



Resource Mining Corporation Limited

ABN 97 008 045 083

INTERIM FINANCIAL REPORT

HALF-YEAR ENDED 31 DECEMBER 2023

Resource Mining Corporation Limited
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31 December 2023

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Resource Mining Corporation Limited
Corporate directory
31 December 2023

Directors	Asimwe Kabunga (Executive Chairman) Trevor Matthews (Non-Executive Director) David Round (Non-Executive Director) Noel O'Brien (Non-Executive Technical Director)
Company secretary	Kellie Davis
Registered office	Level 5, 191 St. Georges Terrace Perth WA 6000
Principal place of business	Level 5, 191 St. Georges Terrace Perth WA 6000 Telephone: +61 8 9482 0500 Website: www.resmin.com.au
Share registry	Computershare Investor Services Pty Ltd Level 11, 172 St Georges Terrace Perth, Western Australia 6000 Telephone Within Australia: 1300 850 505 Outside Australia: +61 3 9415 4000 www.investorcentre.com/contact
Auditor	BDO Audit (WA) Pty Ltd Level 9, Mia Yellagonga Tower 2 5 Spring Street Perth, Western Australia 6000 Telephone: +61 8 6382 4600
Bankers	Westpac Bank 116 James Street Northbridge, Western Australia 6000
Securities exchange listing	Resource Mining Corporation Limited shares are listed on the Australian Securities Exchange (Home Exchange – Perth) ASX Code: RMI

Resource Mining Corporation Limited
Directors' report
31 December 2023

The Directors present the financial report of the consolidated entity, consisting of Resource Mining Corporation Limited (ASX: RMI) ("RMC") and its controlled entities ("Group"), for the half-year ended 31 December 2023.

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 the office for the entire period unless otherwise stated.

Asimwe Kabunga
Trevor Matthews
David Round
Noel O'Brien
Andrew Nesbitt

Executive Chairman
Non-Executive Director
Non-Executive Director
Non-Executive Technical Director
Chief Executive Officer (Resigned 28 July 2023)

Company Secretaries

Kellie Davis
Deborah Ho

Company Secretary (Resigned 4 September 2023)

Review of operations

Tanzania

During the six months to December 2023, the Company:

- Conducted RC and Diamond drilling programs at the Liparamba project, Southern Tanzania.
- Reported assay results from diamond drilling at Liparamba confirming Ni-Cu sulphide mineralisation.
- Carried out field work at the Mbinga Nickel project, Southern Tanzania, including testing of a major EM target.
- Announced soil survey results from Mbinga which indicated a large geochemical anomaly extending the coincidental geophysical and geochemical anomaly previously defined by BHP/ AlbidoN.
- Post the half, the Company announced the acquisition of two large Cu-Au exploration projects, Mpanda and Mbozi, in Eastern Tanzania.

Liparamba Project, Southern Tanzania

During the half, the Company continued exploration at one of the most prospective of its Tanzanian projects, Liparamba, in southern Tanzania, close to the border with Mozambique. This project had previously been investigated by BHP/Albidon, which had identified several high confidence targets. A Reverse Circulation (RC) drilling program commenced in July, with highly encouraging findings at the first hole (LPRC001) which intersected disseminated sulphides.

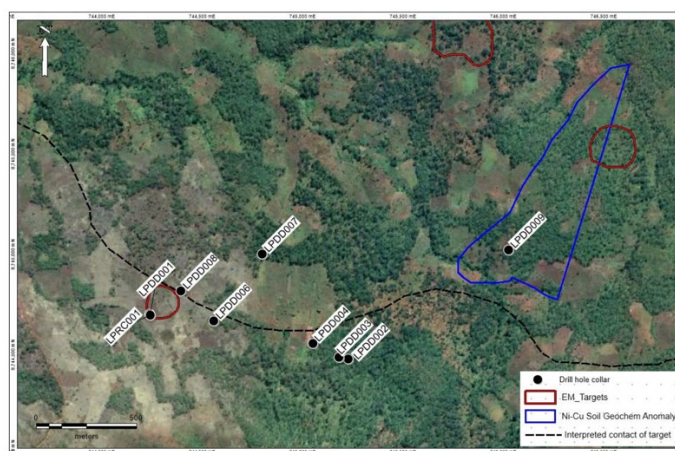


Figure 1: Location Map of Diamond Drill holes, Liparamba Ni Project

Subsequently, nine (9) 150-200m deep DD holes were drilled along the southern corridor of the Liparamba Nickel Project. The DD program concentrated upon the coincidental anomalies identified in the Audio-frequency Magnetotellurics (AMT) and Airborne Electromagnetic (AEM) data, as well as recent geological field surveys and older soil surveys.

