252
Total assets		54,455,017	77,690,378
LIABILITIES			
Current			
Trade and other payables	10	887,599	786,037
Provisions		19,198	16,350
Lease liabilities		43,561	76,515
Loans from directors and shareholder	10	629,813	838,477
Total current liabilities		1,580,171	1,717,379
Non-Current			
Provisions		24,027	18,837
Lease liability		-	4,607
Total non-current liabilities		24,027	23,444
Total liabilities		1,604,198	1,740,823
Net assets		52,850,819	75,949,555
SHAREHOLDERS' EQUITY			
Contributed equity	4	129,901,361	128,615,069
Reserves	4	12,015,299	11,803,753
Accumulated losses		(89,065,841)	(64,469,267)
Total shareholders' equity		52,850,819	75,949,555

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

MACARTHUR MINERALS LIMITED

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

(Expressed in Australian Dollars)

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2024

	Note	Number of Shares #	Contributed Equity \$	Accumulated losses \$	Reserves \$	Total Equity \$
Balance at 1 April 2023		165,653,488	128,197,540	(58,707,604)	10,586,408	80,076,344
Net loss for the period		-	-	(3,114,737)	-	(3,114,737)
Share-based payment transactions		-	-	-	416,571	416,571
Shares in exchange for services		400,000	88,000	-	-	88,000
Balance at 30 September 2023		166,053,488	128,285,540	(61,822,341)	11,002,979	77,466,178
Balance at 1 April 2024		172,061,088	128,615,069	(64,469,268)	11,803,753	75,949,554
Net loss for the period		-	-	(24,596,573)	-	(24,596,573)
Private Placement	4	24,193,831	1,282,273	-	-	1,282,273
Exercise of options and warrants	4	700	175	-	-	175
Share-based payment transactions		-	-	-	211,546	211,546
Bonus Shares Issued	4	3,409,891	170,495	-	-	170,495
Cost of Share Capital		-	(166,651)	-	-	(166,651)
Balance at 30 September 2024		199,665,510	129,901,361	(89,065,841)	12,015,299	52,850,819

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

MACARTHUR MINERALS LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
(Expressed in Australian Dollars)
FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2024

	Note	Six months ended 30 September 2024	Six months ended 30 September 2023
		\$	\$
OPERATING ACTIVITIES			
Payments to suppliers and employees		(1,318,760)	(1,351,087)
Other revenue		43,036	54,175
Interest received		2,023	11,813
Interest Paid		(5,406)	(13,563)
Net cash flows (used in) operating activities		(1,279,107)	(1,298,662)
INVESTING ACTIVITIES			
Net purchases of plant and equipment		-	(1,000)
Proceeds from sale of Hematite project	3(a)	250,000	-
Proceeds from sale/ (Purchase) of IML shares	8	44,042	(80,240)
Exploration & evaluation disposal\additions)	3	(178,562)	(460,760)
Net cash flows (used in) investing activities		115,480	(542,000)
FINANCING ACTIVITIES			
Proceeds from exercised options & warrants	4	175	-
Proceeds from Private Placement	4	1,282,273	-
Principal repayment of lease liability		(37,751)	(33,821)
Proceeds received from / (repayment of) borrowings	10	(245,672)	500,000
Net cash flows provided by financing activities		999,025	466,179
Change in cash and cash equivalents during the period		(164,601)	(1,374,483)
Cash and cash equivalents, beginning of period		180,637	1,944,332
Cash and cash equivalents, end of period		16,036	569,849

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

MACARTHUR MINERALS LIMITED

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Expressed in Australian Dollars)

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2024

NATURE AND CONTINUANCE OF OPERATIONS

Macarthur Minerals Limited is an Australian public company listed in Canada on the TSX Venture Exchange (“TSX-V”) (symbol: MMS), Australian Securities Exchange (“ASX”) (symbol: MIO) and OTCQB Venture Market (“OTCQB”) (symbol: MMSDF). The Company has three iron ore projects in the Yilgarn region of Western Australia. The Company also has two exploration project areas in the Pilbara, Western Australia targeting iron ore. On 1 September 2024, Macarthur Minerals relinquished its mining claims on the lithium brine interests in Railroad Valley, Nevada, USA.

