



# ALARA

## RESOURCES

## Half-Year Financial and Directors' Report

**31 December 2024**

**The information in this document should be read in conjunction with the Company's most recent annual financial report.**



**ASX Code: AUQ**

Alara Resources Limited  
A.B.N. 27 122 892 719

**Registered Office**

Suite 2, 110 Erindale Road  
Balcatta 6021  
Western Australia

T | +61 8 240 4211  
E | [info@alararesources.com](mailto:info@alararesources.com)  
W | [www.alararesources.com](http://www.alararesources.com)

**Share Registry**

Automic  
Level 5, 126 Phillip Street  
Sydney 2000  
New South Wales

W | [www.automicgroup.com.au](http://www.automicgroup.com.au)

Corporate Directory .....	2
Directors' Report .....	3
Auditor's Independence Declaration .....	6
Consolidated Statement of Profit or Loss and Other Comprehensive Income .....	7
Consolidated Statement of Financial Position .....	8
Consolidated Statement of Changes in Equity .....	9
Consolidated Statement of Cash Flows .....	10
Notes to the Consolidated Financial Statements .....	11
Directors' Declaration .....	17
Independent Auditor's Review Report .....	18

## Directors

Stephen Gethin  
Non-Executive Chairman

Atmavireswar Sthapak  
Managing Director

Vikas Jain  
Non-Executive Director

Sanjeev Kumar  
Non-Executive Director

Devaki Khimji  
Non-Executive Director

Farrokh Masani  
Alternate Director for Devaki Khimji

## Company Secretary

Dinesh Aggarwal

## Registered Office and Business Address

Suite 2, 110 Erindale Road  
Balcatta Western Australia 6021  
Telephone: + 61 8 9240 4211  
E-mail: [info@alararesources.com](mailto:info@alararesources.com)  
Website: [www.alararesources.com](http://www.alararesources.com)

## Share Registry

Automic Limited  
Level 5, 126 Phillip Street  
Sydney NSW 2000  
GPO Box 5193  
Sydney New South Wales 2001  
Website: <https://www.automicgroup.com.au/>  
Contact: <https://investor.automic.com.au/#/support>

## Auditors

In.Corp Audit & Assurance Pty Ltd  
Level 1, Lincoln Building  
4 Ventnor Avenue  
West Perth Western Australia 6005  
Telephone: +61 8 9486 7094  
Website: [www.rothsay.com.au](http://www.rothsay.com.au)

## Stock Exchange

ASX Limited  
Level 40, Central Park  
152-158 St Georges Terrace  
Perth Western Australia 6000

## ASX Code

AUQ

The Directors present their report on Alara Resources Limited (**Company** or **Alara** or **AUQ**) and the entities it controlled at the end of or during the half year ended 31 December 2024 (the **Consolidated Entity**).

Alara has prepared a consolidated financial report incorporating the entities that it controlled during the financial half year.

## Directors

The following persons were Directors of Alara during the half year to 31 December 2024 and up to the date of this report:

Stephen Gethin	(Non-Executive Director and Chairman)
Atmavireshwar Sthapak	(Managing Director)
Vikas Jain	(Non-Executive Director)
Sanjeev Kumar	(Non-Executive Director)
Devaki Khimji	(Non-Executive Director)
Farrokh Masani	(Alternate Director for Devaki Khimji)

## Operations

### Al Wash-hi – Majaza Copper-Gold Mine

Oman

(Alara – 51%, Al Hadeetha Investments LLC – 30%, Al Tasnim Infrastructure Services LLC – 19%)

Production of copper-gold concentrate at the Al Wash-hi–Majaza mine and processing plant (**Al Wash-hi Mine**) continued during the reporting period and to the date of this Report. The Wash-hi Mine is owned by Alara's 51% subsidiary, Al Hadeetha Resources LLC (**AHRL**).

During the reporting period AHRL shipped 1190 metric tonnes of copper metal and 37.853 Kg of gold, contained in concentrate, from the Al Wash-hi Mine. All output from the mine during the reporting period was sold to Trafigura under an offtake agreement.

The tailing filter press (**TFP**) continued to operate at less than rated capacity during the period, as announced to the ASX on various occasions during 2024<sup>1</sup>. Two TFPs were ordered from China and were delivered to the mine-site in March 2025, which will be installed to operate in parallel with each other. Civil and structural works required to house the new TFPs are due for completion by April 2025 with commissioning due in May.

#### Image: Processing Plant



<sup>1</sup> See for example the Company's ASX announcement dated 22 April 2024.

Image: Mining pit night view



## Block 22B Exploration Licence

Oman

(Alara – 27.5%, Al Hadeetha Investment Services LLC – 27.5%, Al Tasnim Infrastructure LLC – 27.5% and Southwest Pinnacle Exploration Limited – 17.5%, of Al Hadeetha Mining LLC (AHML))

After the reporting period in January 2025 a concession award agreement was signed by the Ministry of Energy and Minerals of the Sultanate of Oman and an Alara JV company Al Hadeetha Mining LLC (AHML) for the new Block 22B mineral exploration licence. The finalisation of the award will be in the form of a Royal Decree, expected later.