The program achieved its initial objective of identifying disseminated sulphides, and numerous areas of disseminated sulphides were located within the following drill holes completed in the project area.



Figure 2: Initial diamond drillhole core showing mafic rock at Liparamba

Anomalous Ni-Cu values were detected within a number of the drill holes from the diamond drill program at Liparamba, with Ni-Cu sulphide mineralisation occurring at 133-135m within LPDD009 (0.35-0.40%Ni and 0.20-0.23%Cu). The mineralisation encountered at diamond drill hole LPDD09 is supported by both geophysical test work as well as a soil geochemistry anomaly defined by BHP/Albidon.

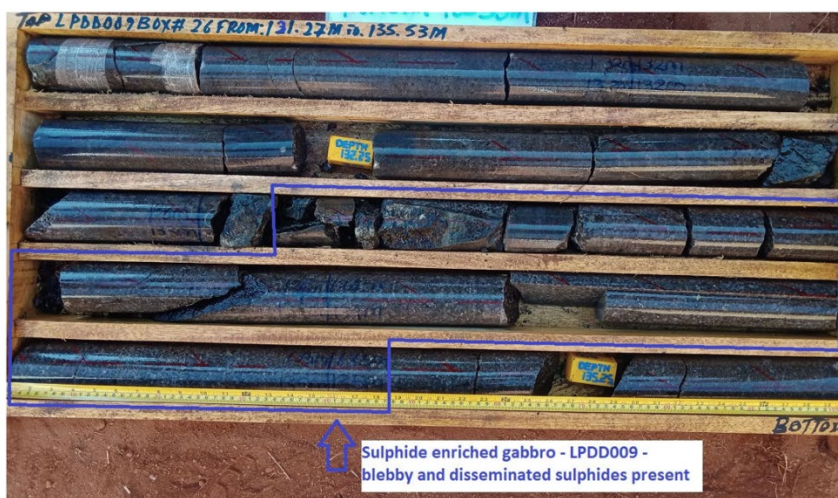


Figure 3: Drill core image of sampled blebby and disseminated sulphides – LPDD009

This drill program is the first confirmation of Ni-Cu mineralisation within this exciting new region with large areas yet to be explored and defined targets at depth still to be tested from the recently completed audio-frequency AMT survey.

Mbinga Project, Southern Tanzania

An auger sampling program was conducted at the Mbinga Project across a large Electro Magnetic (EM) target defined by BHP/Albidon. Initial results have proven very encouraging with the presence of anomalous Ni and Cu over the EM target and defined plate within the eastern region of the mafic inlier.

With the successful location of sulphide mineralisation within an area of an anomalous soil survey at Liparamba, the potential for Mbinga to also contain Ni-Cu mineralisation is considered high.

Selected samples from the Eastern anomaly were forwarded for assaying by ALS Limited (Johannesburg), with the assays confirming the size and scale of the soil anomaly.