As at 30 September, 2024, the Company has the following subsidiaries (collectively referred to as the “Group”):

- 100% of Macarthur Australia Limited, which holds the following 100% subsidiaries:
- 100% of Macarthur Iron Ore Pty Ltd (“Macarthur Iron Ore” or “MIO”) which owns the Iron Ore Projects
- 100% of Macarthur Lithium Nevada Limited (incorporated in Nevada)
- 100% of Esperance Iron Ore Export Company Pty Ltd (previously Macarthur Midway Pty Ltd)
- 100% of Macarthur Marble Bar Lithium Pty Ltd (previously Bachelor Project Pty Ltd) (a dormant subsidiary); and
- 100% of Macarthur Minerals NT Pty Ltd (“MMNT”) and MMNT’s 100% subsidiary, Macarthur Tulshyan Pty Ltd.

There was no change in the nature of the Company’s principal activities during the year. Subsequent to reporting date, the Group has sold 22,562,422 shares in Infinity Mining Limited (ASX: IMI) and 5,876,053 options issued as a pro-rata non-renounceable bonus issue in IMI on the Record Date of 12 September 2023, for nil consideration, expired on 19 September 2024 (ASX: IMIO).

The Company continues to maintain its corporate head office and principal place of business at Suite 1G, Building 1, Kings Row Office Park, 40 McDougall Street, MILTON QLD 4064, Australia.

1. BASIS OF PRESENTATION

These general-purpose interim consolidated financial statements for the half-year reporting period ended 30 September 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’. The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Macarthur Minerals Limited and its controlled entities (referred to as the “Consolidated Group” or “Group”). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 31 March 2024, together with any public announcements made during the following half-year.

These condensed interim consolidated financial statements were authorised by the Board of Directors of the Company on 12 December 2024.

NEW OR AMENDED ACCOUNTING STANDARDS AND INTERPRETATIONS ADOPTED

The consolidated entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (‘AASB’) that are mandatory for the current reporting period.

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

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2024

1. BASIS OF PRESENTATION (Cont'd)

GOING CONCERN

The consolidated financial statements have been prepared on the going concern basis of accounting, which assumes the continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business.

The Group incurred a net loss after tax of \$24,596,573 (which includes a loss on sale of Hematite Project mining rights of \$21,990,791) and had cash outflows from operating and investing activities of \$1,163,627 for the half year ended 30 September 2024.

The Directors believe the going concern assumption is valid, reaching such a conclusion after having regard to the factors set out below. Should these factors not eventuate, there is a material uncertainty which may cast significant doubt as to whether the company will continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial statements.

The Directors believe that the Group will continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the consolidated financial statements after consideration of the following factors:

- The Directors believe that future funding will be available to meet the Group's objectives of expanding key strategic assets and continuing to pay its debts as and when they fall due, through raising additional capital through equity placements to existing or new investors. The Group has a demonstrated history of success in this regard including having raised \$5,718,602 (after costs) via a private placement in April 2022, and a Rights Issue in March 2024 for \$580,760 and a further \$1,282,273 (after costs) via a private placement in July 2024. The directors are confident in their ability to continue to raise additional funds on a timely basis, as and when required.
- The Group's cash holdings at 30 September, 2024 was \$16,036. The Group's commitment to exploration and maintenance cost expenditure in relation to the hematite project has been eliminated following the agreement with GVV. Exploration expenditure in relation to other projects can be reduced as required, subject to minimum spend requirements;
- Subsequent to year end, the Group has sold a further stake in its shareholding in Infinity Mining Limited (ASX: IMI) worth \$338,000 which has been utilised to reduce related party loans and payables.
- The agreement with Gold Valley Yilgarn (GVY) referred to in Note 3(a) provided \$250,000 on 3 October 2024 and provides for a further payment of \$250,000 on 31 December 2024. Once the Extraction of Iron Ore commences future royalties will be paid on the basis of \$5,000,000 for the first 1,000,000 dry metric tonnes (DMT) extracted and sold, another \$5,000,000 for the second 1,000,000 DMT extracted and sold, and \$1 per DMT thereafter;
- Subject to the successful capital raising on foot and/or monetisation of non-core assets, the cash flow forecast for the period to December 2025 indicates sufficient cash available for planned activities.

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

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2024

2. MATERIAL ACCOUNTING POLICIES

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in previous annual financial statements except for the below.

Investments and other financial assets

Investments and other financial assets are initially measured at fair value. Transaction costs are included as part of the initial measurement, except for financial assets at fair value through profit or loss. Such assets are subsequently measured at either amortised cost or fair value depending on their classification. Classification is determined based on both the business model within which such assets are held and the contractual cash flow characteristics of the financial asset unless an accounting mismatch is being avoided.

