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**TREK**  
METALS

# CONSOLIDATED FINANCIAL REPORT

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FOR THE HALF-YEAR ENDED  
30 SEPTEMBER 2023

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ABN 18 124 462 826

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## CORPORATE DIRECTORY

### DIRECTORS

Tony Leibowitz	<i>Non-Executive Chairman</i>
John Young	<i>Non-Executive Director</i>
Neil Biddle	<i>Non-Executive Director</i>
Valerie Hodgins	<i>Non-Executive Director</i>

### EXECUTIVE

Derek Marshall	Chief Executive Officer
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### COMPANY SECRETARY

#### Bermuda

Apex Corporate Services Ltd.  
Vallis Building, 4th Floor  
58 Par-la-Ville Road  
Hamilton HM 11  
Bermuda

#### Australia

#### (Local Agent and Joint Company Secretary)

Russell Hardwick

### REGISTERED OFFICE OF INCORPORATION

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Bermuda

### REGISTERED OFFICE - AUSTRALIA

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AUSTRALIA  
Tel: +61 8 63837844

### POSTAL ADDRESS

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Australia

### SHARE REGISTRY

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Pty Ltd  
GPO Box D182  
Perth WA 6841  
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### AUDITORS

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### WEBSITE

[www.trekmetals.com.au](http://www.trekmetals.com.au)

## DIRECTOR'S REPORT

The Directors are pleased to submit the report of Trek Metals Limited ("TKM", "Trek" or the "Company Company") and its controlled entities ("Consolidated Entity" or "Group") for the half year ended 30 September 2023.

### PRINCIPAL ACTIVITIES

The principal activities of the Company and its subsidiaries ("the Group") is the identification and exploration for mineral resources.

### RESULTS AND DIVIDEND

The loss for the Group for the half-year ended 30 September 2023 was \$883,952 (2022: loss \$1,121,007). The Directors do not recommend the payment of a dividend.

### 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.

Tony Leibowitz (Non-Executive Chairman)

Neil Biddle (Non-Executive Director)

John Young (Non-Executive Director)

Valerie Hodgins (Non-Executive Director)



## REVIEW OF OPERATIONS

### CHRISTMAS CREEK PROJECT (KIMBERLEY, WESTERN AUSTRALIA)

Subsequent to the end of the reporting period, Trek announced the acquisition of the district-scale **Christmas Creek Project**, located south-west of Halls Creek in the Kimberley region of Western Australia.

The Christmas Creek Project represents a previously unexplored, largely concealed district-scale gold and rare earths exploration opportunity, associated with a major continental-scale tectonic lineament intersection. The Project covers a total area of 1,183km<sup>2</sup>, all of which is covered by Heritage Access Agreements, with total exploration expenditure to date of ~\$5.7 million.

The Project previously sat within Newmont's suite of exploration projects, held under a joint venture with Archer X Pty Ltd. Under the previous joint venture and earn-in agreement, Newmont had successfully earned a 75% interest in the Project. Newmont subsequently relinquished that interest following a rebalancing of its global exploration portfolio, returning the Project to 100% Archer X ownership.

Archer X targeted the area as it believed it may be an extension of the prolific Granites-Tanami Orogen (Figure 1), exposed as a basement high, with metasediments in the area showing a correlation to the Tanami host sequences. Newmont's Tanami mine in the Northern Territory is of global significance, with Proven and Probable Reserves of 5.7Moz, plus an additional 4.2Moz in Resources (as at 31st December 2022, refer to Newmont News Release from 23rd February 2023). The Tanami mine has been owned and operated by Newmont since 2002, producing an average of 500koz of gold each year.



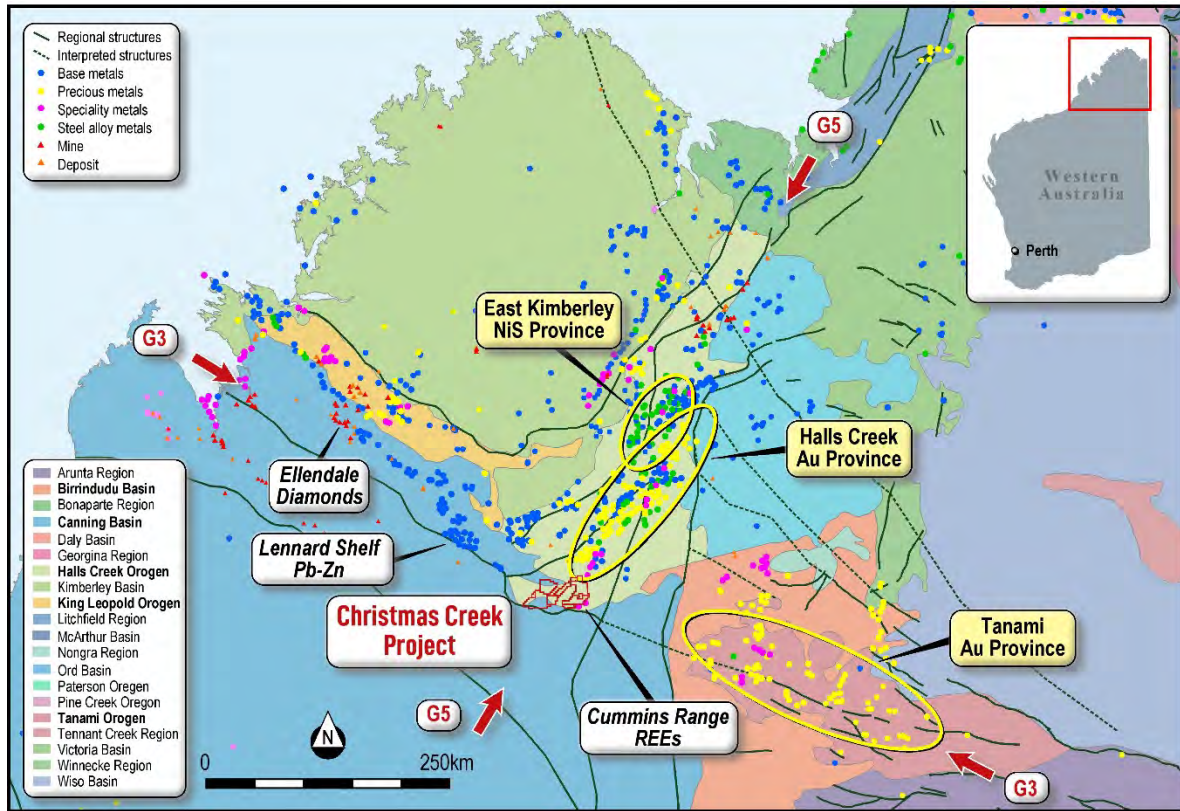


Figure 1. Continental scale context and location map for the Christmas Creek Project, located at the intersection of G3 and G5 metallogenic lineament corridors, potentially representing the intersection of the Granites-Tanami Orogen & the Halls Creek Orogen.

Four major prospects have been identified within the Christmas Creek Project area – Martin, Coogan, Zahn and Willis (Figure 2) utilising Newmont’s proprietary Deep Sensing Geochemistry (DSG) which has been developed to explore for mineralisation concealed under cover.

The presence of bedrock gold mineralisation has been confirmed by drilling at Martin and Coogan, although both these prospects remain sparsely drill tested, in particular Coogan with drill lines approximately 1km apart. The strong gold surface anomalism at Zahn remains unexplained in drilling and there has been no drilling to date at the Willis Prospect.

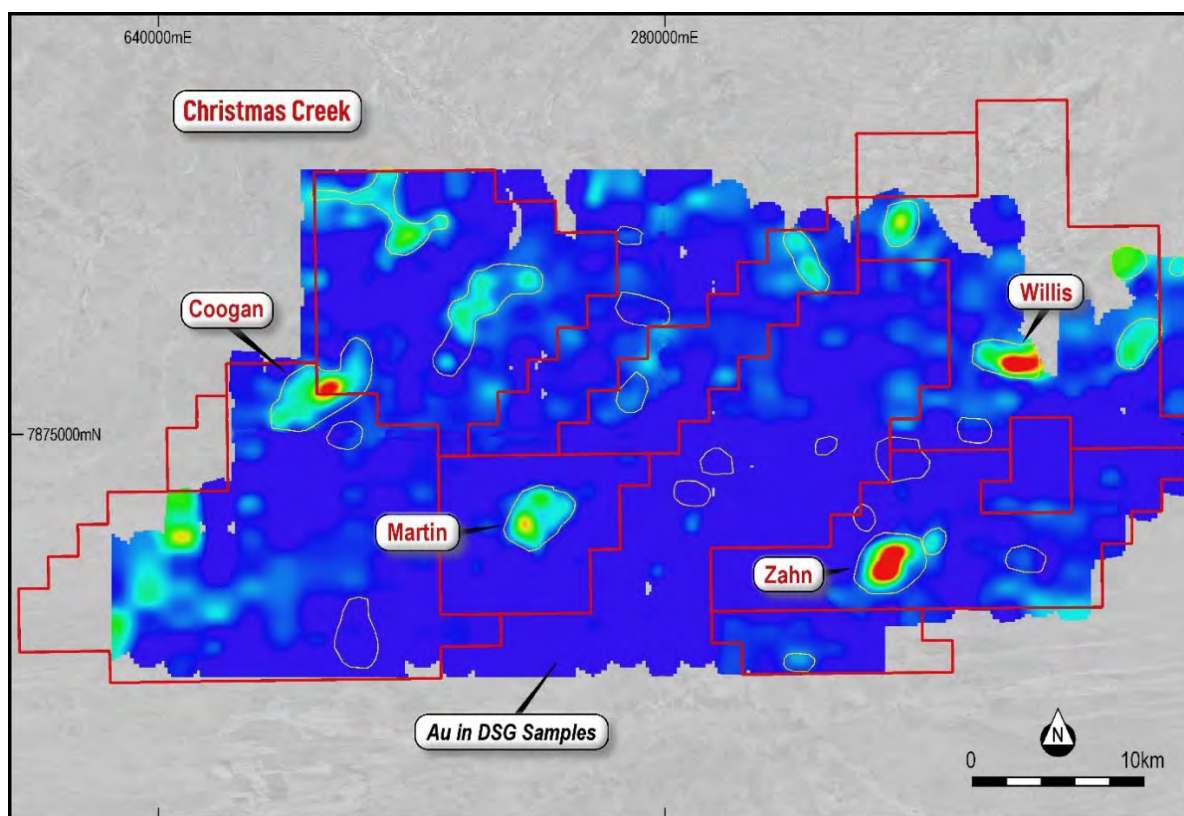


Figure 2: Gold heatmap as defined by Deep Sensing Geochemistry (DSG) surface geochemistry across the project area, highlighting the four main prospect areas; Coogan, Martin, Zahn & Willis.

In September 2019, a shallow air-core drilling program was completed comprising of 155 holes at the Martin prospect and 56 holes over Zahn. In 2020, the Martin prospect was followed up with 17 RC drill-holes and three holes at Zahn. Coogan was drill tested in August 2022 with 18 RC drill-holes.

Drill intersections at **Martin** include 7m @ 4.9g/t Au and 2m @ 9.65g/t Au, with the mineralisation remaining open in all directions (Figure 3). In particular, NEWXRC012 with 2m @ 9.65g/t Au from 72m is the southernmost hole on the westernmost RC traverse at Martin, and NEWXRC015 being the northernmost hole on the easternmost RC drill line with 4m @ 1.22g/t Au from 8m and 3m @ 2.03g/t Au from 137m, provide immediate drill targets.