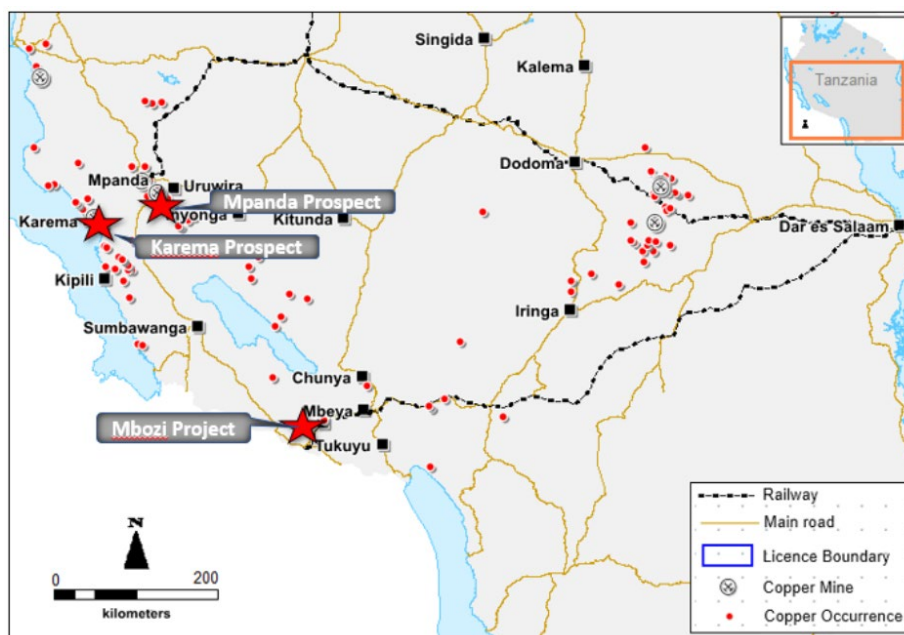


Figure 5: Location of the Mpanda and Mbozi Cu-Au Projects, Tanzania

Both projects are focused on the discovery of copper, however gold and other base metals are common occurrences within the project areas and would form an integral component of any future comprehensive exploration works.

An independent review by geological consultants has confirmed that both projects are highly prospective and provide an opportunity for further development of a resource base for RMC.

Finland

During and post the December 2023 half year, the Company:

- Conducted highly promising fieldwork at Kola Lithium Project, Finland with assay results pointing toward high-grade lithium-bearing pegmatites.
- Following these results, the Company increased land holding at Kola through the approval of the Neverbacka reservation.
- Post the half, the Köyhajoki exploration permit at Kola was approved by Tukes with drilling to commence as soon as practically possible.
- Pikkukallio exploration permit at Kola expected to be granted in Q2 2024.
- Fieldwork conducted at Hirvikallio Lithium Project in Finland also yielded promising results, with assay results received from Hirvikallio Lithium Project include 4.26% Li₂O (HV0141) and 3.3% Li₂O (HV0142).
- An exploration permit application for Hirvikallio has been submitted.

Kola Lithium Project

The Company continued Field work at the Kola Lithium Project in Central Finland during the half. The 101.26km² Kola reservation notification area in the Kaustinen lithium pegmatite province of Finland borders the permits and applications of Keliber, a major new Li project currently under development by owners, Sibanye Stillwater.

Field work completed at the Kola Lithium Project in Central Finland pointed to the possible presence of Lithium-bearing pegmatites.

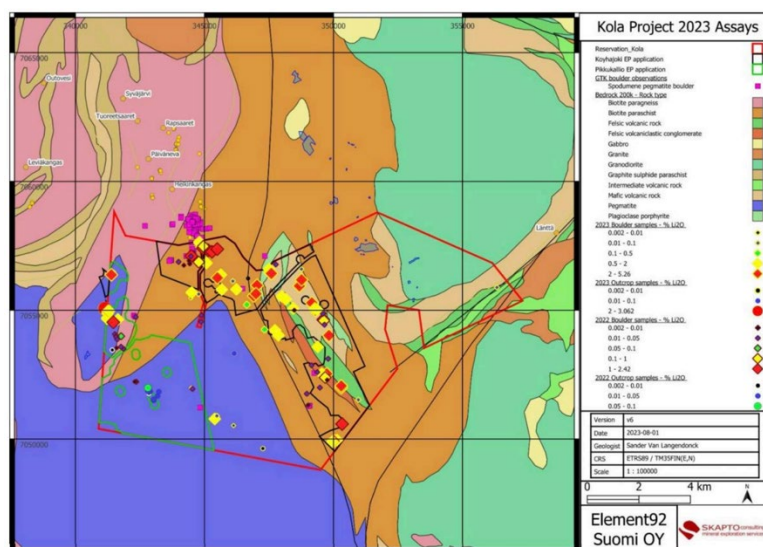


Figure 6: 2023 Sampling locations in the Kola area

Results confirmed the continuous presence of high-grade Li-containing pegmatite boulders from North to South across the central part of the Kola permit, along the same trend that hosts the Keliber Li-pegmatite deposits:

- 52 out of 68 boulder samples contained more than 1.0% Li₂O,
- 27 samples contained more than 2% Li₂O, and
- The highest Li value of 5.26% Li₂O was observed in sample KL0084.

Following these encouraging results, the Company's Finland subsidiary, Element92 Suomi applied for 2 exploration permits within its existing reservation area: the Koyhajokki EP, which was granted post the half, and the Pikkukallio EP expected to be granted in Q2 2024.

In addition, RMC successfully applied for the Neverbacka reservation from the Finland agency, Tukes. The area adjoins the Kola Lithium Project in Central Finland and adds 10.64 km² of prospective ground that has the potential to host high-grade Lithium-bearing pegmatites.