Block 22B has an area of 1448 km<sup>2</sup> and lies in the North Sharqiyah Governorate of Oman. Geologically, the mountainous areas of Block 22B include the Semail Nappe. The Semail Nappe is recognized as a Cretaceous ophiolite, exposing the world's best-preserved section of upper mantle, lower-oceanic crust and upper-oceanic crust. Block 22B – which includes areas surrounding the existing Wash-hi–Majaza copper-gold mine, an ancient copper mine and copper mineralisation intersected at Mullaq – has potential for further mineral discoveries. Alara holds a 27.5% stake in AHML.

## Awtad Copper-Gold Project

Oman

(Alara – 10% (with option to increase to 70%, subject to Power Metal plc's interest), Local party – 90% and Power Metal plc – 0% with option to increase to 12.5%, of Awtad Copper LLC (ACL))

The Awtad Project comprises an area of approximately 497 km<sup>2</sup> (Block 8) and is located immediately adjacent to the Block 7 (Daris Copper-Gold Project)<sup>2</sup>. Alara has a right to an initial 10% interest (with potential to increase to up to 70%) in the concession owner, Awtad Copper LLC, subject to the right of Power Metal plc to earn 12.5% from Alara's stake.

Exploration previously undertaken at this project includes:

- 86-line kilometres of airborne VTEM, 14 line kilometres of ground IP, 169 line kilometres of ground magnetics and 202 line kilometres of high-resolution ground magnetics.
- 76 RAB drill holes totalling 1,747m and 11 core drill holes totalling 299m.
- Drilling results (including some undertaken across the Al Mansur Prospect) were low grade in general and inconclusive.

Previous exploration identified anomalies worthy of further exploration. The fact that prospective geological formations within the licence area are under cover of alluvial and aeolian deposits enhances the chances of further copper mineralisation.

In October 2024 the Awtad Copper JV, previously between Alara and an Omani shareholder, was expanded to include AIM-listed Power Metal plc (**Power Metal**). Under an accession agreement Power Metal gained the right to earn a 12.5% interest in Awtad Copper LLC, which holds the Block 8 mineral exploration licence, by expending US \$740,000.

Power Metal promptly commenced a new exploration program at Block 8, the first results from which were announced after the reporting period<sup>3</sup>.

<sup>2</sup> Alara has a 50% interest in Daris Resources LLC, which holds the Block 7 exploration licences, under the Daris Resources LLC JV.

<sup>3</sup> See Alara's ASX announcement dated 30 January 2025.

## Financial

### Cash Position

The Company's cash position as at 31 December 2024 was A\$9,772,992 (30 June 2024: A\$4,355,812).

The Company's total liabilities as at 31 December 2024 were A\$172,821,884 (30 June 2024: A\$151,345,164) which includes a A\$1,071,142 (30 June 2024: A\$888,548) loan from Al Hadeetha Investments LLC to Al Hadeetha Resources LLC. This loan from Al Hadeetha Investments LLC is repayable (dollar for dollar) alongside the Alara and its controlled entities' loan to Al Hadeetha Resources (a controlled entity in the Alara Resources Limited group) totalling \$23.31 million, reducing the effective liability to nil. However, pursuant to AASB 139 "Financial instruments: Recognition and Measurement" and AASB 127 "Consolidated and Separate Financial Statements" the Alara loan of A\$23.31 million from the Consolidated Entity to Al Hadeetha Resources LLC is not shown in the assets of the Consolidated Entity.

Certain related-party creditors of AHRL being shareholders in that company other than Alara, and Alara Resources LLC<sup>4</sup>, agreed to defer payables owed to them for construction, mining and facilities management services totalling AUD 50.3 million until AHRL generates sufficient free cash after meeting certain other commitments to discharge them.

## Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under section 307C of the *Corporations Act 2001* forms part of this Directors' Report and is set out on page 6.

Signed for and on behalf of the Directors in accordance with a resolution of the Board:



**Atmavireshwar Sthapak**  
Managing Director  
14 March 2025

---

<sup>4</sup> A joint venture company in which Alara has a 35% interest.

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION  
307C OF THE CORPORATIONS ACT 2001**

To the Directors of Alara Resources Limited

I declare that, to the best of my knowledge and belief, in relation to the review for the half-year ended 31 December 2024 there have been:

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

This declaration is in relation to Alara Resources Limited and the entities it controlled during the half-year.