Financial assets are derecognised when the rights to receive cash flows have expired or have been transferred and the consolidated entity has transferred substantially all the risks and rewards of ownership. When there is no reasonable expectation of recovering part or all of a financial asset, its carrying value is written off.

Financial assets at fair value through profit or loss

Financial assets not measured at amortised cost or at fair value through other comprehensive income are classified as financial assets at fair value through profit or loss.

Typically, such financial assets will be either:

- (i) held for trading, where they are acquired for the purpose of selling in the short-term with an intention of making a profit, or a derivative; or
- (ii) designated as such upon initial recognition where permitted. Fair value movements are recognised in profit or loss.

Exploration and evaluation assets

The ultimate recoupment of the carrying value of exploration and evaluation assets is dependent on the successful development, commercial exploitation and financing of the areas of interest, or alternatively through sale. At 30 September 2024, the Company held 100% of the outstanding and issued share capital of Macarthur Australia. Macarthur Australia's wholly owned subsidiaries MIO holds assets which include the Iron Ore Projects.

Macarthur Minerals, through its 100% owned subsidiary Macarthur Lithium Nevada Limited (MLiNV) relinquished the tenements related to its lithium claims in Nevada during the period ended 30 September 2024. As a result of this, deferred exploration and evaluation expenditure related to this project has been fully impaired.

Derecognition and disposal

An item of Exploration and evaluation is derecognised upon disposal or when no future economic benefits are expected from its use or disposal.

Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the year the item is derecognised.

Carrying Value

The carrying value of the exploration and evaluation assets relates to the Iron Ore Projects.

Exploration expenditure of \$178,562 was capitalised during the period ended 30 September 2024, as per table below.

MACARTHUR MINERALS LIMITED
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FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2024

3. EXPLORATION AND EVALUATION ASSETS

Exploration and evaluation expenditure

Interim Expenditure

	Acquisition Costs \$	Capitalised \$	Capitalised Total \$
Balance as at 1 April 2024	4,010,636	71,281,464	75,292,100
Incurred during the period			
Accommodation and camp maintenance	-	4,417	4,417
Surveys	-	117,942	117,942
Other	-	6,143	6,143
Personnel and Contractors	-	13,889	13,889
Tenement management and outlays	-	14,894	14,894
Travel	-	3,492	3,492
Vehicle hire	-	17,786	17,786
	-	178,562	178,562
Impairment of Nevada		(309,524)	(309,524)
Balance before transfer	4,010,636	71,150,502	75,161,138
Sale of Hematite Project (Note 3a)	-	(22,740,791)	(22,740,791)
Balance as at 30 September 2024	4,010,636	48,409,711	52,420,347

All capitalised exploration costs represent costs incurred during the exploration and evaluation phase.

Commitments

In order to maintain its current rights of tenure for exploration and/or mining activities, the Group is required to perform minimum annual expenditure requirements specified by the Western Australian Government and pay local shire rents and rates. The expenditure obligations are subject to renegotiation when an application for a mining lease and/or renewal of exploration permits are made or at other times and are subject to whether the Group decides to continue a tenement's rights until its expiry. Due to the nature of the Group's activities, it is difficult to accurately forecast the amount of future expenditure that will be necessary to incur in order to maintain present interests.

These obligations are not provided for in the financial statements and are payable at future dates as follows:

	30 September 2024 \$	31 March 2024 \$
Not later than one year	1,035,595	515,697
Later than one year but not later than five years	4,111,558	4,018,370
	5,147,154	4,534,067

No expenditure exemptions have been granted or are expected to be granted within the next period.

MACARTHUR MINERALS LIMITED

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3. EXPLORATION AND EVALUATION ASSETS (Cont'd)

3(a). Sale of Hematite Project

On 13 June 2024 Macarthur Minerals Limited (MML) announced the execution of a Binding Term Sheet (Term Sheet) to sell the right to mine hematite at the Ularring site (Hematite Project) to Gold Valley Yilgarn (GVY).

MML will sell or assign various assets (including tenements, mining information and contracts) comprising the Hematite project and its rights and interests in the following assets to GVY (the "sale"): Tenement numbers; M30/213, M30/214, M30/216, M30/217, M30/227, M30/228, M30/229, M30/248, M30/249, M30/251, M30/252, L30/90 (pending), L30/91 (pending), L30/93, E30/569 (pending), G30/12 (pending). As well as the following optional tenements L15/409 (pending), L16/133 (pending), L30/71, L30/89 (pending), L30/92, E77/3186 (pending).