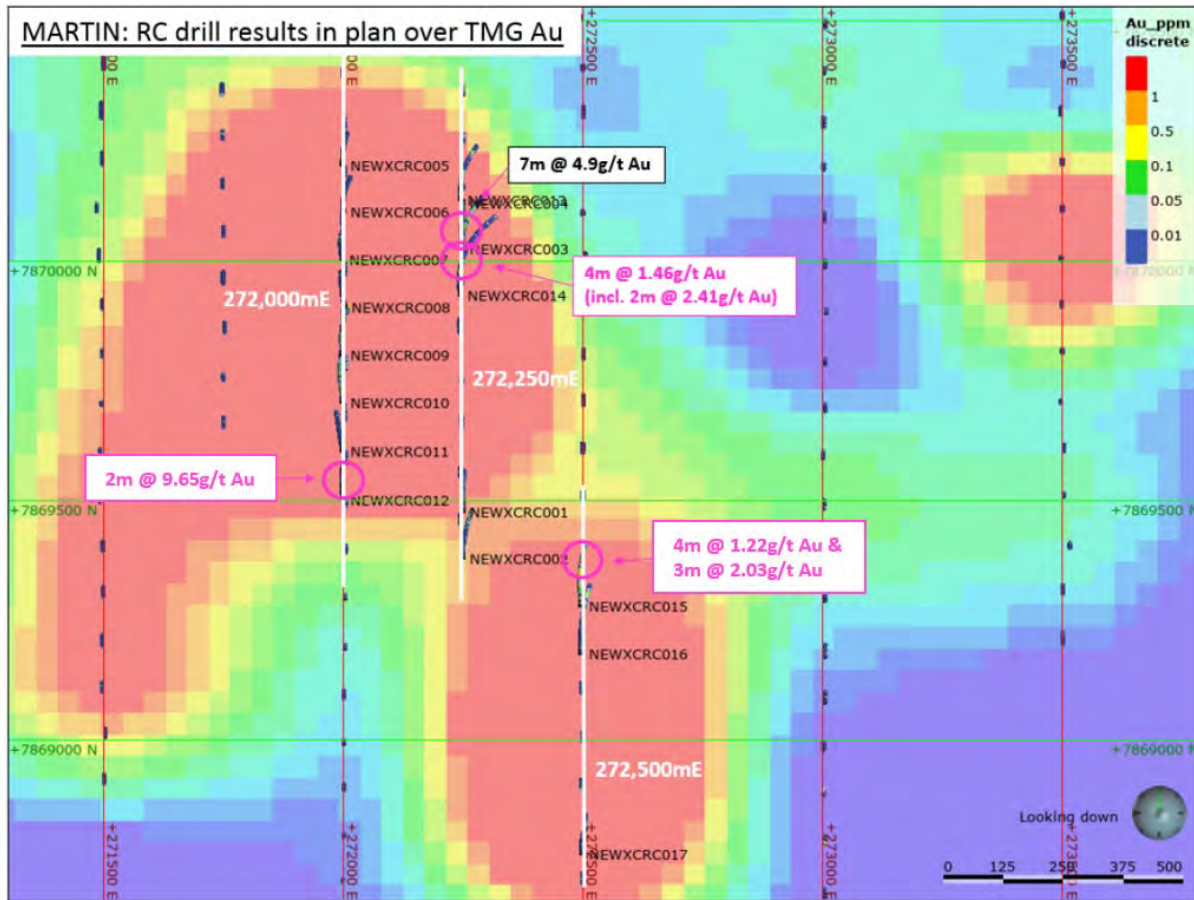


Figure 3. Plan view of the Martin Prospect highlighting the peak Au anomalies in RC and AC drilling over TMG Au score. Noting that several of the significant intersections occur at the end of the RC drill lines, with mineralisation remaining open, providing immediate drill targets.

A broad gold-mineralised structure with intersections such as 34m @ 0.18g/t Au and 38m @ 0.16g/t Au has been defined at **Coogan** by drilling on two sections about 1km apart, with the central core of the anomaly (between these sections) remaining untested.

**Zahn** is the strongest DSG gold anomaly and remains unexplained by very limited drilling. To date only three RC holes have been drilled at Zahn. Refer to Tables 1, 2 and 4 for further details.

**Willis** is a large ~1,500m long coherent gold anomaly in an area of total concealment that remains undrilled, providing an exceptional exploration target.



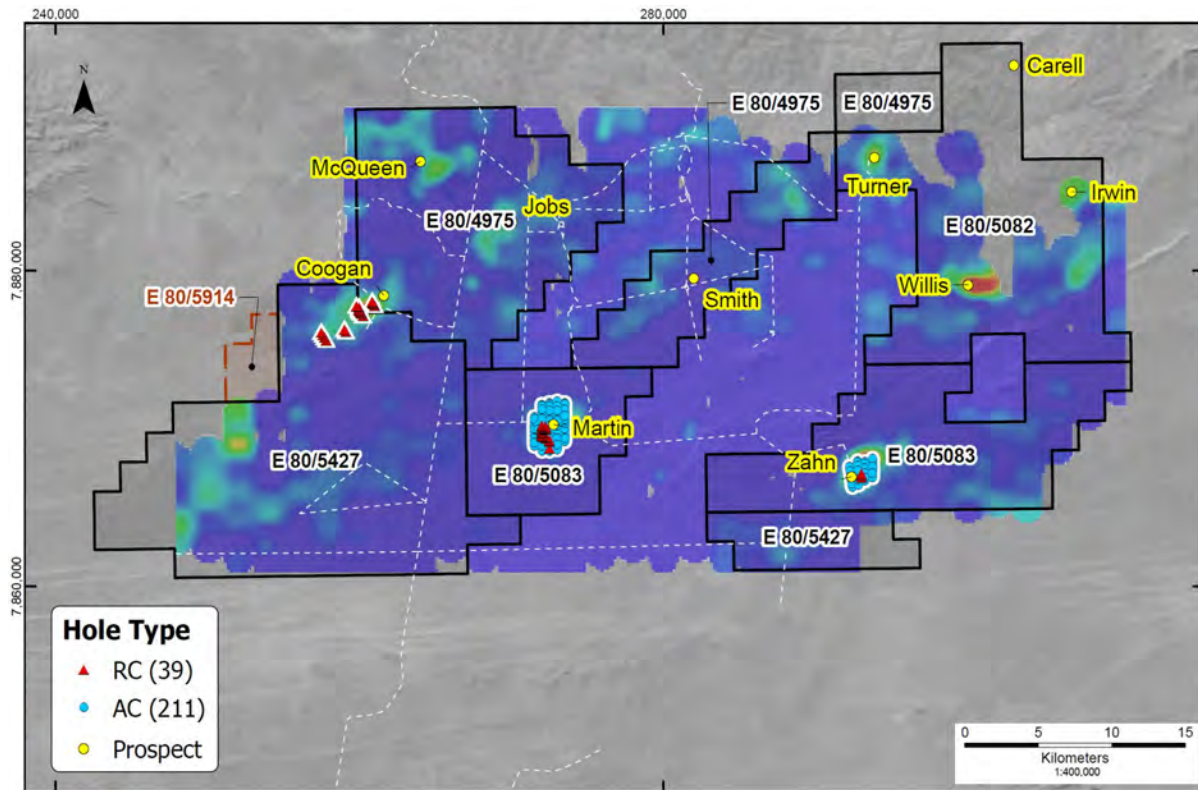


Figure 4. Drill-hole locations over gold DSG surface geochemistry, showing air-core (AC) drilling completed at Martin & Zahn, reverse circulation (RC) drilling completed at Coogan, Martin & Zahn, and remaining prospect areas with no drilling to date.

Newmont's exploration of this largely covered project area with their own proprietary DSG surface geochemical sampling has been highly successful in locating concealed mineralisation, however there is no reason to think that this has sterilised covered areas where no significant response was obtained.

The occurrence of a strongly gold anomalous air-core hole outside the footprint of the geochemical anomaly at the Martin prospect provides evidence in support of this. Refer to the Company's ASX Announcement dated 11 October 2023 for additional information on historical exploration at Christmas Creek.

### **Future Exploration Potential**

Apart from the main prospect areas, Trek believes the project area has considerable additional exploration potential given there are several additional surface geochemical anomalies that have not been fully defined or tested.

Of note is a large gold anomaly located about 12km to the south-west of Coogan along the same structural trend (Figure 5). This anomaly has been defined by very broad-spaced (2 x 1km) geochemical sampling and extends over about 8km.

Trek believes that additional opportunities are present in the project area, such as the potential for rare earth element (REE) mineralisation, given the project's proximity to the Cummins Range REE deposit.

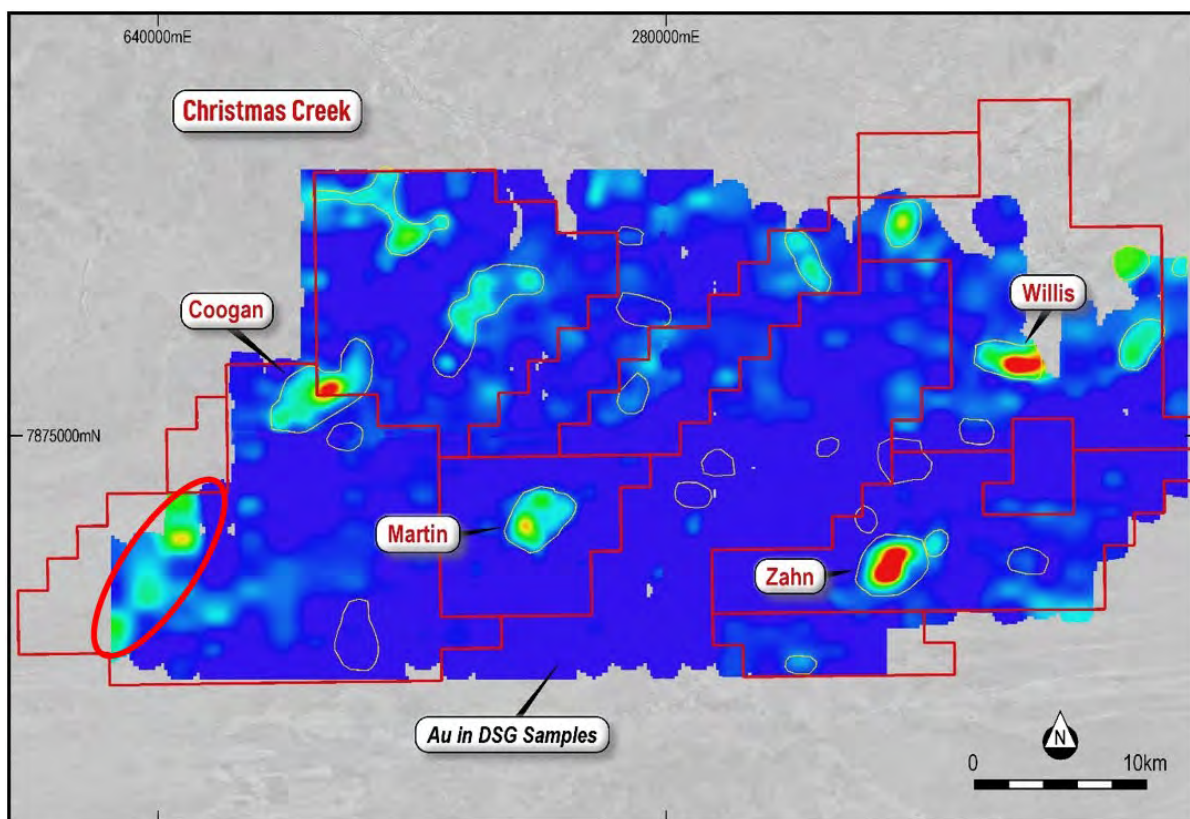


Figure 5: A large DSG gold anomaly (~ 8km long & highlighted by red circle) has been defined by broad-spaced (2k x 1km grid) DSG sampling to the south-west of Coogan, plausibly associated with the same metallogenic trend.

The Cummins Range Project, owned by RareX Limited (ASX: REE), is adjacent to the project tenements in the south-east of the Christmas Creek Project. This is hosted by a weathered carbonatite in the Cummins Range Intrusive Complex, with an Inferred and Indicated Resource of 519Mt at 0.32% total rare earth oxides (TREO) and 4.6% P<sub>2</sub>O<sub>5</sub>, for 1.6 million tonnes of contained TREO and 24 million tonnes of contained P<sub>2</sub>O<sub>5</sub> (refer ASX: REE announcement 1 May 2023).

Sampling conducted by Newmont indicates areas with elevated rare-earth elements (lanthanum, cerium and yttrium), typically highlighting resistate minerals such as monazite in alluvial regolith. To the east of the Project's Zahn prospect, approximately 7km west of the

Cummins Range Project, elevated REE's are coincident with elevated magnetics and could reflect carbonatite dykes.