**In.Corp Audit & Assurance Pty Ltd**



**Graham Webb**  
Director

Perth, 14 March 2025

**In.Corp Audit & Assurance Pty Ltd**  
**ABN 14 129 769 151**

Level 1  
6-10 O'Connell Street  
SYDNEY NSW 2000

Suite 11, Level 1  
4 Ventnor Avenue  
WEST PERTH WA 6005

GPO BOX 542  
SYDNEY NSW 2001

T +61 2 8999 1199  
E [team@incorpadvisory.au](mailto:team@incorpadvisory.au)  
W [incorpadvisory.au](http://incorpadvisory.au)

# Consolidated Statement of Profit or Loss and Other Comprehensive Income for the half year ended 31 December 2024

	Note	31 Dec 2024	31 Dec 2023
		\$	\$
Revenue	2	19,005,668	-
Other income	2	72,407	24,046
Share of profits of associated entity		81,036	100,840
Employee benefits expenses		(4,256,098)	(735,264)
Occupancy costs		(134,967)	(58,572)
Finance expenses	10	(3,621,791)	(5,478)
Corporate expenses		(61,144)	(47,483)
Depreciation expense	7	(11,320,042)	-
Administration expenses		(1,766,057)	(874,055)
Production expenses		(5,942,831)	-
<b>LOSS BEFORE INCOME TAX</b>		<b>(7,943,819)</b>	<b>(1,595,966)</b>
Income tax benefit		-	-
<b>LOSS FOR THE HALF YEAR</b>		<b>(7,943,819)</b>	<b>(1,595,966)</b>
<b>Other comprehensive income:</b>			
Items that may be reclassified subsequently to profit or loss:			
Exchange differences on translation of foreign operations		1,980,896	(168,201)
<b>Total other comprehensive income</b>		<b>1,980,896</b>	<b>(168,201)</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE HALF YEAR</b>		<b>(5,962,923)</b>	<b>(1,764,167)</b>
<b>Loss attributable to:</b>			
Owners of Alara Resources Limited		(4,222,585)	(1,005,903)
Non-controlling interest		(3,721,234)	(590,063)
		<b>(7,943,819)</b>	<b>(1,595,966)</b>
<b>Total comprehensive income for the half year attributable to:</b>			
Owners of Alara Resources Limited		(2,241,689)	(1,174,104)
Non-controlling interest		(3,721,234)	(590,063)
		<b>(5,962,923)</b>	<b>(1,764,167)</b>
<b>Loss per share:</b>			
Basic and diluted loss per share cents	3	(0.59)	(0.14)

The accompanying notes form part of this consolidated financial statement.



## Consolidated Statement of Financial Position as at 31 December 2024

	Note	31 Dec 2024 \$	30 Jun 2024 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	9,772,992	4,355,812
Trade and other receivables		5,119,749	4,842,437
Other current assets		199,193	141,742
Inventories	5	15,004,254	7,212,316
Financial assets		37,977	329,963
<b>TOTAL CURRENT ASSETS</b>		<b>30,134,165</b>	<b>16,882,270</b>
<b>NON-CURRENT ASSETS</b>			
Financial assets	6	824,449	806,043
Investments in associates		435,752	354,715
Intangibles		145	480
Property, plant and equipment	7	32,659,745	36,423,933
Mine properties	7	102,527,459	100,537,641
Development assets	7	12,431,732	10,450,328
Exploration and evaluation	8	5,328,125	4,689,128
Advances to sub-contractors		3,122,179	1,805,416
<b>TOTAL NON-CURRENT ASSETS</b>		<b>157,329,586</b>	<b>155,067,684</b>
<b>TOTAL ASSETS</b>		<b>187,463,751</b>	<b>171,949,954</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	9	67,296,456	53,797,327
Provisions		2,050,083	364,199
Financial liabilities	10	22,075,558	19,099,990
<b>TOTAL CURRENT LIABILITIES</b>		<b>91,422,097</b>	<b>73,261,516</b>
<b>NON-CURRENT LIABILITIES</b>			
Financial liabilities	10	81,399,787	78,083,648
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>81,399,787</b>	<b>78,083,648</b>
<b>TOTAL LIABILITIES</b>		<b>172,821,884</b>	<b>151,345,164</b>
<b>NET ASSETS</b>		<b>14,641,867</b>	<b>20,604,790</b>
<b>EQUITY</b>			
Issued capital	11	68,722,146	68,722,146
Reserves		17,042,300	15,061,404
Accumulated losses		(69,308,205)	(65,085,620)
Parent interest		16,456,241	18,697,930
Non-controlling interest		(1,814,374)	1,906,860
<b>TOTAL EQUITY</b>		<b>14,641,867</b>	<b>20,604,790</b>

The accompanying notes form part of this consolidated financial statement.