The consideration for the sale comprises:

- a) \$750,000 in cash, payable in three equal instalments of \$250,000 on each of 30 June 2024 (received 2 July 2024), 30 September 2024 (received 2 October 2024) & 31 December 2024
- b) A royalty of \$5,000,000 upon the first 1,000,000 DMT of product extracted and sold,
- c) A royalty of \$5,000,000 upon a further 1,000,000 DMT of product extracted and sold,
- d) A royalty of \$1 per DMT of product extracted and sold ongoing, from the tenements listed, above the first 2,000,000 DMT of product exported or otherwise sold or disposed of.

As a result of the sale of the Hematite Project, the income, expenditure and cash flows associated with the Hematite Project in the statement of profit or loss and other comprehensive income and statement of cash flows, respectively, for the period ended 30 September 2024 have been included in sale of Hematite Project.

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EXPLORATION AND EVALUATION ASSETS (Cont'd)**3(a). Sale of Hematite Project**

i) The net loss from the sale of Hematite Project is as follows:

	30-Sep-24
	\$
Rental income	-
Iron ore mining rights revenue	-
<i>Total Revenue</i>	<u>-</u>
Exploration expenditure	
(Loss) on sale of Hematite Project (a)	(21,990,791)
Finance costs	-
(Loss) before tax from sale of Hematite Project	<u>(21,990,791)</u>
Income tax expense	-
(Loss) after tax from sale of Hematite Project	<u>(21,990,791)</u>
(Loss) on sale of Hematite Project	
Cash consideration	750,000
Less: Write off of net assets of Hematite Project	<u>(22,740,791)</u>
(Loss) on sale of Hematite Project	<u>(21,990,791)</u>

ii) The Cash Flows from the Sale of the Hematite Project are as follows:

	2024
	\$
<i>Cash flows from operating activities</i>	
Payments for exploration expenditure	-
Other income received	-
Net operating cash flows (used in) sale of Hematite Project	<u>-</u>
<i>Cash flows from investing activities</i>	
Sale of Hematite Project	250,000
Payments for royalty interest	-
Net investing cash flows from sale of Hematite Project	<u>250,000</u>
<i>Net cash provided by / (used in) Sale of Hematite Project</i>	<u>250,000</u>

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4. CONTRIBUTED EQUITY

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the company does not have a limited amount of authorised capital.

On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

Share buy-back

There is no current on-market share buy-back.

	30 September 2024	31 March 2024
	\$	\$
<i>Ordinary shares</i>		
Issued and fully paid	129,901,361	128,615,069
	Number	Number
<i>Number of shares on issue</i>	199,665,510	172,061,088

Movements in ordinary share capital

Details	Date	Shares	Issue price	\$
Balance	1 April 2024	172,061,088		128,615,069
Issue of shares on exercise of Right offering options	22 April 2024	700	\$0.25	175
Issue of shares in Private Placement	29 July 2024	24,193,831	\$0.053	1,282,273
Issue of bonus shares	5 August 2024	3,409,891	\$0.05	170,495
Cost of share capital		-		(166,651)
Balance	30 September 2024	199,665,510		129,901,361
			30 September 2024	31 March 2024
			Shares	Shares
At the beginning of the reporting period			172,061,088	165,653,488
Shares issued during the year:				
i. Issue of shares in exchange for services (AUD \$0.22 per share)			-	600,000
ii. Rights Offering			-	5,807,600
iii. Exercise of options			700	
iv. Private Placement			24,193,831	
v. Issue of shares in exchange for services (AUD \$0.05 per share)			3,409,891	
			199,665,510	172,061,088

*Bonus shares issued to Directors during the period in accordance with the Consultant Share Compensation Plan.