Elevated lithium has also been evidenced in the DSG sampling. The lithium is spatially associated with granites and is well correlated with potassium reflecting the concentration of clays at the surface. The observed value of lithium is consistent with that seen at Tanami and is not suggestive of lithium-mineralised pegmatites. However, outcropping pegmatitic rocks in the area have not yet been sampled for geochemical analysis.

Spodumene-bearing pegmatites have been identified in the Halls Creek Orogen to the north-east of the Project and all known pegmatite occurrences are situated in the southern end of the orogen, indicating some potential for lithium pegmatites within the project area that have not been identified by the previous sampling.

### **Exploring Under Cover – The New Frontier**

Exploring under cover has been a focus for major mining companies as the general consensus from the mining industry is that the next round of significant mineral deposit discoveries is likely to come from basement rocks concealed undercover (not outcropping at surface).

This is one of the main drivers for Trek to acquire Archer X, with most of the Project area covered by recent transported material providing the opportunity to test large scale blind targets in a fertile terrane.

### **Key Terms of the acquisition**

- Binding Heads of agreement ("**Agreement**") to acquire 100% of the issued capital of Archer X Pty Ltd ("**Archer**") from the shareholders of Archer;
- Tenements: E80/4975, E80/5082, E80/5083, E80/5427, E80/5914 (App)
- Agreement is subject to normal condition precedent including:
  - Trek obtaining any board and regulatory approvals required;
  - The shareholders of Archer entering into the required escrow deeds; and;
  - Archer, Trek and where necessary, third parties, entering into any required deeds of assignment in relation to Archer or the tenements at settlement.

The consideration for the acquisition of Archer is:

#### **Upfront Consideration**

- i. Payment of \$250,000;
- ii. Cash payment as reimbursement for all costs and expenditure incurred by Archer in respect to the tenements during the period between 17 September 2023 and Settlement;
- iii. Issue of \$500,000 worth of fully paid ordinary shares in the capital of Trek (TKM Shares) based on the 20-day volume weighted average price (VWAP) measured on the date which is two days prior to the date of execution of the agreement; and
- iv. Payment of a 1.25% net smelter royalty for all minerals produced in respect of the Tenements to the Shareholders of Archer. Under the terms of the Royalty, upon a decision to mine being made at the Tenements, Trek will have the exclusive right to purchase the Royalty for \$5,000,000.

#### **Deferred Consideration**

- i. Issue of \$500,000 worth of fully paid ordinary shares in the capital of Trek based on the 20-day (VWAP) measured on the date which is two days prior to the date of issue;
- ii. Issued with a floor price of \$0.08;
- iii. Issued on the date that is 12 months from the date of settlement;
- iv. Any shares issued will be subject to an escrow period of 6 months from the date of issue.

#### **Milestone Consideration**

- i. Subject to and conditional upon an announcement by Trek to ASX within 5 years of the date of the Agreement, of the delineation by Trek of a 2,000,000 ounce gold equivalent resource as verified by an independent competent person under the 2012 JORC code (JORC Code), the issue of \$5,000,000 worth of fully paid ordinary shares in the capital of Trek based on the 20-day (VWAP) measured on the date which is two days prior to the date of issue;
- ii. Any shares issued have a floor price of \$0.15 and will be subject to an escrow period of 6 months from the date of issue.



## MCEWEN HILLS NIOBIUM PROJECT (WEST ARUNTA, NORTHERN TERRITORY)–80%

Subsequent to the end of the reporting period, Trek also secured an 80% interest in the highly prospective McEwen Hills Niobium Project, located in the heart of the West Arunta Critical Minerals Province.

The Exploration Licence application ELA 33191 in the Northern Territory (Figures 6 & 7), is called the McEwen Hills Project, which is located along strike from the Tier-1 Luni niobium discovery of WA1 Resources (ASX: WA1). The acquisition gives Trek a strategic position in the heart of this emerging critical minerals province.

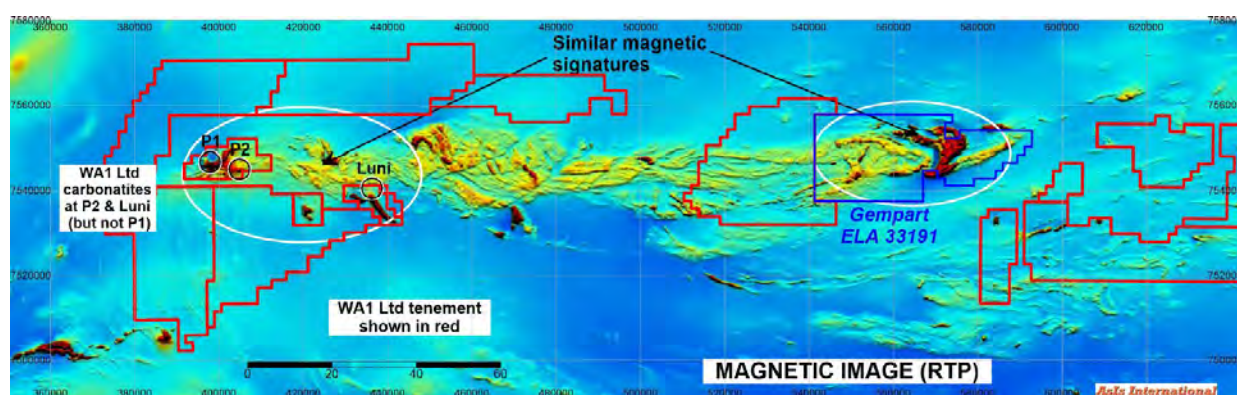


Figure 6 – West Arunta Critical Minerals Province, showing the location of the Trek acquisition tenement ELA 33191 (the McEwen Hills Project) in blue, along strike from WA1's Luni & P2 carbonatite discoveries, with WA1 tenure in red, over magnetic imagery highlighting the magnetic trend of the province.

Trek Metals has secured the 80% interest in the application, with the original project owners, Gempart (NT) Pty Ltd, being free-carried through to a Definitive Feasibility Study (DFS). There is no upfront cost payable by Trek to secure its 80% interest in Tenement application.

ELA 33191 is located in Central Australia, Northern Territory (Figure 7) and comprises of some 250 sub blocks for a total area of 779km<sup>2</sup>. The area is highly prospective for a suite of elements including, nickel, gold, cobalt, copper, lead, zinc and niobium.

Of particular interest is the Project's niobium potential. The global outlook for niobium remains exceptionally positive. As a critical element in high-tech industries – particularly within the aerospace, automotive, and electronics sectors – the demand for niobium continues to surge.

Its unique properties, such as enhancing the strength and heat resistance of alloys, make it indispensable in advanced manufacturing processes. Moreover, niobium plays a pivotal role in the production of superalloys used in jet engines and rocket propulsion systems.

As the world increasingly focuses on sustainable technologies and the electrification of transportation, niobium's importance in enabling lightweight and durable materials for batteries and alternative energy sources is expected to grow. This sustained demand, combined with limited primary niobium production, underscores the promising outlook for the metal, making it a key strategic resource for industries at the forefront of innovation and sustainability.

The proximity of the McEwen Hills Project to WA1's world-class niobium discovery further supports this potential. WA1's discovery has already garnered significant global attention for its exceptionally high-grade niobium deposit.

The Luni discover is a niobium-rich carbonatite under thin sand cover, with the morphology lending itself to a bulk mining operation of a globally significant scale. The geographical proximity of ELA 33191, situated along the same geological strike, considerably enhances the potential of encountering a similar high-grade niobium occurrence.

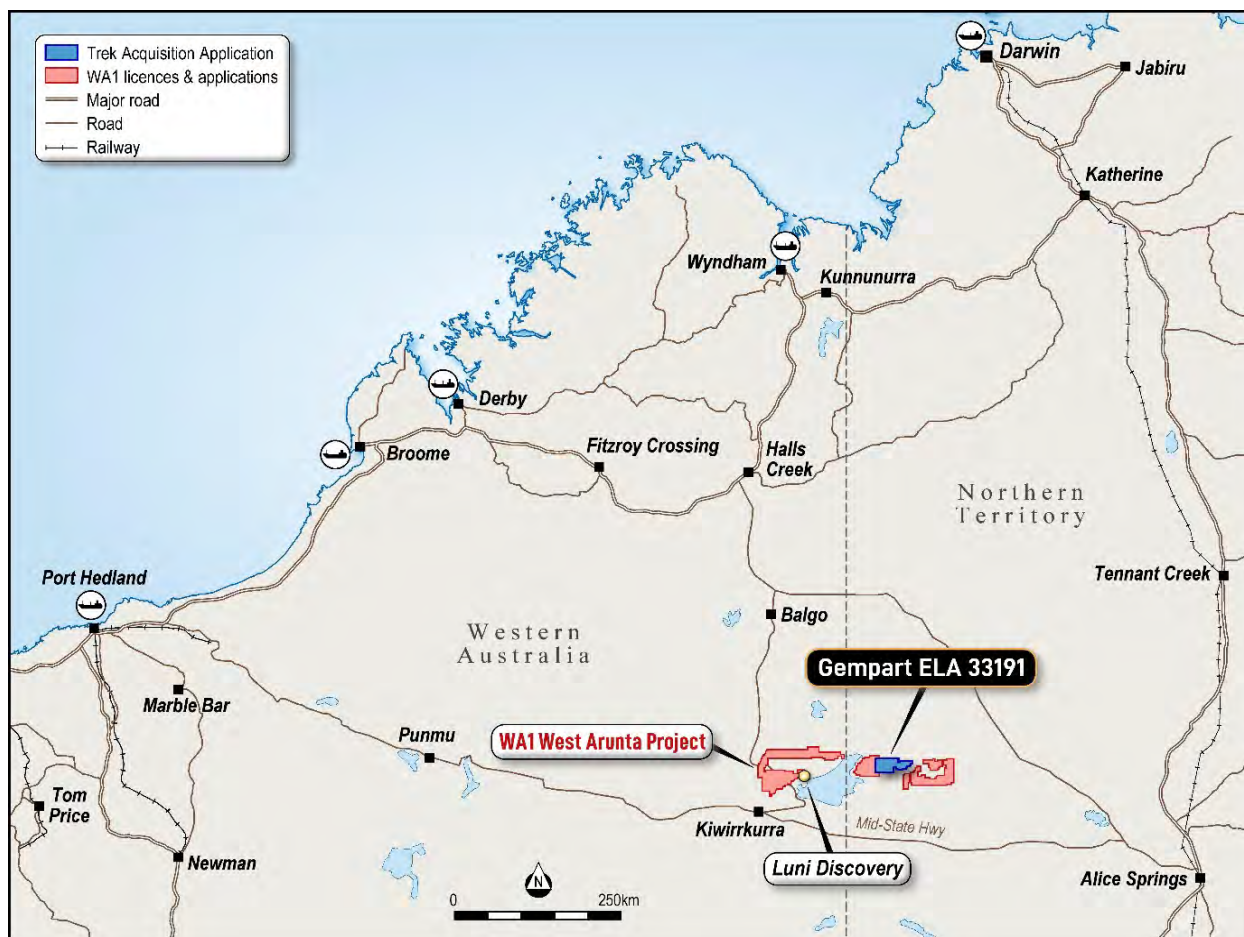


Figure 7 – The McEwen Hills Project (ELA 33191) in the Northern Territory, located approximately 450km north-west of Alice Springs, also highlighting the Luni Niobium discovery and WA1's tenements.

## HENDEKA MANGANESE PROJECT (PILBARA, WESTERN AUSTRALIA)

Trek Metals is pursuing the development of the Hendeka Project which is an advanced and well-located manganese project in a Tier-1 mining district (Figure 8).

During the half year period, bulk metallurgical testwork was undertaken at Nagrom Laboratories to assess the upgrade characteristics of the manganese mineralisation to produce manganese concentrate for two purposes, one as feed for the steel market and secondly as feed into the lithium-ion battery market.

Trek recently submitted material produced from the concentrate testwork to ALS Laboratories to undertake a hydrometallurgical testwork program to investigate the potential to produce battery grade high purity manganese sulphate monohydrate (HPMSM) for the lithium-ion battery sector.