## Consolidated Statement of Changes in Equity for the half year ended 31 December 2024

	Issued Capital	Foreign Currency Translation Reserve	Accumulated Losses	Transactions with Minority Interest	Non-Controlling Interest	Total
	\$	\$	\$	\$	\$	\$
Balance as at 1 July 2023	68,722,146	5,661,103	(59,292,994)	8,593,853	5,396,815	29,080,923
Foreign currency translation reserve	–	(168,201)	–	–	–	(168,201)
Other comprehensive income for the half-year	–	(168,201)	–	–	–	(168,201)
Transaction with minority interests	–	–	–	–	1,342,649	1,342,649
Loss for the half year	–	–	(1,005,903)	–	(590,063)	(1,595,966)
Total comprehensive income/(loss) for the half year	–	(168,201)	(1,005,903)	–	752,586	(421,518)
<b>Transactions with owners in their capacity as owners:</b>	–	–	–	–	–	–
<b>Balance as at 31 Dec 2023</b>	<b>68,722,146</b>	<b>5,492,902</b>	<b>(60,298,897)</b>	<b>8,593,853</b>	<b>6,149,401</b>	<b>28,659,405</b>
Balance as at 1 July 2024	68,722,146	6,467,551	(65,085,620)	8,593,853	1,906,860	20,604,790
Foreign currency translation reserve	–	1,980,896	–	–	–	1,980,896
Other comprehensive income for the half-year	–	1,980,896	–	–	–	1,980,896
Transaction with minority interests	–	–	–	–	–	–
Loss for the half year	–	–	(4,222,585)	–	(3,721,234)	(7,943,819)
Total comprehensive income/(loss) for the half year	–	1,980,896	(4,222,585)	–	(3,721,234)	(5,962,923)
<b>Transactions with owners in their capacity as owners</b>	–	–	–	–	–	–
<b>Balance as at 31 Dec 2024</b>	<b>68,722,146</b>	<b>8,448,447</b>	<b>(69,308,205)</b>	<b>8,593,853</b>	<b>(1,814,374)</b>	<b>14,641,867</b>

The accompanying notes form part of this consolidated financial statement.

## Consolidated Statement of Cash Flows for the half year ended 31 December 2024

	Note	31 Dec 2024	31 Dec 2023
		\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers		19,486,230	-
Payments to suppliers (inclusive of GST)		(6,291,426)	(799,252)
Payments to employees		(4,169,345)	(734,327)
Interest received		4,494	11,372
Interest & other costs of finance paid		(3,129,702)	-
<b>NET CASHFLOWS PROVIDED BY/(USED IN) OPERATING ACTIVITIES</b>		<b>5,900,251</b>	<b>(1,522,207)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Payments for plant and equipment		(41,620)	936,473
Payments for development expenditure		(288,992)	(14,474,803)
Loans to other entities		-	(121,107)
Proceeds from disposal and redemption of financial assets		294,635	300,000
<b>NET CASHFLOWS PROVIDED BY/(USED IN) INVESTING ACTIVITIES</b>		<b>(35,977)</b>	<b>(13,359,437)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from borrowings		537,761	14,999,000
Repayment of borrowings		(1,868,654)	-
Additional funds introduced by minorities		-	1,342,644
Loan from shareholders		622,994	-
<b>NET CASHFLOWS (USED IN)/PROVIDED BY FINANCING ACTIVITIES</b>		<b>(707,899)</b>	<b>16,341,644</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS HELD</b>		<b>5,156,375</b>	<b>1,460,000</b>
Cash and cash equivalents at beginning of the financial half year		4,355,812	3,656,745
Effect of exchange rate changes on cash		260,805	(33,023)
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL HALF YEAR</b>	<b>4</b>	<b>9,772,992</b>	<b>5,083,722</b>

The accompanying notes form part of this consolidated financial statement.

## 1. MATERIAL ACCOUNTING POLICY INFORMATION

### Statement of compliance

The half-year financial statements are a general-purpose financial report prepared in accordance with the *Corporations Act 2001* and AASB 134 "Interim Financial Reporting". Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 "Interim Financial Reporting". These half-year financial statements do not include notes of the type normally included in the annual financial statements and shall be read in conjunction with the most recent annual financial statements and the Company's ASX announcements released from 1 July 2024 to the date of this report.

### Basis of preparation

The financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

### Going Concern Assumption

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

During the period, the Consolidated Entity incurred an operating loss before tax of AUD 7,943,824 (31 December 2023 loss AUD 1,595,966) net cash inflow from operating activities of AUD 5,900,251 (31 December 2023 AUD (1,522,207)) and a working capital deficiency of AUD (61,287,932) (30 June 2024: AUD (56,379,246)). As at 31 December 2024, the Group had a cash at bank balance of AUD 9,772,992 (30 June 2024 AUD 4,355,812) and bank deposits of AUD 220,348 (30 June 2024 AUD 534,942).

Related-party creditors of Al Hadeetha Resources LLC (AHRL), including the shareholders in that company other than Alara, which have contracts for the provision of various mining and construction services to AHRL, agreed to defer current liabilities owing to them of AUD50,308,057. Amounts deferred bear interest at 10% per annum, except for the period from 24 February 2024 to 30 June 2025, which the creditors have agreed to waive.