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4.CONTRIBUTED EQUITY (Cont'd)

Details of shares issued above are outlined below:

- i. 600,000 shares were issued to Karlsson Group Ltd who were appointed for a period of six months to provide certain business development and marketing services on an incentivised basis through the issuance of 800,000 shares with each share having a deemed value equal to the market price as of 16 June 2023. The shares were payable over four instalments subject to agreed performance criteria with the first instalment of 200,000 shares issued on 19 June 2023. Instalments 2 & 3 of the shares were issued on 2 August 2023 and 17 November 2023, respectively.
- ii. On 28 March 2024, the Company issued 5,807,600 new fully paid ordinary shares under a pro-rata renounceable rights issue.
- iii. On 22 April 2024, the Company issued 700 shares upon options being exercised.
- iv. On 29 July 2024, the Company issued 24,193,831 shares at AUD \$0.053 per share in connection with its private placement announced on that day and 12,096,915 attaching options at an exercise price of AUD \$0.10, expiring on 29 July 2026.
- v. On 5 August 2024, 3,409,891 shares were granted to External Consultants pursuant to the Share Compensation Plans.

Reserves

	Share Based Payments Reserve \$	Financial Asset Revaluation Reserve \$	Share Capital Reserve \$	Total \$
As at 1 April 2023	9,611,318	788,333	186,757	10,586,408
Cost of share-based payments	1,149,201	-	68,144	1,217,345
As at 31 March 2024	10,760,519	788,333	254,901	11,803,753
Cost of share-based payments	211,546	-	-	211,546
As at 30 September 2024	10,972,065	788,333	254,901	12,015,299
<i>Share-based payment reserve</i>				

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4. CONTRIBUTED EQUITY (cont'd)

Share-Based Payments Reserve

The Group has issued share options, rights and warrants on specified terms. The cost of these items is measured by reference to their fair value at the date at which they are granted and expensed over the vesting period. The fair value is determined using Option valuation models.

Financial Asset Revaluation Reserve

The financial asset revaluation reserve records revaluations of financial assets.

Share Capital Reserve

The share capital reserve records the residual value of contributed equity after deducting the fair value of the common shares issued.

Share Compensation Plans

The Company, in accordance with the Company's Omnibus, Employee and Consultant Share Compensation Plans ("Plans") and the policies of the TSX-V and ASX, is authorised to grant incentive stock options ("Options"), award equity restricted share units ("RSU's"), or bonus shares or issue ordinary shares from treasury pursuant to the Company's share purchase scheme to directors, employees and consultants to acquire in aggregate up to 20% of issued and outstanding ordinary shares as at 23 August 2024, being 199,665,510 Common Shares. The Plans were approved on 26 September 2024 by the shareholders and replace the Company's previous Plans.

The exercise price of the Options is fixed by the Board at no less than the discounted market price (as defined under the TSX-V Company Manual) of the shares on the grant date, subject to all applicable regulatory requirements. Options under the Plans can be granted for a maximum term of 5 years and may be subject to vesting criteria as determined by the Board.

The fair value of all issued Options is measured and expensed as share-based compensation at the grant date if they are fully vested upon granting, otherwise the fair value is expensed over the vesting period. A corresponding increase is recorded to reserves.

Share Options – Employees and Consultants

During the six-month period ended 30 September 2024, 500,000 options expired. Share option transactions issued under the Company's Share Compensation Plans and the number of share options outstanding are summarized as follows:

	Six months ended 30 September 2024		Year ended 31 March 2024	
	Number of Options	Weighted Average Exercise Price	Number of Options	Weighted Average Exercise Price
Outstanding, beginning of period	8,700,000	\$0.27 (CAD\$0.24)	9,000,000	\$0.28 (CAD\$0.25)
Granted	-	-	-	-
Expired	(500,000)	\$0.65 (CAD\$0.59)	-	-
Forfeited	-	-	300,000	\$0.48 (CAD\$0.42)
Exercised	-	-	-	-
Outstanding end of period	8,200,000	\$0.25 (CAD\$0.22)	8,700,000	\$0.27 (CAD\$0.24)
Options exercisable, end of period	8,200,000	\$0.25 (CAD\$0.22)	8,700,000	\$0.27 (CAD\$0.24)

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4. CONTRIBUTED EQUITY (cont'd)

Share options outstanding at 30 September 2024 have the following exercise prices and expiry dates:

Number of Options	Exercise Price	Expiry Date
500,000	AUD\$0.45	26 Oct 2024
500,000	AUD\$0.40	26 Oct 2025
7,200,000	AUD\$0.20	20 Mar 2026

The range of exercise prices for options outstanding at 30 September 2024 is A\$0.20 to A\$0.45. The weighted average remaining contractual life for the share options as at 30 September 2024 is 1.27 years.