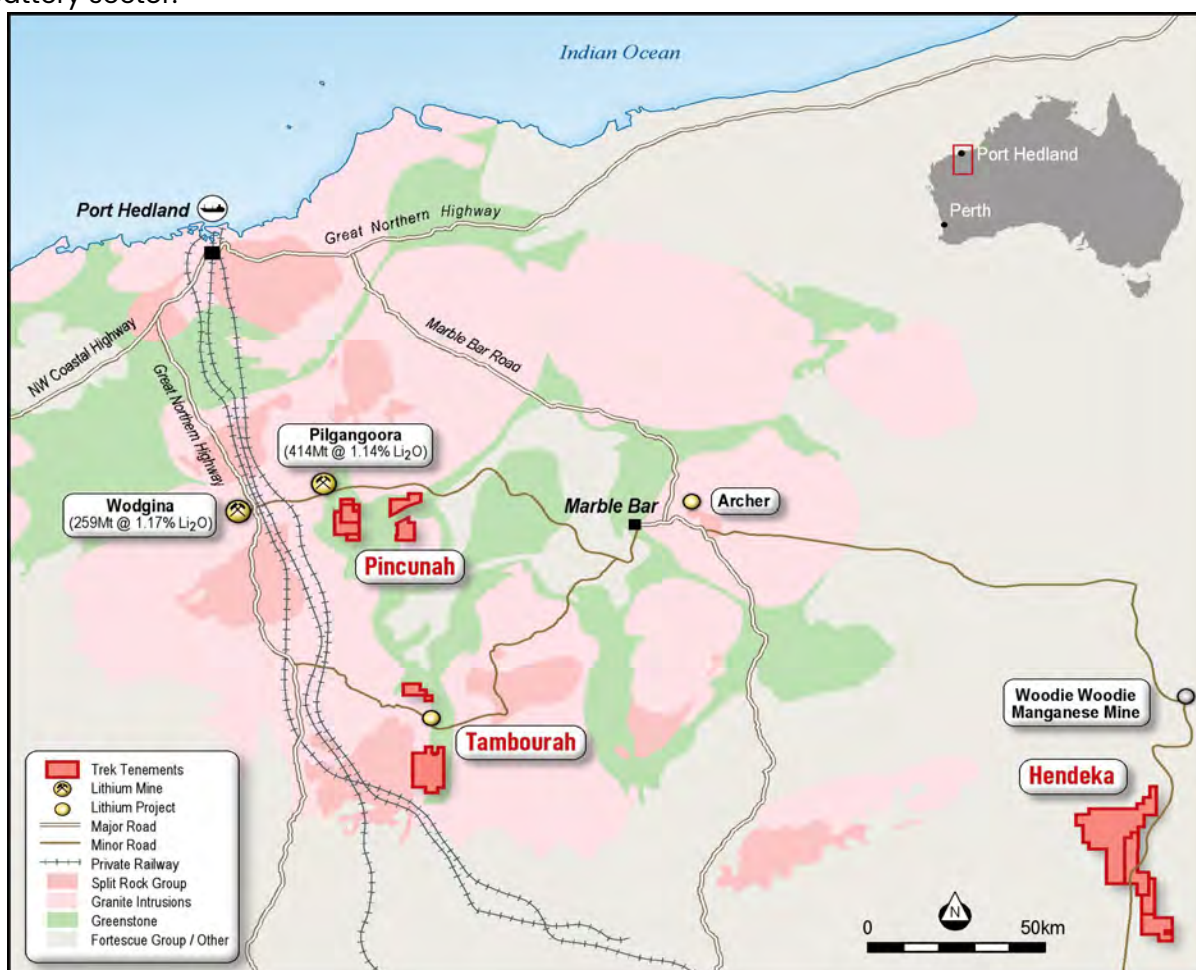


Figure 8: Hendeka Project location map, including Trek Metal's other Pilbara Projects.



Trek completed two heritage surveys over the known mineralisation and a selection of high priority exploration target areas during the reporting period. The surveys were completed with the Nyamal Aboriginal Corporation and the Karlka Nyiyaparli Aboriginal Corporation over their respective determinations. The outcomes and associated report are currently pending for the Karlka Nyiyaparli survey.

## TAMBOURAH LITHIUM PROJECT (PILBARA, WESTERN AUSTRALIA)

The Tambourah Lithium Project is located 70km south-east of Pilbara Minerals' (ASX: PLS) world-class Pilgangoora lithium mine site in the Pilbara region of Western Australia (Figure 8). Trek's extensive landholding at Tambourah comprises two Exploration Licences (E45/5484 & E45/5839) which are 100%-owned by ACME Pilbara Pty Ltd, a wholly owned subsidiary of Trek Metals Ltd.

The Project encompasses large areas of the Western Shaw Greenstone Belt, predominantly within the hinge and eastern limb of an anticline folded around the Tambourah Dome. The greenstone rocks comprise Archean-aged metavolcanic, metasedimentary, and various granitoids with associated pegmatitic phases. Historic exploration data highlighted the potential for lithium-bearing pegmatite mineralisation on both of Trek's tenements (*refer ASX: TKM 26<sup>th</sup> May 2022 for additional information*).

Trek's maiden first-pass Reverse Circulation (RC) drilling program was completed at Tambourah during the reporting period, comprising 4,093m of Reverse Circulation (RC) drilling across 20 drill-holes.

Drill-holes were designed to drill test beneath high-grade spodumene-bearing lithium rock chips in the Eastern Prospect area and larger pegmatites in the Central Prospect area, where soil and rock chip sampling indicated that the pegmatites are highly fractionated (*refer ASX: TKM 7<sup>th</sup> Nov 2022*).

The most significant lithium results came from TARC002, with an intercept of 5m @ 0.69% Li<sub>2</sub>O from 36m including 2m @ 1.44% Li<sub>2</sub>O from 38m (*refer ASX: TKM 4<sup>th</sup> Oct 2023 for additional information*).

Encouragingly, a significant down-hole width of pegmatite (55 metres from 119m down-hole, including 4m of mafic wall rock internal dilution) was intersected in the final hole of the program, TARC020. This hole targeted a demagnetised zone, providing a key targeting method for proposed future drill-holes at the project.



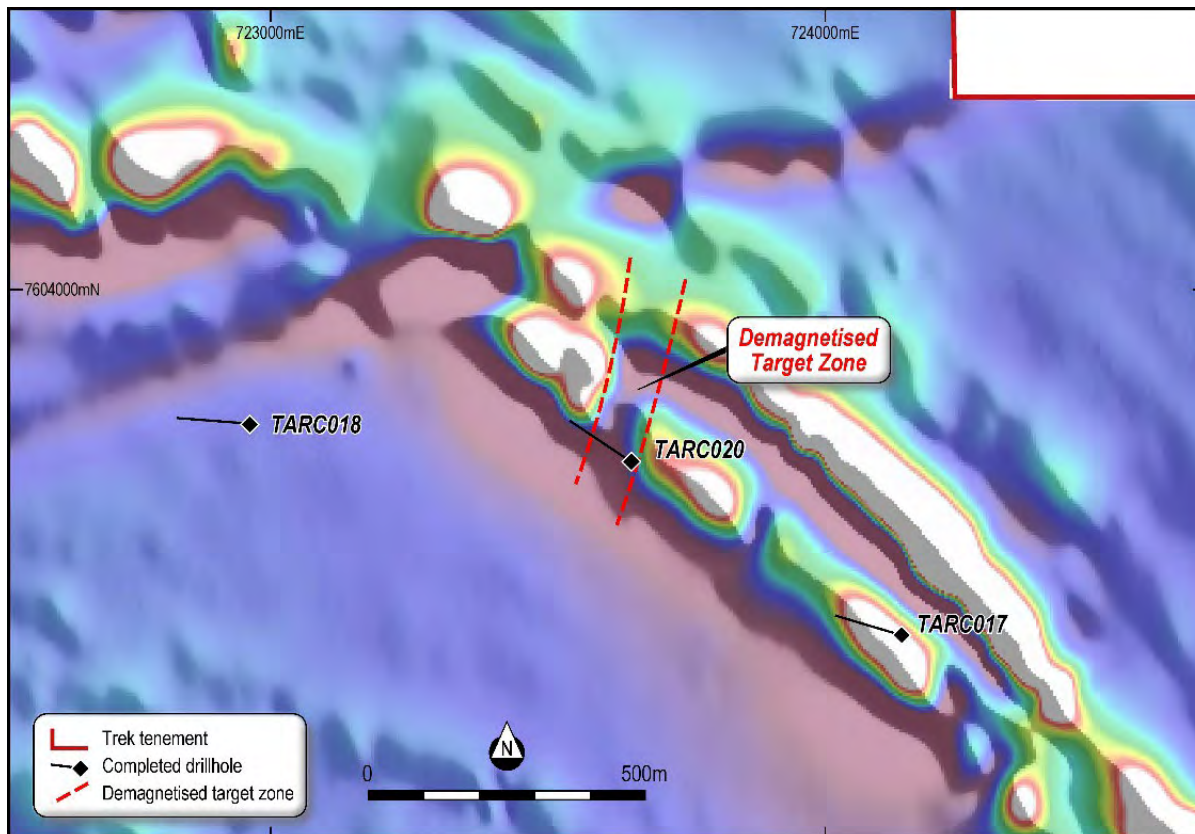


Figure 9: Plan view showing TARC020 targeting a demagnetised zone, seen in aeromagnetic TMI data.

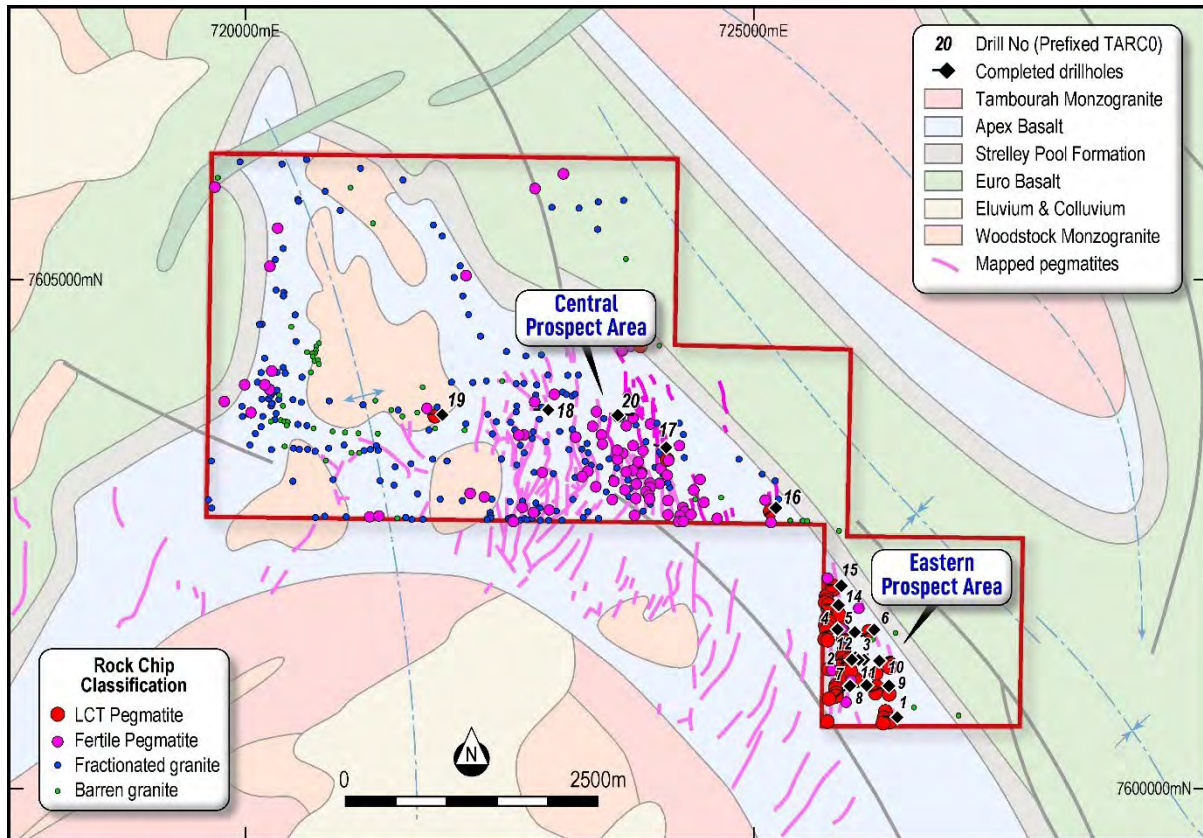


Figure 10: Completed drill-holes across the greater project area (black diamonds with drill hole ID) over rock chip classification and regional geology.