The Group entered into an unsecured loan agreement with Al Hadeetha Investments LLC on 16 April 2017 for a maximum of USD 2 million to assist in the working capital funding requirements. As at balance date, the Consolidated Entity has drawn down OMR 256,668 (USD 664,654). The balance of USD 1,335,346 it is not practical for AHR to draw further on this facility at this time. AHR owes AHI and/or its related parties (together referred to as AHI) amounts which exceed the undrawn balance under this loan facility, as payables for services provided by AHI, payment of which AHI has deferred. On a review of this facility AHRL determined that were it to seek to draw further on it, it is reasonable to expect that AHI would require it to apply the amount drawn in paying down the trade payables. Accordingly, the total available amount of is treated as equal to the amount currently drawn down.

Directors considered a cash flow forecast for the 12 months from the date of this Report which indicates that the Consolidated Entity will have a shortfall of cash required to meet its commitments of \$8.425 million over that period. To enable the Consolidated Entity to meet the projected cash shortfall Alara will require to raise funds from the issue of equity. Directors have received commitments from major shareholders to contribute to a proposed capital raising sufficient to fully meet the projected shortfall.

Accordingly, the Directors consider the basis of going concern to be appropriate based on their view that the Company has reasonable prospects of raising capital to meet its projected cash deficiency for the next 12 months.

### New Standards, Interpretations and Amendments

In the half-year ended 31 December 2024, the Group has reviewed all the new and revised Standards and Interpretations issued by the AASB that are relevant to its operations and effective for annual reporting periods beginning on or after 1 July 2024.

It has been determined that there is no material impact of the new and revised Standards and Interpretations on the financial position or performance of the Group.

### Impact of standards issued but not yet applied by the Group

The Group has also reviewed all new Standards and Interpretations that have been issued but are not yet effective for the half-year ended 31 December 2024. As a result of this review the Directors have determined that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on its business and, therefore, no change was necessary to Group accounting policies.

### Estimates

When preparing the interim financial statements, management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses.

The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results. The judgements, estimates and assumptions applied in the interim financial statements, including the key sources of estimation uncertainty were the same as those applied in the Consolidated Entity's last annual financial statements for the year ended 30 June 2024.

## 2. REVENUE AND OTHER INCOME

	31 Dec 2024	31 Dec 2023
	\$	\$
Revenue from sale of copper and gold	19,005,668	-
Interest	7,531	24,046
Other income	64,876	-
	19,078,075	24,046

## 3. EARNINGS/(LOSS) PER SHARE

	31 Dec 2024	31 Dec 2023
	\$	\$
Basic (loss) per share cents	(0.59)	(0.14)
Loss used to calculate (loss) per share	(4,222,585)	(1,005,903)
Weighted average number of ordinary shares during the period used in calculation of basic earnings/(loss) per share	718,087,541	718,087,541

Under AASB 133 “Earnings per share”, potential ordinary shares such as options will only be treated as dilutive when their conversion to ordinary shares would increase loss per share from continuing operations.

## 4. CASH AND CASH EQUIVALENTS

	31 Dec 2024	30 June 2024
	\$	\$
Cash in hand	3,890	5,233
Cash at bank	9,769,102	4,238,757
Term deposits	-	111,822
	9,772,992	4,355,812

## 5. INVENTORIES

	31 Dec 2024	30 June 2024
	\$	\$
Raw materials	6,540,875	3,202,178
Finished goods	4,553,112	804,678
Other – spare parts	3,910,267	3,205,460
	15,004,254	7,212,316

*[The remainder of this page is intentionally blank]*

## 6. FINANCIAL ASSETS – NON-CURRENT

	31 Dec 2024	30 June 2024
	\$	\$
<b>Non-Current</b>		
Interest-free loan to Alara Resources LLC	435,028	435,028
Loan to other entities - interest loan	169,073	166,035
Bank Deposits (more than one year)	220,348	204,979
	824,449	806,042

## 7. PROPERTY, PLANT AND EQUIPMENT

	Plant and Equipment	Mine Properties	Development assets	Total
	\$	\$	\$	\$
<b>Year ended 30 June 2024</b>				
Carrying amount at beginning	2,151,911	-	98,618,098	100,770,009
Transfer from development	38,011,394	103,107,787	(141,119,181)	-
Additions	21,934	-	53,386,266	53,408,200
Disposal	-	-	-	-
Depreciation expense	(3,817,053)	(2,614,630)	-	(6,431,683)
Exchange difference	55,747	44,484	(434,856)	(334,625)
Closing amount at reporting date	36,423,933	100,537,641	10,450,327	147,411,901
<b>30 June 2024</b>				
Cost or fair value	41,168,980	103,107,787	10,450,327	154,727,094
Accumulated depreciation	(4,745,047)	(2,570,146)	-	(7,315,193)
<b>Net carrying amount</b>	36,423,933	100,537,641	10,450,327	147,411,901
<b>Half Year ended 31 December 2024</b>				
Carrying amount at beginning	36,423,933	100,537,641	10,450,327	147,411,901
Additions	41,620	-	849,326	890,946
Disposal	-	-	-	-
Depreciation expense	(6,130,713)	(5,189,329)	-	(11,320,042)
Exchange difference	2,324,907	7,179,145	1,132,079	10,636,131
Closing amount at reporting date	32,659,745	102,527,459	12,431,732	147,618,936
<b>31 December 2024</b>				
Cost or fair value	44,277,802	110,816,006	12,431,732	167,525,540
Accumulated depreciation	(11,618,057)	(8,288,547)	-	(19,906,604)
<b>Net carrying amount</b>	32,659,745	102,527,459	12,431,732	147,618,936