Boulders in the Kola region are generally moved by glacial transportation processes with research by Finnish Geological Services indicating that this movement has a maximum of 1.5km to 2.0km in SSE direction from the pegmatitic source. This means that the source(s) of the spodumene containing boulders are likely located in the Northern and Central parts of RMC's Kola permit and in the new Neverbacka reservation area.

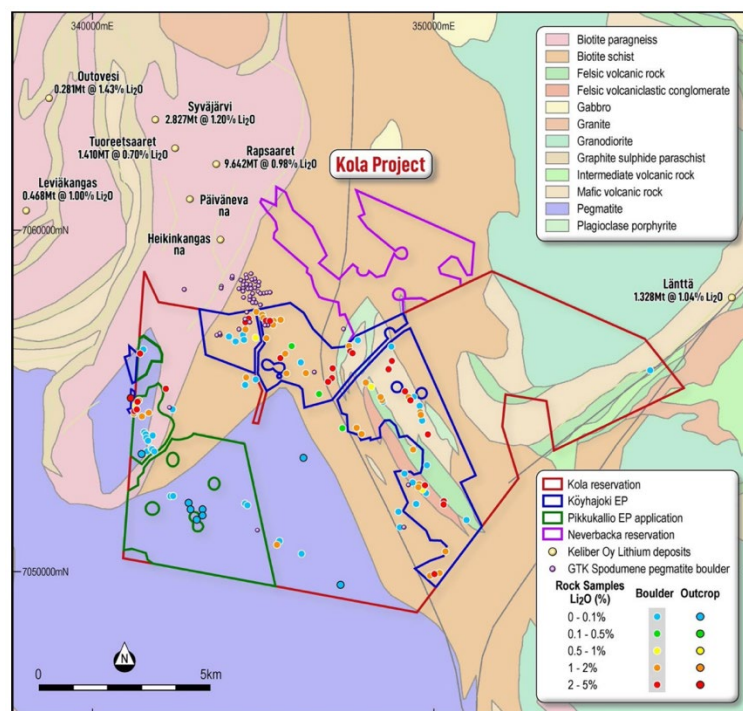


Figure 7: Kola project reservation and EP areas, and 2022-2023 sampling locations and assay grade

Following the addition of Neverbacka, and the granting of Köyhäjoki, the Kola Lithium Project currently consists of:

- The Neverbacka reservation notification (10.64 km²),
- The Kola reservation notification (101.26 km²), which includes:
- The Pikkukallio exploration permit application (15.81 km²) – pending, and
- The Köyhäjoki exploration permit (21.29 km²) – granted.

Hirvikallio Lithium Project

The Hirvikallio Lithium Project is located on a 165 km² exploration reservation in the Somero-Tammela region, Southern Finland. The Finnish Geological Survey, GTK, considers it one of the most promising lithium pegmatite provinces in Finland. Results from the field work this half at the Hirvikallio Lithium Project, in Southern Finland, confirmed the presence of lithium-bearing pegmatites in the Hirvikallio permit.

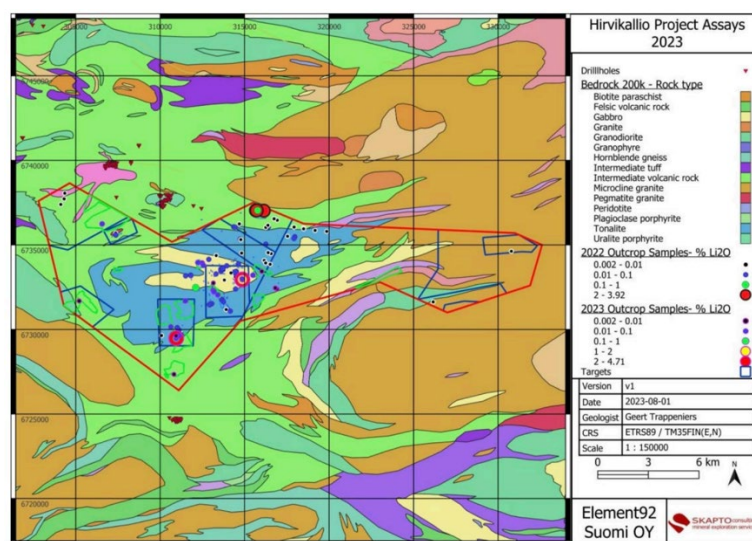


Figure 8: 2023 sampling locations in the Hirvikallio project

Field work at Hirvikallio during the half focused on areas in the central and southern parts of the permit where high grade Li-

containing pegmatites were previously identified. The objective of the recently completed field work was improving our understanding of the Li-mineralisation and extending the areas containing Li-pegmatites.