## JIMBLEBAR PROJECT

The Jimblebar Project is comprised of Exploration Licences E52/3605, E52/3672, E52/3983 and E52/4051 (the “Tenements”). The Project is located 40km south-east of Newman and includes the western arm of the Jimblebar greenstone belt, a constituent of the Achaean Sylvania Inlier (Figure 11). The Project is considered highly prospective for magmatic nickel-copper sulphide mineralisation.

In May 2023, Trek signed a binding term sheet with Rio Tinto Exploration Pty Limited (“RTX”), a wholly-owned subsidiary of the global mining group Rio Tinto, for an option to farm-in over its Jimblebar Nickel-Copper Project in the Pilbara region of Western Australia (Refer ASX Release 12 May 2023).

During the September 2023 Quarter, Rio Tinto Exploration Pty Limited (“RTX”) undertook exploration activities on exploration licence E52/3672 focused on assessing the potential for the mafic and ultramafic rocks in the eastern part of the licence to host magmatic nickel-copper-PGE sulphide mineralisation (Figure 11).

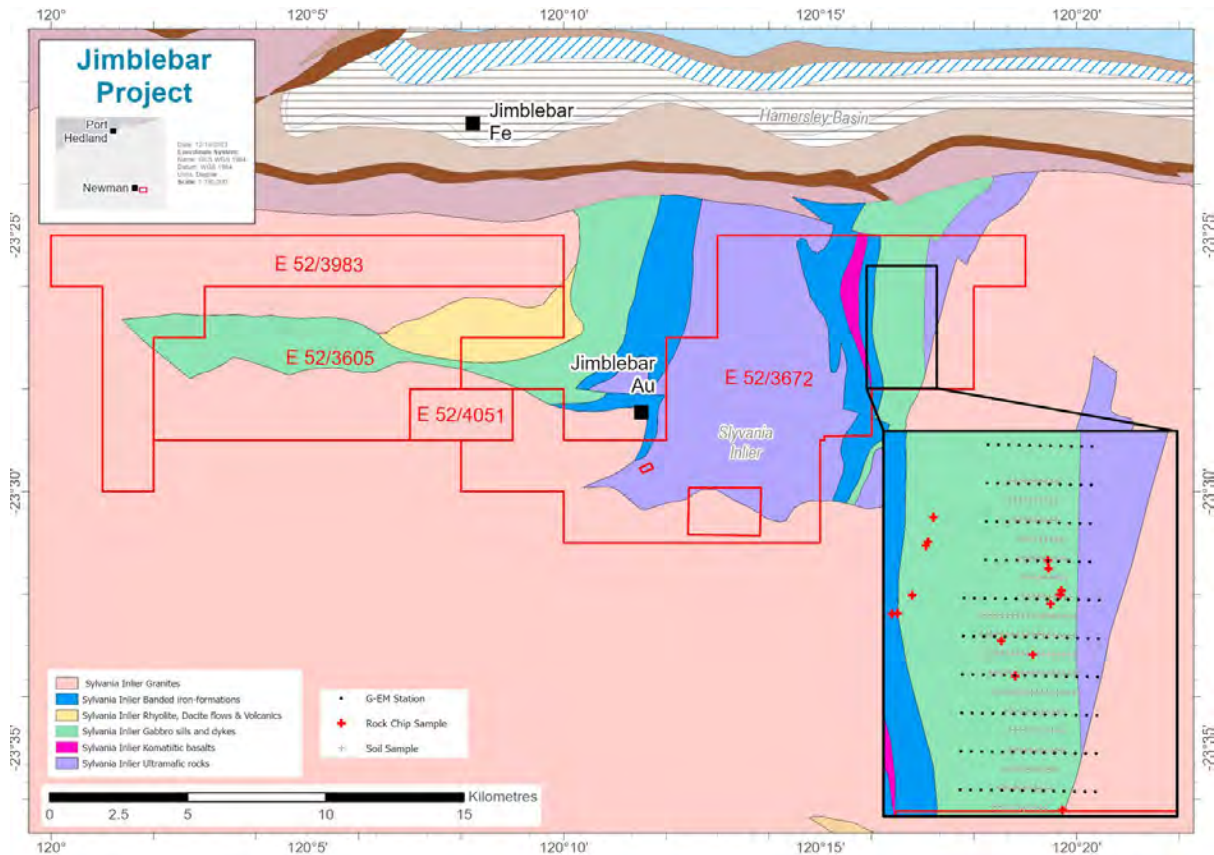


Figure 11: Rock chip, soil sampling and ground EM survey locations completed by RTX during the September Quarter.

The Ground-EM moving loop data did not identify any conductivity anomalies that would be consistent with a massive sulphide body. In addition, the coincident rock chip samples (15 total) contained only low levels of nickel and platinum group element anomalism.

After completion of the initial 6-month option period, RTX have advised that they have met the minimum commitment after undertaking exploration expenditure to the value of A\$144,716, however, have decided not to proceed further with a Farm-in to the Jimblebar project. RTX have also confirmed that they will transfer to Trek, the rock chip/soil sampling data, the ground electromagnetic data and associated reports. Trek retains 100% of the rights to the Jimblebar Nickel-Copper Project.

## CORPORATE

### Capital Raising

Trek completed a strongly supported capital raising of A\$7.5 million (before costs) during the reporting period to accelerate exploration across its lithium and manganese projects. The Placement was undertaken to existing and new sophisticated, professional, and institutional investors to raise a total of \$7,500,000 (before costs) through the issue of a total of 125,000,000 Shares at an issue price of \$0.06 per Share.

In addition, following shareholder approval, the Company also issued Investors one (1) free attaching New Option for every three (3) Shares subscribed for by Investors under the Placement. The Options are exercisable at \$0.085 and expire 14<sup>th</sup> August 2025.

### Financial Summary

The net operating loss for the period was \$883,952 (2022: \$1,121,007). Key expenditure items in the half year results included:

Share based payments – \$363,516

Included in investing activities were cash payments for Exploration and Evaluation expenditure (capitalised) of \$1,987,001 during the half-year.

### Cash Position/Expenditure

The Company held cash reserves of \$7.2 million at the end of the reporting period.

### Events Subsequent to reporting date

On 31 October 2023, 5,000,000 share options exercisable at \$0.20 expired.

On 11 October 2023, the Company announced the acquisition of 100% of the issued capital of Archer X Pty Ltd owner of a 1,183km<sup>2</sup> strategic exploration portfolio comprising four granted Exploration Licences and one application in the Kimberley region of WA. The extensive exploration portfolio was previously part of Newmont Exploration Pty Ltd's (Newmont) global exploration portfolio (Refer ASX Release 11 October 2023). Settlement of the acquisition is scheduled for completion on or around the 30<sup>th</sup> November 2023.



On 11<sup>th</sup> October 2023, the Company issued 3,520,000 Fully Paid Ordinary shares following the exercise of vested Performance Rights issued under the Company's Incentive Rights and Options Plan.

Other than as detailed above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in subsequent financial years.

### Auditor's Independence Declaration

The lead Auditor's Independence Declaration is set out on page 21 for the half year ended 30 September 2023. This report is signed in accordance with a resolution of the Board of Directors.

### Competent Person Statement

The information in this report relating to Exploration Results is based on information compiled by the Company's Chief Executive Officer, Mr Derek Marshall, a competent person, and Member of the Australian Institute of Geoscientists (AIG). Except where explicitly stated, this report contains references to prior exploration results, all of which have been cross-referenced to previous market announcements made by the Company. The Company confirms it is not aware of any new information or data that materially affects the information included in the relevant market announcements. Mr Marshall has sufficient experience relevant to the style of mineralisation and to the type of activity described to qualify as a competent person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves." Mr Marshall has disclosed that he has an interest in Shares and Performance Rights in the Company. Mr Marshall consents to the inclusion in this announcement of the matters based on his information in the form and content in which it appears.

Signed on behalf of the Board.



**John Young**

Director

Dated: 30 November 2023

To the Board of Directors

**Auditor's Independence Declaration**

As lead audit Director for the review of the financial statements of Trek Metals Limited for the financial period ended 30 September 2023, I declare that to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of any applicable code of professional conduct in relation to the audit.

Yours faithfully,

*Hall Chadwick*  
**HALL CHADWICK WA AUDIT PTY LTD**

*Mark Delaurentis*  
**MARK DELAURENTIS CA**  
**Director**

Dated at Perth this 30<sup>th</sup> day of November 2023

# CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2023

	NOTES	HALF-YEAR ENDED 30 SEPTEMBER 2023 \$	HALF-YEAR ENDED 30 SEPTEMBER 2022 \$
<b>Continuing Operations</b>			
Investment revenue	4	62,341	20,695
Other income	4	57,017	1,160
Share based payment expense	14	(363,516)	(322,229)
Exploration and Evaluation expenditure		(25,541)	(1,614)
Exploration and Evaluation expenditure (impaired)/reversal		35,040	(152,347)
Foreign exchange gain/(loss)		-	26
Loss on sale of subsidiary	7	-	(51,974)
Finance costs		(9,142)	-
Other operating expenses	4	(640,151)	(614,724)
Profit/(loss) before tax		(883,952)	(1,121,007)
Income tax expense		-	-
Profit/(loss) for the period		(883,952)	(1,121,007)
<b>Attributable to:</b>			
Equity holders of the Parent		(883,952)	(1,121,007)
<b>Earnings/(Loss) per share for profit/(loss) from continuing operations attributable to the ordinary equity holders of the Parent:</b>			
		<b>Cents/share</b>	<b>Cents/share</b>
Basic earnings/(loss) per share	5	(0.206)	(0.361)
Diluted earnings/(loss) per share	5	(0.206)	(0.361)

Notes forming part of these financial statements are included on pages 28 to 46

# CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2023

	NOTES	HALF-YEAR ENDED 30 SEPTEMBER 2023 \$	HALF-YEAR ENDED 30 SEPTEMBER 2022 \$
Profit/(loss) for the period		(883,952)	(1,121,007)
<b>Other comprehensive income</b>			
<i>Items that may not be reclassified to profit or loss</i>			
Changes in fair value of financial assets through Other Comprehensive Income		(45,000)	(15,000)
<b>Total Comprehensive Loss for the Period Attributable to Owners of the Company</b>		(928,952)	(1,136,007)

Notes forming part of these financial statements are included on pages 28 to 46



# CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2023

	NOTES	30 SEPTEMBER 2023 \$	31 MARCH 2023 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	6	7,200,913	2,704,166
Trade and other receivables		161,910	50,846
Other assets		79,523	32,032
<b>Total current assets</b>		<b>7,442,346</b>	<b>2,787,044</b>
<b>Non-current Assets</b>			
Property, plant and equipment		307,915	317,290
Right of Use assets		71,873	84,257
Exploration and evaluation expenditure	7	10,218,641	8,125,997
Financial assets		95,026	140,026
<b>Total non-current assets</b>		<b>10,693,455</b>	<b>8,667,570</b>
<b>Total Assets</b>		<b>18,135,801</b>	<b>11,454,614</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and other payables	9	611,014	693,857
Lease liabilities		30,009	31,144
Provision	10	37,290	35,112
<b>Total current liabilities</b>		<b>678,313</b>	<b>760,113</b>
<b>Non-current Liabilities</b>			
Lease liabilities		46,593	56,992
<b>Total non-current liabilities</b>		<b>46,593</b>	<b>56,992</b>
<b>Total Liabilities</b>		<b>724,906</b>	<b>817,105</b>
<b>NET ASSETS</b>		<b>17,410,895</b>	<b>10,637,509</b>
<b>Equity</b>			
Issued capital	11	37,921,557	35,897,520
Reserves		62,088,643	59,080,905
Accumulated loss		(82,599,305)	(84,340,916)
<b>Total Equity</b>		<b>17,410,895</b>	<b>10,637,509</b>