## 8. EXPLORATION AND EVALUATION

	31 Dec 2024	30 Jun 2024
	\$	\$
Opening balance	4,689,128	4,713,750
- Exploration and evaluation expenditure	-	9,213
- Exchange differences	638,997	(33,835)
- Reinstatement of foreign reserve balance relating to prior years	-	-
Closing balance	5,328,125	4,689,128

Alara Oman Operations Pty Limited (a wholly owned Australian subsidiary) gained a 50% shareholding interest in a jointly controlled company, Daris Resources LLC (Oman), on 1 December 2010. The principal activity of this company is exploration, evaluation and development of mineral licences in Oman. The Consolidated Entity has a valid and legally enforceable contractual right to commercially exploit the Daris Project held by Daris Resources LLC (in which the Consolidated Entity has a 50% shareholding interest) and does not hold the legal title to the mineral exploration licence (which is held by the other 50% shareholder of Daris Resources LLC). The financial statements have been prepared on this basis. Should these legal rights not be enforceable, the carrying value of Exploration and Evaluation Expenditure attributable to the Daris Project would be impaired in full.

## 9. TRADE AND OTHER PAYABLES

	31 Dec 2024	30 June 2024
	\$	\$
Trade payables	65,096,827	51,384,719
Other payables	2,199,629	2,412,608
	67,296,456	53,797,327

Included in trade payables are amounts owing to Alara Resources LLC of \$31,468,171 (30 June 2024: \$24,624,365). The Group holds a 35% interest in Alara Resources LLC.

## 10. FINANCIAL LIABILITIES

	31 Dec 2024	30 Jun 2024
	\$	\$
<b>Non-Current</b>		
Loan - Sohar International Bank	77,581,407	71,669,942
Loan with unrelated third party	1,071,142	888,548
Loan - Trafigura Pte Ltd	2,655,085	5,418,886
Loan from associate (Alara Resources LLC)	92,153	92,154
Vehicle loan	-	14,118
	81,399,787	78,083,648
<b>Current</b>		
Loan - Sohar International Bank	18,628,325	19,067,339
Trafigura Pte Ltd	2,763,800	-
Loan from shareholders	622,994	-
Insurance premium funding	36,558	17,144
Vehicle loan	23,882	15,507
	22,075,559	19,099,990

- (i) On 16 April 2017, Al Hadeetha Resources LLC (AHR) (which conducts the Al Hadeetha Copper-Gold Project (Project)), in which the Company is a 51% shareholder) entered into an unsecured loan agreement as borrower with Al Hadeetha Investments LLC (Lender) (an un-related company, which holds the remaining 30% of the shares in AHR). Under the agreement, AHR may draw down a maximum of USD 2 million (AUD 3,223,160; OMR 772,336) to assist with working capital for the Project (AHI to AHR Loan). The AHI to AHR Loan bears interest at LIBOR plus two percent per annum. The Loan will be in effect for the duration of the Project joint venture agreement, at which time AHR must repay any outstanding balance. AHR must make interim repayments equal to its available net cash profit (if any) at the end of each financial year. During the year AHR has not made any drawdowns under the Loan. The total amount drawn down (being the total amount owing by AHR under the Loan to the end of the year OMR 256,668 (USD 664,653; AUD 1,071,142). Balance OMR 515,668, (USD 1,335,346; AUD 2,152,017) it is not practical for AHR to draw further on this facility at this time. AHR

owes AHI and/or its related parties (together referred to as AHI) amounts which exceed the undrawn balance under this loan facility, as payables for services provided by AHI, payment of which AHI has deferred. On a review of this facility AHR determined that were it to seek to draw further on it, it is reasonable to expect that AHI would require it to apply the amount drawn in paying down the trade payables. Accordingly, the total available amount of this loan is and will be reported as equal to the amount currently drawn down

Although the AHI to AHR Loan is shown as a liability in the consolidated financial statements, loans by entities within the Alara Consolidated Entity to AHR, which is also within that Consolidated Entity (Consolidated Entity AHR Loans) are not shown in the consolidated financial statements. The Consolidated Entity AHR Loans total AUD 23.31 million and are subject to the same loan terms as the AHI to AHR Loan. The Consolidated Entity AHR Loans are repayable on the same basis as the AHI to AHR Loan. Therefore, if AHR makes a loan repayment to AHI, AHR will also be required to make a loan repayment to its lenders within the Alara Consolidated Group on a pro-rata basis