Share Options – Private Placement

Options transactions with an Australian Dollar exercise price issued under the **private placements** and the number of options outstanding and their related weighted average exercise prices are summarised as follows:

	Six months ended 30 September 2024		Year ended 31 March 2024	
	Number of Options	Weighted Average Exercise Price	Number of Options	Weighted Average Exercise Price
Outstanding, beginning of period	20,483,788	AUD\$0.58	17,000,000	AUD\$0.65
Granted	12,096,915	AUD\$0.10	3,483,788	AUD\$0.28
Expired	(17,000,000)	AUD\$0.78	-	-
Forfeited	-	-	-	-
Exercised	(700)	AUD\$0.25	-	-
Outstanding end of period	15,580,003	AUD\$0.13	20,483,788	AUD\$0.58
Options exercisable end of period	15,580,003	AUD\$0.13	20,483,788	AUD\$0.58

Share options outstanding at 30 September 2024 have the following exercise prices and expiry dates:

Number of Options	Exercise Price	Expiry Date
3,483,088	AUD\$0.25	27 September 2025
12,096,915	AUD\$0.10	29 July 2026

The weighted average remaining contractual life for the options as at 30 September 2024 is 1.48 years.

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4. CONTRIBUTED EQUITY (cont'd)**Restricted Share Units**

During the six-month period ended 30 September 2024, 4,350,000 RSU's expired and 600,000 RSU's were forfeited. RSU transactions, the number outstanding and their related weighted average vesting prices are summarized as follows:

	Six months ended 30 September 2024		Year ended 31 March 2024	
	Number RSUs	of Weighted Average Exercise Price	Number RSUs	of Weighted Average Exercise Price
Outstanding, beginning of period	7,150,000	\$0.72 (CAD\$0.64)	6,945,000	\$0.90 (CAD\$0.82)
Granted	-	-	2,800,000	\$0.26 (CAD\$0.23)
Vested	-	-	-	-
Forfeited	(600,000)	\$0.24 (CAD\$0.22)	(145,000)	\$0.79 (CAD\$0.70)
Expired	(4,350,000)	\$0.99 (CAD\$0.90)	(2,450,000)	\$0.30 (CAD\$0.27)
Outstanding end of period	2,200,000	\$0.24 (CAD\$0.22)	7,150,000	\$0.72 (CAD\$0.64)

RSUs outstanding at 30 September 2024 have the following vesting prices and expiry dates:

Number of RSUs	Vesting Price	Expiry Date
2,200,000	AUD\$0.20	24 January 2027

The weighted average remaining contractual life for the RSUs as at 30 September 2024 is 2.32 years.

5. SHARE-BASED COMPENSATION

The Company measures the cost of share options at fair value at the grant date using the Black-Scholes formula, adjusted to reflect market vesting conditions, but excludes any non-market vesting conditions. Non-market vesting conditions are included in assumptions about the number of options that are expected to vest and the entity revises its estimate of options that are expected to vest at each reporting date.

The fair value calculated for options issued is expensed over their vesting period as share-based compensation in the statement of profit or loss and other comprehensive income and a corresponding amount is recorded to reserves. Upon exercise the fair value of the options is re-classified from reserves to contributed equity.

6. SEGMENTED INFORMATION

The chief operating decision-maker has been identified as the CEO of the Company. The Group has identified one reportable segment (the exploration of mineral resources). All such operations and substantially all the capital assets of the Group are situated in Australia as at the reporting date.

7. COMMITMENTS**Exploration expenditures**

Certain future exploration expenditures are required to be undertaken by the Company as a minimum retention for exploration permits. These expenditures were set out in Note 3 to the condensed interim consolidated financial statements for the period ended 30 September 2024.

Apart from the above, the Company has no other material commitments at the reporting period date.

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8. INVESTMENT IN INFINITY MINING LIMITED

The company's investment in Infinity Mining Limited (Infinity) was previously classified as an investment in an associated entity and accounted for using the equity method, based on a shareholding of 20.52% as of 31 March 2024 and Board representation which constituted "significant influence" under AASB 128.

Following a reduction in the shareholding to 17.32% as of 30 September 2024, along with Cameron McCall's resignation from Infinity's Board, the company no longer accounts for the investment as an associated entity. The investment is accounted for as a financial asset at fair value through profit or loss under AASB 9 (Financial Instruments).

As of 30 September 2024, the company holds 23,504,212 shares in Infinity, valued at the closing market price on that date.