Notes forming part of these financial statements are included on pages 28 to 46

# CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2023

Consolidated	Note	Issued Capital	Share Premium Reserve	Share Based Payments Reserve	Foreign Currency Translation Reserve	Asset Revaluation Reserve	Accumulated Losses	Total Equity
		\$	\$	\$	\$	\$	\$	\$
<b>Balance at 1 April 2023</b>		<b>35,897,520</b>	<b>54,668,857</b>	<b>1,851,485</b>	<b>2,560,563</b>	<b>-</b>	<b>(84,340,916)</b>	<b>10,637,509</b>
Loss for the year		-	-	-	-	-	(883,952)	<b>(883,952)</b>
Other comprehensive income		-	-	-	-	(45,000)	-	<b>(45,000)</b>
Total comprehensive income for the year		-	-	-	-	(45,000)	(883,952)	<b>(928,952)</b>
Transactions with owners, recorded directly in equity								
Issue of ordinary shares		2,399,372	5,160,628	-	-	-	-	7,560,000
Issue of ordinary shares on exercise of share options		79,643	187,557	(33,400)	-	-	-	233,800
Share based payments	14	-	-	363,516	-	-	-	363,516
Expiry of share options		-	-	(65,000)	-	-	65,000	-
Transfer Foreign Currency reserve to Accumulated Losses		-	-	-	(2,560,563)	-	2,560,563	-
Share issue expenses		(454,978)	-	-	-	-	-	(454,978)
<b>Balance at 30 September 2023</b>		<b>37,921,557</b>	<b>60,017,042</b>	<b>2,116,601</b>	<b>-</b>	<b>(45,000)</b>	<b>(82,599,305)</b>	<b>17,410,895</b>

Notes forming part of these financial statements are included on pages 28 to 46

# CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

Consolidated	Note	Issued Capital	Share Premium Reserve	Share Based Payments Reserve	Foreign Currency Translation Reserve	Accumulated Losses	Total Equity
		\$	\$	\$	\$	\$	\$
<b>Balance at 1 April 2022</b>		<b>34,969,682</b>	<b>51,903,292</b>	<b>1,293,414</b>	<b>2,560,563</b>	<b>(80,408,742)</b>	<b>10,318,209</b>
Loss for the year		-	-	-	-	(1,121,007)	<b>(1,121,007)</b>
Other comprehensive income		-	-	-	-	(15,000)	<b>(15,000)</b>
Total comprehensive income for the year		-	-	-	-	(1,136,007)	<b>(1,136,007)</b>
Transactions with owners, recorded directly in equity							
Share based payments	14	-	-	322,229	-	-	322,229
Performance rights exercised		9,945	-	(9,945)	-	-	-
Share issue expenses		(1,250)	-	-	-	-	(1,250)
<b>Balance at 30 September 2022</b>		<b>34,978,377</b>	<b>51,903,292</b>	<b>1,605,698</b>	<b>2,560,563</b>	<b>(81,544,749)</b>	<b>9,503,181</b>

Notes forming part of these financial statements are included on pages 28 to 46

# CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2023

	NOTES	HALF-YEAR ENDED 30 SEPTEMBER 2023 \$	HALF-YEAR ENDED 30 SEPTEMBER 2022 \$
<b>Cash flows from operating activities</b>			
Payments to suppliers and employees		(767,856)	(649,007)
Stamp duty		(155,916)	-
Other income received		57,487	1,160
Interest received		38,363	20,695
<b>Net cash used by operating activities</b>		<b>(827,922)</b>	<b>(627,152)</b>
<b>Cash flows from investing activities</b>			
Payments for exploration and evaluation		(1,987,001)	(628,318)
Payments for exploration tenements		(3,486)	-
Payments for property, plant and equipment		(34,563)	(35,314)
<b>Net cash used by investing activities</b>		<b>(2,025,050)</b>	<b>(663,632)</b>
<b>Cash flows from financing activities</b>			
Proceeds from issue of share capital		7,560,000	-
Proceeds from exercise of options		233,800	-
Payments for share issue costs		(444,081)	(1,375)
<b>Net cash (used by)/generated from financing activities</b>		<b>7,349,719</b>	<b>(1,375)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>4,496,747</b>	<b>(1,292,159)</b>
Cash and cash equivalents at beginning of the period		2,704,166	6,366,832
Effects of exchange rate changes on the balance of cash held in foreign currencies		-	26
<b>Cash and cash equivalents at the end of the period</b>	<b>6</b>	<b>7,200,913</b>	<b>5,074,699</b>

Notes forming part of these financial statements are included on pages 28 to 46



# NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2023

## NOTE 1: STATEMENT OF COMPLIANCE

The Half-Year report of Trek Metals Limited ("Trek" or "the Company") and the subsidiaries it controls ("Group") is a general-purpose financial report prepared in accordance with International Financial Accounting Standard IAS 34 'Interim Financial Reporting'. The Half-Year financial report does not include notes of the type normally included in an annual financial report and should be read in conjunction with the most recent annual financial report and any public announcements made by Trek Metals Limited during the half-year reporting period in accordance with its continuous disclosure obligations.

## BASIS OF PREPARATION/GOING CONCERN

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

## NOTE 2: SIGNIFICANT ACCOUNTING POLICIES

Trek Metals Limited is a company registered and domiciled in Bermuda. The condensed financial statements have been prepared under the historical cost convention.

The same accounting policies and methods of computation are followed in these condensed financial statements as compared with the most recent annual financial statements for the year ended 31 March 2023. These accounting policies are consistent with the International Financial Reporting Standards.

In the current period, the Group has adopted all of the new and revised accounting Standards and Interpretations issued by the International Accounting Standards Board (ISAB) and the International Financial Reporting Interpretations Committee (IFRIC) that are relevant to its operations and effective for the current reporting period. There has been no material impact on the financial statements of the Group.

## NOTE 3: SEGMENT INFORMATION

### IDENTIFICATION OF REPORTABLE SEGMENTS

The Group operates predominantly in the minerals exploration industry. This comprises exploration and evaluation activities related to the Battery Metals and Gold projects. The Group continues to assess other commercially and economically viable exploration projects.

The Group has identified its operating segments based on the internal reports that are provided to the Board of Directors (chief operating decision makers) to assess performance and determine the allocation of resources. Management has identified the operating segments based on the principal function of its projects, and its ASX listing and management location of Australia.

### BASIS OF ACCOUNTING FOR PURPOSES OF REPORTING BY OPERATING SEGMENTS

#### (a) Accounting policies adopted

Unless stated otherwise, all amounts reported to the Board of Directors are determined in accordance with accounting policies that are consistent to those adopted in the annual financial statements of the Group;

#### (b) Inter-segment transactions

Inter-segment loans payable and receivable are initially recognised at the consideration received/to be received net of transaction costs. Inter-segment loans receivable and payable are interest free.

#### (c) Segment assets

Where an asset is used across multiple segments, the asset is allocated to that segment that receives majority economic value from that asset. In the majority of instances, segment assets are clearly identifiable on the basis of their nature and physical location.

#### (d) Segment liabilities

Liabilities are allocated to segments where there is a direct nexus between the incurrence of the liability and the operations of the segment. Borrowings and tax liabilities are generally considered to relate to the Group as a whole and are not allocated. Segment liabilities include trade and other payables and certain direct borrowings.

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The following is an analysis of the Group's results by reportable operating segment for the period:

	<b>SEGMENT PROFIT/(LOSS)</b>	
	<b>HALF-YEAR ENDED 30 SEPTEMBER 2023 \$</b>	<b>HALF-YEAR ENDED 30 SEPTEMBER 2022 \$</b>
<b>Continuing operations</b>		
Exploration and evaluation	9,499	(218,284)
Corporate	(893,451)	(902,723)
<b>Consolidated segment profit/(loss) for the period from continuing operations</b>	<b>(883,952)</b>	<b>(1,121,007)</b>

The following is an analysis of the Group's assets by reportable operating segment:

	<b>SEGMENT ASSETS</b>	
	<b>30 SEPTEMBER 2023 \$</b>	<b>31 MARCH 2023 \$</b>
<b>Continuing operations</b>		
Exploration and evaluation	10,641,808	8,478,546
Unallocated corporate assets	7,493,993	2,976,068
<b>Consolidated segment assets</b>	<b>18,135,801</b>	<b>11,454,614</b>

The following is an analysis of the Group's liabilities by reportable operating segment:

	<b>SEGMENT LIABILITIES</b>	
	<b>30 SEPTEMBER 2023 \$</b>	<b>31 MARCH 2023 \$</b>
<b>Continuing operations</b>		
Exploration and evaluation	476,714	439,006
Unallocated corporate liabilities	248,192	378,099
<b>Consolidated segment liabilities</b>	<b>724,906</b>	<b>817,105</b>

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## NOTE 4: RECONCILIATION OF LOSS

The loss before tax from continuing operations after charging expenses and receiving income was as follows:

	HALF-YEAR 30 SEPTEMBER 2023 \$	HALF-YEAR 30 SEPTEMBER 2022 \$
<b>Income</b>		
Interest revenue	62,341	20,695
Rental income	7,017	1,160
Tenement option fees	50,000	-
<b>Total Income</b>	<b>119,358</b>	<b>21,855</b>
<b>Other Operating Expenses</b>		
Auditor's remuneration	(15,208)	(15,087)
Consultancy expenses	(85,481)	(42,026)
Corporate & statutory costs	(43,451)	(26,039)
Director's fees – Corporate	(199,013)	(118,286)
Depreciation	(48,404)	(36,929)
Legal expenses	(9,689)	(26,755)
Rental and Occupancy	(2,264)	(19,872)
Public Relations & Conferences	(20,745)	(21,375)
Wages and associated costs	(138,871)	(147,379)
Scheme costs	-	(82,385)
Other costs	(77,025)	(78,591)
<b>Total Other Operating Expenses</b>	<b>(640,151)</b>	<b>(614,724)</b>



## NOTE 5: EARNINGS PER SHARE

The calculation of the basic and diluted (loss) /earnings per share is based on the following information:

	HALF-YEAR 30 SEPTEMBER 2023 \$	HALF-YEAR 30 SEPTEMBER 2022 \$
<b>Earnings</b>		
Earnings/(loss) attributable to the ordinary equity holders of the Company used in calculating basic and diluted loss per share:		
From continuing operations	(883,952)	(1,121,007)
	(883,952)	(1,121,007)
	HALF-YEAR 30 SEPTEMBER 2023 \$	HALF-YEAR 30 SEPTEMBER 2022 \$
<b>Shares</b>		
Weighted average number of ordinary shares used as the denominator in calculating basic earnings/(loss) per share	430,093,854	310,555,232
Weighted average number of ordinary shares and potential ordinary shares used as the denominator in calculating diluted earnings/(loss) per share	430,093,854	310,555,232
<b>Basic and diluted earnings/(loss) per Share</b>	<b>Cents/share</b>	<b>Cents/share</b>
Total basic earnings/(loss) per share attributable to the ordinary equity holders of the Company	(0.206)	(0.361)
Total diluted earnings/(loss) per share attributable to the ordinary equity holders of the Company	(0.206)	(0.361)

The following number of potential ordinary shares are not dilutive and are therefore excluded from the weighted average number of ordinary shares in the period ended 30 September 2023:

	30 SEPTEMBER 2023 Number	30 SEPTEMBER 2022 Number
Unlisted Options on issue	6,500,000	8,000,000
Performance Rights	33,575,000	22,525,000
	<b>40,075,000</b>	<b>30,525,000</b>

## NOTE 6: CASH AND CASH EQUIVALENTS

	30 SEPTEMBER 2023	31 MARCH 2023
	\$	\$
Bank balances	4,679,088	2,682,615
Term deposit <sup>(1)</sup>	2,521,825	21,551
	<b>7,200,913</b>	<b>2,704,166</b>

(1) \$20,000 of the cash and cash equivalents is restricted and set aside to offset credit card limits.