- (ii) The Company's 51% subsidiary Al Hadeetha Resource LLC (AHRL) has a finance facility of OMR 24.8 million (AUD103.50 million) (Facility) from Sohar International Bank (Sohar) for construction of mining and processing infrastructure at AHRL's Wash-hi – Majaza copper-gold project. The Facility is secured over AHRL's mining property and mine development assets and by corporate guarantees by stakeholders of AHRL, including an Alara wholly owned subsidiary. The interest rate for the Facility is 6.25% per annum for amounts drawn in OMR and 5.15% per annum for amounts drawn in USD, reviewable annually. The Facility has a term of 9 year and 9 months, including a moratorium period of 2 years and 9 months in which only interest is payable. The bank has agreed to defer three quarters EMI. After the moratorium and agreed deferred period, the principal of the Facility is repayable in 25 equal quarterly instalments. Interest is payable monthly throughout the term. There have been no breaches of the covenants or other provisions of the Facility in the reporting period or subsequently to the date of this report. Sohar is a well-known and respected Bank in Oman. The Group's due diligence in connection with entering the Facility involved reviewing publicly available information regarding Sohar and making enquiries of other AHRL shareholders, which are large Omani conglomerates each with extensive knowledge of the Omani banking industry.
- (iii) In July 2023 the Company entered a loan agreement with Trafigura Pte Ltd for finance of USD 3.45 million (AUD 5.07 million, at a USD:AUD exchange rate of 1.48 at approximately the time of drawdown) (**Trafigura Loan**). The interest rate payable under the Trafigura Loan is SOFR 5.33% +5.15% per annum. The Trafigura Loan has a maturity date of 30 June 2029. The loan is secured by 179,521,885 warrants issued to Trafigura Pte Ltd which may be exercised on default of the loan.

## 11. ISSUED CAPITAL

	31 Dec 2024	30 Jun 2024	31 Dec 2024	30 Jun 2024
	No	No	\$	\$
Fully paid ordinary shares	718,087,541	718,087,541	68,722,146	68,722,146
<b>30 Jun 2024</b>				
			No	\$
Balance as at 1 July 2023			718,087,541	68,722,146
- Share movement during the 2024 financial year			-	-
- Share issue costs during the 2024 financial year			-	-
Balance as at 30 June 2024			718,087,541	68,722,146
<b>31 Dec 2024</b>				
			No	\$
Balance as at 1 July 2024			718,087,541	68,722,146
- Share movement during the period			-	-
Balance as at 31 December 2024			718,087,541	68,722,146

Each fully paid, ordinary share carries one vote per share and the right to participate in dividends. Ordinary shares have no par value, and the Company does not have a limit on the amount of its capital.



## 12. SEGMENT INFORMATION

The Board has considered the activities/operations and geographical perspective within the operating results and has determined that the Consolidated Entity operates in the resource exploration, evaluation and development sector within geographic segments - Australia, Oman and Saudi Arabia.

<b>6 months to 31 Dec 2024</b>	<b>Australia \$</b>	<b>Oman \$</b>	<b>Saudi Arabia \$</b>	<b>Total \$</b>
Total segment revenues	7,276	19,070,799	-	19,078,075
Total segment loss before tax	(902,448)	(7,058,168)	16,797	(7,943,819)
<b>31 December 2024</b>				
Total segment assets	2,572,176	184,891,575	-	187,463,751
Total segment liabilities	(7,090,410)	(165,731,474)	-	(172,821,884)
<b>6 months to 31 Dec 2023</b>				
Total segment revenues	23,835	211	-	24,046
Total segment loss before tax	(104,719)	(1,485,045)	(6,202)	(1,595,966)
<b>30 June 2024</b>				
Total segment assets	2,663,704	169,286,250	-	171,949,954
Total segment liabilities	(5,936,609)	(145,408,555)	-	(151,345,164)
<b>Reconciliation of segment information</b>				
			<b>31 Dec 2024 \$</b>	<b>30 Jun 2024 \$</b>
<b>(i) Total segment assets</b>				
Total Assets as per Statement of Financial Position			187,463,751	171,949,954
<b>(ii) Total segment revenues</b>				
Total Revenue as per Statement of Profit or Loss and Other Comprehensive Income			19,078,075	5,500,421
<b>(iii) Total segment (loss) before tax</b>				
Total Consolidated Entity (loss) before tax			(7,943,819)	(10,625,095)

## 13. COMMITMENTS

There are no material changes to capital commitments since those reported as at 30 June 2024.

## 14. CONTINGENT ASSETS AND LIABILITIES

There are no changes to contingent assets and liabilities since 30 June 2024.