The company's investment in Infinity was previously classified as an investment in an associated entity and accounted for using the equity method, changes have been summarised below;

	2024	2023
	\$	\$
Investment in Infinity Mining Ltd accounted for using the equity method (non-current)	-	1,857,892
Investment in Infinity Mining Limited accounted for as financial asset at fair value through profit or loss (current)	974,934	-

Reconciliation

Reconciliation of the fair values at the beginning and end of the current and previous financial periods

Investment in Infinity Mining Ltd accounted for using the equity method*Investment in Associate*

<i>Opening balance</i>	-	3,306,005
<i>Gains/(losses) recognised in P/L (loss from associate)</i>	-	(393,453)
<i>Gains/(losses) recognised in P/L (impairment of investment in associate)</i>	-	(1,054,660)
Balance 31 March 2024	-	1,857,892

Investment in Infinity Mining Limited accounted for as financial asset at fair value through profit or loss*Accounting under AASB 128 (until 30 Aug 2024):*

Opening balance 31 March 2024	1,857,892	-
Sale of share in associate	(44,042)	-
Gains/(losses) recognised in profit or loss (loss on sale of shares)	(87,812)	-
Subtotal as at 30 August 2024 (After Sale of shares, Transition to AASB 9)	1,726,038	-
<i>Accounting under AASB 9 (Post-August 2024):</i>		
Fair value loss (recognised in profit/loss)	(751,104)	-
Closing Balance (30 September 2024)	974,934	-

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Fair value hierarchy

The following tables detail the consolidated entity's assets and liabilities, measured or disclosed at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3: Unobservable inputs for the asset or liability

2024	<i>level 1</i>	<i>level 2</i>	<i>level 3</i>	<i>level 4</i>
Ordinary shares at fair value through profit or loss				
Ordinary shares at fair value through profit or loss income	974,934	-	-	-

There were no transfers between levels during the financial year.

The carrying amounts of trade and other receivables and trade and other payables are assumed to approximate their fair values due to their short-term nature.

9. CONTINGENT LIABILITIES

a) Security Bonds

The Company has a contingent liability of \$35,397 for bank guarantees issued for office leasing arrangements in Brisbane and corporate credit cards.

10. LOANS FROM DIRECTORS AND SHAREHOLDER

During August 2023, the Company entered into an unsecured loan arrangement with a shareholder for the amount of \$1,000,000 at an annualised percentage rate (APR) of 10.00%, with a repayment date of 28 February 2024. At the reporting date, the Company had repaid \$530,000 of that loan including the interest raised for the period, and has re-negotiated the balance along mutually acceptable terms.

During the reporting period, the Company entered into unsecured loan arrangements with two Directors for \$40,000 each.

Included in trade and other payables is \$240,318 relating to directors and related parties. The balance relates to fees owed to directors of \$168,818 and related parties of \$71,500.

11. SUBSEQUENT EVENTS

Infinity Mining Limited

Since 30 September 2024 and up to the date of this report, Macarthur Minerals has sold 22,562,422 shares in Infinity Mining Limited (ASX: IMI).

No other matter or circumstance has arisen since 30 September 2024 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2024

Directors' Declaration

In accordance with a resolution of the directors of Macarthur Minerals Limited, I state that:

In the opinion of the Directors:

- a) 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;
- b) the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 30 September 2024 and of its performance for the financial half-year ended on that date; and
- c) 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.



Cameron McCall
Executive Chairman and CEO
13 December 2024

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF MACARTHUR MINERALS LIMITED

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Macarthur Minerals Limited which comprises the condensed interim consolidated statement of financial position as at 30 September 2024, the condensed interim consolidated statement of profit or loss and other comprehensive income, condensed interim consolidated statement of changes in shareholders' equity and consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Macarthur Minerals 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 30 September 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 *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 our 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 Macarthur Minerals Limited, would be in the same terms if given to the directors as at the time of this auditor's report.

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Material Uncertainty Related to Going Concern

We draw attention to Note 1 in the financial report, which indicates that the Group incurred a net loss after tax of \$24,596,573 and had net operating and investing cash outflows of \$1,163,627 for the half-year ended 30 September 2024. As stated in Note 1, these events or conditions, along with other matters as set forth in Note 1, indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

Directors' Responsibility for the Half-Year Financial Report

The directors of Macarthur Minerals Limited 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 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. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, 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 30 September 2023 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.



RSM AUSTRALIA



Steve Stavrou
Partner

Brisbane, Queensland
Dated: 13 December 2024