## NOTE 7: EXPLORATION AND EVALUATION EXPENDITURE

	6 MONTHS ENDED 30 SEPTEMBER 2023	12 MONTHS ENDED 31 MARCH 2023
	\$	\$
<b>Exploration and Evaluation Expenditure</b>	10,218,641	8,125,997
<i>Movement during the period:</i>		
Opening balance	8,125,997	3,703,707
Additions for the period	2,057,604	1,453,582
(Impairment)/reversal during the period	35,040	(298,001)
Acquisition of Edge Minerals Ltd	-	3,200,000
Acquisition of tenement E45/4640	-	306,709
Transfer to Other Financial Assets (Sale of subsidiary)	-	(188,026)
Loss on Sale of subsidiary	-	(51,974)
<b>Closing balance at balance date</b>	<b>10,218,641</b>	<b>8,125,997</b>

Exploration and evaluation expenditure primarily consist of activities including drilling, assaying, geochemical and geophysical investigations and independent geological consultants in respect of each identifiable area of interest. These costs are capitalised provided the rights to tenure of the area of interest is current and either:

- the expenditures are expected to be recouped through successful development and exploitation or sale of the area of interest; or
- activities in the area of interest have not at the reporting date reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves, and active and significant operations in or relating to, the area of interest are continuing.

- c) when the technical feasibility and commercial viability of extracting a mineral resource have been demonstrated then any capitalised exploration and evaluation expenditure is reclassified as capitalised mine development. Prior to reclassification, capitalised exploration and evaluation expenditure is measured at cost and assessed for impairment.

The Group's exploration properties may be subject to claim under Native Title (or jurisdiction equivalent), or contain sacred sites, or sites of significance to the indigenous people of Australia and Gabon. As a result, exploration properties or areas within the tenements may be subject to exploration restrictions, mining restrictions and/or claims for compensation. At this time, it is not possible to quantify whether such claims exist, or the quantum of such claims.

The Company policy is to charge exploration expenditure to specific areas of interest. Exploration expenditure that cannot be attributed to specific areas of interest is written off.

Recoverability of the Group's carrying value of interests in mineral projects is subject to the successful development and exploitation of the exploration properties or alternatively, the sale of these tenements at amounts at least equal to the book values.

## ACQUISITION OF EDGE MINERALS – SCHEME

On 27 October 2022, the Supreme Court of Western Australia made orders approving the Scheme of arrangement by which Trek acquired all of the issued shares in Edge Minerals Ltd (Edge). The acquisition of Edge was deemed an asset acquisition. Implementation of the Scheme was completed on 8<sup>th</sup> November 2022.

	<b>Fair value</b>
	<b>\$</b>
Purchase consideration	
Issue of fully paid ordinary shares (48,317,601 @ \$0.07)	3,382,232
Net liabilities acquired	623,318
Total consideration	<u>4,005,550</u>
Impairment expense (\$3.2M) <sup>1</sup>	(805,550)
Exploration assets at acquisition	<b>3,200,000</b>

- The value of Edge Minerals Limited has been independently valued as part of the Scheme of arrangement at \$3,200,000 with the excess purchase consideration immediately expensed due to being in excess of the fair value on acquisition.

## SALE OF SUBSIDIARY PROJECT – PRIOR YEAR

On 21 June 2022, the Company announced the completion of the sale of its remaining 20% interest in the Kroussou zinc-lead project located in west Gabon in central Africa to Apollo Minerals Limited. This was achieved via the sale of its wholly owned subsidiary Select Exploration Mauritius which ultimately held the Kroussou project.

The consideration received by Trek was 3,000,000 fully-paid AON ordinary shares and 1,000,000 options exercisable into ordinary shares at 12c per share, expiring 30 June 2024.

The financial impact is summarised as follows:

	<b>30 Sep 2022</b>
	<b>\$</b>
Carrying value of subsidiary	240,000
Value of 3,000,000 shares received from AON at 21 June 2022	174,000
Value of 1,000,000 options received by AON at 21 June 2022	14,026
Consideration received on sale of subsidiary	188,026
Loss on disposal of subsidiary	<b>(51,974)</b>

In addition, as part of the transaction the Company forgave the Intercompany loan of \$2,164,272 which had been previously impaired in full in prior reporting periods.

## NOTE 8: SUBSIDIARIES

The consolidated financial statements include the financial statements of Trek Metals Limited and the subsidiaries listed below:

	COUNTRY OF INCORPORATION	CLASS OF SHARE CAPITAL HELD	HOLDING & VOTING CAPACITY (%)	
			30 SEP 2023	31 MAR 2023
TM Resources Pty Ltd	Australia	Ordinary	100	100
Trek Management Pty Ltd	Australia	Ordinary	100	100
ELM Resources Pty Ltd	Australia	Ordinary	100	100
ACME Pilbara Pty Ltd	Australia	Ordinary	100	100
Anaheim Pty Ltd	Australia	Ordinary	100	100
Edge Minerals Pty Ltd	Australia	Ordinary	100	100



## NOTE 9: TRADE AND OTHER PAYABLES

	30 SEPTEMBER 2023	31 MARCH 2023
	\$	\$
<b>Current</b>		
Trade and other payables	256,991	304,143
Accrued expenses	354,023	389,714
	<b>611,014</b>	<b>693,857</b>

Trade payables and accruals are non-interest bearing and have repayment terms within 30 days.

## NOTE 10: PROVISIONS

Provisions are recognised when the Group has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result, and that outflow can be reliably measured. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the balance sheet date, taking into account the risks and uncertainties surrounding the obligation. Where a provision is measured using the cash flow estimated to settle the present obligation, its carrying amount is the present value of those cash flows.

	30 SEPTEMBER 2023	31 MARCH 2023
	\$	\$
<b>Current</b>		
Provision for Annual Leave	37,290	35,112
	<b>37,290</b>	<b>35,112</b>

## NOTE 11: ISSUED CAPITAL

Authorised ordinary shares of par GBP0.01 each, carrying one vote per share and rights to dividends.

<b>30 SEPTEMBER 2023</b>	<b>NUMBER OF SHARES</b>	<b>ISSUED CAPITAL \$</b>	<b>SHARE PREMIUM \$</b>
<b>Issued and fully paid ordinary shares</b>			
As at 1 April 2023	363,945,083	35,897,520	54,668,857
<b>Allotments</b>			
5/06/2023 Issue of shares at \$0.06 per share (Tranche 1)	75,000,000	1,408,534	3,091,465
5/07/2023 Exercise of options at \$0.056 per share	1,875,000	35,768	84,232
5/07/2023 Exercise of options at \$0.056 per share	1,875,000	35,768	84,232
5/07/2023 Exercise of options at \$0.056 per share	425,000	8,106	19,093
2/08/2023 Issue of shares at \$0.06 per share (Tranche 2)	50,000,000	971,405	2,028,596
13/09/2023 Issue of share for cash (800,000) and in lieu of payment of consulting services (200,000)	1,000,000	19,434	40,567
<b>Share Issue costs</b>	-	(454,978)	-
<b>Balances as at 30 September 2023</b>	<b>494,120,083</b>	<b>37,921,557</b>	<b>60,017,042</b>

<b>31 MARCH 2023</b>	<b>NUMBER OF SHARES</b>	<b>ISSUED CAPITAL \$</b>	<b>SHARE PREMIUM \$</b>
<b>Issued and fully paid ordinary shares</b>			
As at 1 April 2022	310,460,150	34,969,682	51,903,292
<b>Allotments</b>			
6/06/2022 Exercise of performance rights	150,000	2,612	7,333
7/11/2022 Acquisition of tenement at \$0.064 per share	4,792,332	85,021	221,688
8/11/2022 Acquisitions of Edge Minerals at \$0.07 per share	48,317,601	856,148	2,526,084
14/11/2022 Exercise of options at \$0.056 per share	225,000	3,940	10,460
<b>Share Issue costs</b>	-	(19,883)	-
<b>Balances as at 31 March 2023</b>	<b>363,945,083</b>	<b>35,897,520</b>	<b>54,668,857</b>

## PERFORMANCE RIGHTS

At 30 September 2023, the number of Performance Rights of the Company on issue are:

Performance Rights	No. of rights	Fair value at Grant Date (\$)	Grant date	Expiry	Vested #	Value (\$)
Class A	4,375,000	0.0492	5/03/21	05/03/25	-	\$215,250
Class B	4,000,000	0.0452	5/03/21	05/03/25	-	\$180,800
Class C	4,000,000	0.0420	5/03/21	05/03/25	-	\$168,000
Class D	750,000	0.0663	5/03/21	05/03/25	750,000	\$49,725
Class E	900,000	0.0663	5/03/21	05/03/25	900,000	\$59,670
Class F	900,000	0.0663	5/03/21	05/03/25	900,000	\$59,670
Class G	2,000,000	0.0725	1/09/21	01/09/25	-	\$145,000
Class H	2,000,000	0.0686	1/09/21	01/09/25	-	\$137,200
Class I	2,000,000	0.0664	1/09/21	01/09/25	-	\$132,800
Class J	800,000	0.0864	21/01/22	28/01/26	-	\$72,720
Class K	800,000	0.0799	21/01/22	28/01/26	-	\$59,362
Class L	4,600,000	0.0869	29/11/22	29/11/25	1,840,000	\$320,512
Class M	4,450,000	0.0825	29/11/22	29/11/26	-	\$151,550
Class N	1,000,000	0.0521	1/05/23	1/05/26	-	\$23,469
Class O	1,000,000	0.0429	1/05/23	1/05/27	-	\$10,986
	<b>33,575,000</b>				<b>4,390,000</b>	<b>\$1,786,714</b>

## OPTIONS ON ISSUE

Unissued ordinary shares of the Company under option at 30 September 2023 are as follows:

Options issued	No. of options	Exercise price (\$)	Fair value at Grant Date (\$)	Grant date	Expiry	Exercisable
<b>Options issued to Investors:</b>						
1:3 Free attaching Placement Options	41,666,618	0.085	-	11/08/23	14/08/25	41,666,618
<b>Options issued as Share Based Payments:</b>						
Consultants	1,500,000	0.056	0.020	01/07/20	30/06/24	1,500,000
Broker Options	5,000,000	0.200	0.052	26/10/21	31/10/23	5,000,000
	6,500,000					6,500,000
<b>Options outstanding and exercisable as at 30 Sept 2023</b>	<b>48,166,618</b>					<b>48,166,618</b>

During the half year ended 30 September 2023, the Company completed a Placement comprising 75 million shares in the capital of the Company at an issue price of \$0.06 per Share to existing and new professional, sophisticated and other institutional investors to raise a total of \$4.5 million. In addition, the Company also accepted oversubscriptions of an additional 50 million in shares at the same issue price to raise A\$3.0 million from directors of the Company and other investors introduced by the Board in a second tranche. The Placement also included a 1:3 free attaching option exercisable at \$0.085 per option expiring 2 years from the date of issue. The second tranche shares and 41.66 million attaching 8.5c Options were approved at the Company's Annual General Meeting held on 28<sup>th</sup> July 2023.



## NOTE 12: COMMITMENTS

The Group has committed to the following minimum expenditure in relation to the tenements.

	<b>30 SEPTEMBER 2023</b>	<b>30 SEPTEMBER 2022</b>
	<b>\$</b>	<b>\$</b>
Not later than 1 year	878,000	379,000
Later than 1 year and not later than 5 years	1,734,655	1,420,693
Later than 5 years	-	76,121
	<b>2,612,655</b>	<b>1,875,814</b>

## NOTE 13: CONTINGENCIES

### TM RESOURCES ACQUISITION

On 16 September 2016, the Company and the shareholders of TM Resources Pty Ltd (TM) entered into a Share Sale Agreement which resulted in the Company acquiring all the shares on issue in TM. The Company paid \$10,000 on execution of the Share Sale Agreement.