## 15. SUBSEQUENT EVENTS

Two tailings filter presses (TFPs) were ordered from China to replace the TFP initially installed at the Al Wash-hi mine, due to that unit operating below rated capacity. The new TFPs were delivered to the mine-site in March 2025 and will be installed to operate in parallel with each other. Civil and structural works required to house the new TFPs are due for completion by April 2025 with commissioning scheduled for May.

The Directors are not aware of any other matters or circumstances at the date of this Report, other than those referred to in the Directors' Report or the financial statements or notes thereto which occurred during or after the reporting period which significantly affected or may significantly affect the operations, the results of operations or the state of affairs of the Company and Consolidated Entity in subsequent financial years.

# Directors' Declaration

The Directors of the Company declare that:

1. The Financial Statements, comprising the Consolidated Statement of Profit or Loss and Other Comprehensive Income, Consolidated Statement of Financial Position, Consolidated Statement of Changes in Equity and Consolidated Statement of Cash Flows and accompanying notes as set out on pages 7 – 16, are in accordance with the *Corporations Act 2001* and:
  - (a) Comply with Australian Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001; and
  - (b) Give 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
2. 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 section 303(5) of the *Corporations Act 2001*.



**Atmavireshwar Sthapak**  
Managing Director  
14 March 2025

**ALARA RESOURCES LIMITED**  
**INDEPENDENT AUDITOR'S REVIEW REPORT**

To the members of Alara Resources Limited

**Conclusion**

We have reviewed the half-year financial report of Alara Resources Limited ("the Company"), and its controlled entities ("the Group"), which comprises the consolidated statement of financial position as at 31 December 2024, the consolidated statement of profit and loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, material accounting policies information, other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of the Group does not comply with the *Corporations Act 2001* including:

- a) giving a true and fair view of the Group's financial position as at 31 December 2024 and of its financial performance for the half-year ended on that date; and
- b) complying with Australian Accounting Standards AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

**Basis for Conclusion**

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the Auditor's Responsibilities for the Review of the Financial Report section of our report. We are independent of the Group 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 the Company would be in the same terms if given to the directors as at the time of this auditor's review report.

**In.Corp Audit & Assurance Pty Ltd**  
**ABN 14 129 769 151**

Level 1  
6-10 O'Connell Street  
SYDNEY NSW 2000

Suite 11, Level 1  
4 Ventnor Avenue  
WEST PERTH WA 6005

GPO BOX 542  
SYDNEY NSW 2001

T +61 2 8999 1199  
E [team@incorpadvisory.au](mailto:team@incorpadvisory.au)  
W [incorpadvisory.au](http://incorpadvisory.au)

**ALARA RESOURCES LIMITED**

**INDEPENDENT AUDITOR'S REVIEW REPORT (continued)**

**Emphasis of Matter - 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 of \$7,943,824 for the half year and as at that date the Group's current liabilities exceeded its current assets by \$61,287,932. 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 and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our conclusion is not modified in respect of this matter.

**Directors' Responsibility for the Half-Year 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 control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement whether due to fraud or error.

**Auditor's Responsibility for the Review of the Half-Year Financial Report**

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with *the Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2024 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting and the Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**In.Corp Audit & Assurance Pty Ltd**



**Graham Webb**  
Director

Perth, 14 March 2025

## Forward-Looking Statements

This report contains 'forward-looking statements' and 'forward-looking information', including statements and forecasts which include without limitation, expectations regarding future performance, costs, production levels or rates, mineral reserves and resources, the financial position of Alara, industry growth and other trend projections. Often, but not always, forward-looking information can be identified by the use of words such as 'plans', 'expects', 'is expected', 'is expecting', 'budget', 'scheduled', 'estimates', 'forecasts', 'intends', 'anticipates', or 'believes', or variations (including negative variations) of such words and phrases, or state that certain actions, events or results 'may', 'could', 'would', 'might', or 'will' be taken, occur or be achieved. Such information is based on assumptions and judgements of management regarding future events and results. The purpose of forward-looking information is to provide the audience with information about management's expectations and plans. Readers are cautioned that forward-looking information involves known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of Alara and/or its subsidiaries to be materially different from any future results, performance or achievements expressed or implied by the forward-looking information. Such factors include, among others, changes in market conditions, future prices of gold and silver, the actual results of current production, development and/or exploration activities, changes in project parameters as plans continue to be refined, variations in grade or recovery rates, plant and/or equipment failure and the possibility of cost overruns.

Forward-looking information and statements are based on the reasonable assumptions, estimates, analysis and opinions of management made in light of its experience and its perception of trends, current conditions and expected developments, as well as other factors that management believes to be relevant and reasonable in the circumstances at the date such statements are made, but which may prove to be incorrect. Alara believes that the assumptions and expectations reflected in such forward-looking statements and information are reasonable. Readers are cautioned that the foregoing list is not exhaustive of all factors and assumptions which may have been used. Alara does not undertake to update any forward-looking information or statements, except in accordance with applicable securities laws.

*[The remainder of this page is intentionally blank]*