The Company also agreed to pay a contingent consideration:

1. Trek Metals Limited (TML) shares to the value of \$50,000 within 7 days of the grant of the tenements that TM has applied for.
2. \$1,000,000 upon the public release by TML of Mineral Resource Estimate in respect of the Lawn Hill Project of between 550Kt Zn eq – 1.1Mt Zn eq; and
3. \$3,000,000 upon the public release by TML of a Mineral Resource Estimate in respect of the Lawn Hill Project of greater than 1.1Mt Zn eq.

### ACQUISITION OF ARCHER X PTY LTD

On 11 October 2023, the Company announced the acquisition of Archer X Pty Ltd owner of a 1,183km<sup>2</sup> strategic exploration portfolio comprising four granted Exploration Licences and one application in the Kimberley region of WA. The extensive exploration portfolio was previously part of Newmont Exploration Pty Ltd's (Newmont) global exploration portfolio (Refer ASX Release 11 October 2023).

Included as part of the acquisition is a potential milestone consideration which is subject to and conditional upon an announcement by Trek to ASX within 5 years of the date of the Agreement, of the delineation by Trek of a 2,000,000 ounce gold equivalent resource as verified by an independent competent person under the 2012 JORC code (JORC Code).

If achieved, Trek will be required to issue \$5,000,000 worth of fully paid ordinary shares in the capital of Trek based on the 20-day (VWAP) measured on the date which is two days prior to the date of issue with a floor price of \$0.15. Any shares (if issued) will be subject to an escrow period of 6 months.

## NOTE 14: SHARE BASED PAYMENTS

Total expenses arising from share-based payment transactions recognised during the period are as follows:

	2023 \$	2022 \$
<b>Expensed to Statement of Profit or Loss</b>		
Options issued to staff and consultants	-	5,625
Performance Rights issued to key management personnel	183,614	233,964
Performance Rights issued to staff and consultants	179,902	82,640
<b>Total Share based payments expense</b>	<b>363,516</b>	<b>322,229</b>

The expense during the period represents the share-based payment expense over the vesting period for options and rights previously granted. Options and Rights granted carry no dividend or voting rights. When exercisable, each option or right is convertible into one ordinary share of the Company with full dividend and voting rights.

The expected life of the share options is based on historical data and is not necessarily indicative of exercise patterns that may occur. The expected volatility reflects the assumption that the historical volatility over a period similar to the life of the options is indicative of future trends, which may not necessarily be the actual outcome.

## PERFORMANCE RIGHTS ISSUED

The Company has the following Performance Rights issued to Directors, employees and consultants in existence during the current reporting period and previous reporting periods.

Performance Rights – September 2023								
Class	Grant Date	Expiry Date	Opening Balance 1 April 2023	Granted during the year	Expired/ exercised during the year	Vested during the year	Rights vested at 30 Sep 2023	Rights Unvested at 30 Sep 2023
A	5/03/2021	5/03/2025	4,375,000	-	-	-	-	4,375,000
B	5/03/2021	5/03/2025	4,000,000	-	-	-	-	4,000,000
C	5/03/2021	5/03/2025	4,000,000	-	-	-	-	4,000,000
D	5/03/2021	5/03/2025	750,000	-	-	-	750,000	-
E	5/03/2021	5/03/2025	900,000	-	-	-	900,000	-
F	5/03/2021	5/03/2025	900,000	-	-	-	900,000	-
G	1/09/2021	1/09/2025	2,000,000	-	-	-	-	2,000,000
H	1/09/2021	1/09/2025	2,000,000	-	-	-	-	2,000,000
I	1/09/2021	1/09/2025	2,000,000	-	-	-	-	2,000,000
J	21/01/2022	28/01/2026	800,000	-	-	-	-	800,000
K	21/01/2022	28/01/2026	800,000	-	-	-	-	800,000
L	29/11/2022	29/11/2025	4,600,000	-	-	1,840,000	1,840,000	2,760,000
M	29/11/2022	29/11/2026	4,450,000	-	-	-	-	4,450,000
N	1/05/2023	1/05/2026	-	1,000,000	-	-	-	1,000,000
O	1/05/2023	1/05/2027	-	1,000,000	-	-	-	1,000,000

Performance Rights – September 2022								
Class	Grant Date	Expiry Date	Opening Balance 1 April 2022	Granted during the year	Expired/ exercised during the year	Vested during the year	Rights vested at 30 Sep 2022	Rights Unvested at 30 Sep 2022
A	5/03/2021	5/03/2025	4,375,000	-	-	-	-	4,375,000
B	5/03/2021	5/03/2025	4,375,000	-	-	-	-	4,000,000
C	5/03/2021	5/03/2025	4,375,000	-	-	-	-	4,000,000
D	5/03/2021	5/03/2025	900,000	-	(150,000)	-	750,000	-
E	5/03/2021	5/03/2025	900,000	-	-	-	900,000	-
F	5/03/2021	5/03/2025	900,000	-	-	-	-	900,000
G	1/09/2021	1/09/2025	2,000,000	-	-	-	-	2,000,000
H	1/09/2021	1/09/2025	2,000,000	-	-	-	-	2,000,000
I	1/09/2021	1/09/2025	2,000,000	-	-	-	-	2,000,000
J	21/01/2022	28/01/2026	800,000	-	-	-	-	800,000
K	21/01/2022	28/01/2026	800,000	-	-	-	-	800,000

Valuation of the performance rights was undertaken with the following factors and assumptions being used in determining the fair value of each right on the grant date.

<b>Performance Rights</b>					
Class	Grant Date	Period (years)	Valuation per right \$	Probability	Vesting Conditions
A	5/03/2021	4	\$0.0492	100%	10-day VWAP of shares being greater than A\$0.15 per share. The holder remains employed or engaged with the Company for 12 months.
B	5/03/2021	4	\$0.0452	100%	10-day VWAP of shares being greater than A\$0.20 per share. The holder remains employed or engaged with the Company for 18 months.
C	5/03/2021	4	\$0.0420	100%	10-day VWAP of shares being greater than A\$0.25 per share. The holder remains employed or engaged with the Company for 24 months.
D	5/03/2021	4	\$0.0663	100%	The holder remains employed or engaged with the Company for 12 months.
E	5/03/2021	4	\$0.0663	100%	The holder remains employed or engaged with the Company for 18 months.
F	5/03/2021	4	\$0.0663	100%	The holder remains employed or engaged with the Company for 24 months.
G	1/09/2021	4	\$0.0725	100%	10-day VWAP of shares being greater than A\$0.15 per share. The holder remains employed or engaged with the Company for 12 months.
H	1/09/2021	4	\$0.0686	100%	10-day VWAP of shares being greater than A\$0.20 per share. The holder remains employed or engaged with the Company for 18 months.
I	1/09/2021	4	\$0.0664	100%	10-day VWAP of shares being greater than A\$0.25 per share. The holder remains employed or engaged with the Company for 24 months.

**Performance Rights**

Class	Grant Date	Period (years)	Valuation per right \$	Probability	Vesting Conditions
J	21/01/2022	4	\$0.0909	100%	10-day VWAP of shares being greater than A\$0.20 per share. The holder remains employed or engaged with the Company for 12 months.
K	21/01/2022	4	\$0.0888	100%	10-day VWAP of shares being greater than A\$0.25 per share. The holder remains employed or engaged with the Company for 24 months.
L	29/11/2022	3	\$0.0869	95%	20-day VWAP of shares being greater than A\$0.10 per share (40%) The holder remains employed or engaged with the Company for 12 months (40%) Board discretion after 12 months based on KPIs (20%)
M	29/11/2022	4	\$0.0825	95%	60-day VWAP of shares being greater than A\$0.20 per share (40%) The holder remains employed or engaged with the Company for 24 months (40%). Board discretion after 24 months based on KPIs (20%)
N	1/05/2023	4	\$0.0521	95%	20-day VWAP of shares being greater than A\$0.10 per share (40%) The holder remains employed or engaged with the Company for 12 months (40%) Board discretion after 12 months based on KPIs (20%)
O	1/05/2023	4	\$0.0429	95%	60-day VWAP of shares being greater than A\$0.20 per share (40%) The holder remains employed or engaged with the Company for 24 months (40%). Board discretion after 24 months based on KPIs (20%)

## NOTE 15: POST-BALANCE DATE EVENTS

On 31 October 2023, 5,000,000 share options exercisable at \$0.20 expired.

On 11 October 2023, the Company announced the acquisition of 100% of the issued capital of Archer X Pty Ltd owner of a 1,183km<sup>2</sup> strategic exploration portfolio comprising four granted Exploration Licences and one application in the Kimberley region of WA. The extensive exploration portfolio was previously part of Newmont Exploration Pty Ltd's (Newmont) global exploration portfolio (Refer ASX Release 11 October 2023). The consideration for the acquisition of Archer is :-

### Upfront Consideration

- i. Payment of \$250,000;
- ii. Cash payment as reimbursement for all costs and expenditure incurred by Archer in respect to the tenements during the period between 17 September 2023 and Settlement;
- iii. Issue of \$500,000 worth of fully paid ordinary shares in the capital of Trek (TKM Shares) based on the 20-day volume weighted average price (VWAP) measured on the date which is two days prior to the date of execution of the agreement; and
- iv. Payment of a 1.25% net smelter royalty for all minerals produced in respect of the Tenements to the Shareholders of Archer. Under the terms of the Royalty, upon a decision to mine being made at the Tenements, Trek will have the exclusive right to purchase the Royalty for \$5,000,000.

### Deferred Consideration

- i. Issue of \$500,000 worth of fully paid ordinary shares in the capital of Trek based on the 20-day (VWAP) measured on the date which is two days prior to the date of issue;
- ii. Issued with a floor price of \$0.08;
- iii. Issued on the date that is 12 months from the date of settlement;
- iv. Any shares issued will be subject to an escrow period of 6 months from the date of issue.

### Milestone Consideration

- i. Subject to and conditional upon an announcement by Trek to ASX within 5 years of the date of the Agreement, of the delineation by Trek of a 2,000,000 ounce gold equivalent resource as verified by an independent competent person under the 2012 JORC code (JORC Code), the issue of \$5,000,000 worth of fully paid ordinary shares in the capital



of Trek based on the 20-day (VWAP) measured on the date which is two days prior to the date of issue:

- ii. Any shares issued have a floor price of \$0.15 and will be subject to an escrow period of 6 months from the date of issue.

Settlement of the acquisition is scheduled for completion on or around the 30<sup>th</sup> November 2023.

On 11<sup>th</sup> October 2023, the Company issued 3,520,000 Fully Paid Ordinary shares following the exercise of vested Performance Rights issued under the Company's Incentive Rights and Options Plan.

Other than as detailed above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in subsequent financial years.

## DIRECTORS' DECLARATION

### FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2023

The Directors declare that:

- a) 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;
- b) in the directors' opinion, the attached financial statements are in compliance with International Financial Reporting Standards, as stated in Note 1 to the financial statements; and
- c) in the directors' opinion, the attached financial statements and notes thereto are in compliance with accounting standards and giving a true and fair view of the financial position and performance of the group.

On behalf of the Board.



**John Young**

Director

Dated: 30 November 2023

## INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF TREK METALS LIMITED

### Conclusion

We have reviewed the accompanying half-year financial report of Trek Metals Limited ("the Company") and Controlled Entities ("the Consolidated Entity") which comprises the condensed consolidated statement of financial position as at 30 September 2023, the condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other selected explanatory notes, and the directors' declaration.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the half-year financial report of Trek Metals Limited does not present fairly, in all material respects the consolidated entity's financial position as at 30 September 2023 and of its financial performance for the half-year ended on that date in accordance with IAS 134 Interim Financial Reporting as described in Note 1.

### Responsibility of the Directors for the Financial Report

The directors of the Company are responsible for the preparation and fair presentation of the half-year financial report in accordance with IAS 134 Interim Financial Reporting and for such internal control as the directors determine is necessary for the preparation and fair presentation 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, anything has come to our attention that causes us to believe that the half-year financial report is not presented fairly, in all material respects, in accordance with IAS 134 Interim Financial Reporting. As the auditor of Trek Metals Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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.

*Hall Chadwick*

HALL CHADWICK WA AUDIT PTY LTD

*Mark Delaurentis*

MARK DELAURENTIS CA  
Director

Dated at Perth this 30<sup>th</sup> of November 2023

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