Results of rock chip sampling of outcropping pegmatites include 4.70% Li₂O, 3.79% Li₂O, 3.46% Li₂O and 2.75% Li₂O. These results clearly confirm the presence of high-grade Li-containing pegmatites in the central and southern parts of the Hirvikallio permit.

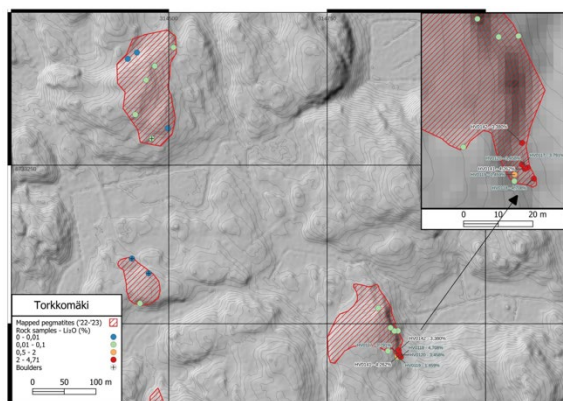


Figure 9: Detail of the Torkkomäki target, showing Li-grades of recent samples

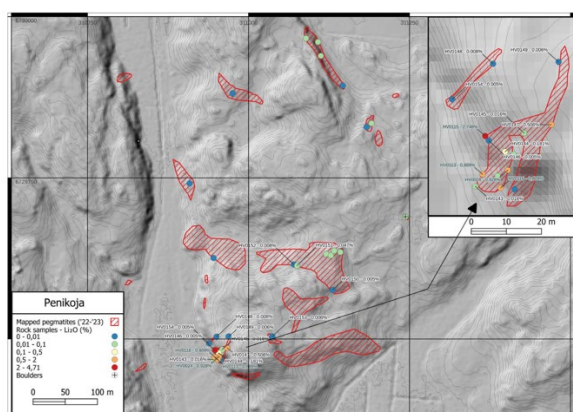


Figure 10: Detail of the Penikoja target, showing Li-grades of recent samples

Assay results of the 22 collected samples were received and include 4.26% Li₂O (HV0141), 3.3% Li₂O (HV0142), 0.51% Li₂O (HV0147) and several other samples with anomalous Li-values. These results confirm again the Li-potential of the pegmatites. The Rare Earth Elements ("REE"), Potassium ("K"), Rubidium ("Rb") and other trace element ratios of the high-grade Li-samples are now being compared with samples taken from the other pegmatite bodies in the Hirvikallio project.

Similarities and trends in these trace element ratios between pegmatites will allow us to identify which of the other pegmatite bodies can potentially host economic Li grades and should be included in the planned drill program. An exploration permit application over the identified Li-pegmatites is being prepared.

Resource Mining Corporation Limited
Directors' report
31 December 2023

	Six Months Ended 31 December 2023 \$	Six Months Ended 31 December 2022 \$
(Loss)/profit attributable to the owners for the period after tax	(2,092,687)	(8,591,182)
Loss on settlement of debt	-	861,971
Exploration costs/impairment	(27,511)	(6,257,231)
Net cash (used in) operating activities	(835,396)	(1,911,078)
Net cash (used in) investing activities	(904,571)	(220,379)
Net cash from financing activities	1,512,011	2,394,604

During the period:

- On 21 August 20,000,000 shares were issued at 5c per share. Raising capital of \$910,000 and settling part loan repayment via issue of shares to Leticia Kabunga in relation to the amount owing by MNTL for \$90,000.
- On 18 September 2023 6,640,355 shares were issued at 5c per share. Raising capital of \$314,847 and settling final loan repayment via issue of shares to Leticia Kabunga in relation to the amount owing by MNTL for \$17,351.
- On 2 October 10,000,000 shares were issued at 5c per share. Raising capital of \$441,677 and settling debt due to Asimwe Kabunga in relation to the amount owing by RMI for consultancy services for the amount \$58,323.

Matters subsequent to the end of the financial half-year

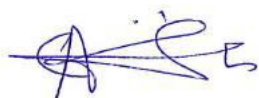
- On 29 January 2024, exploration permit granted for Kola Lithium Project for Element 92 Pte Ltd. The result of the granting of permit satisfied one of the conditions resulting in the issue of ordinary shares to fully acquire Element 92 Pte Ltd which via Finland domiciled subsidiary, Element92 Suomi Oy, holds the exploration reservations for three Finland projects, Kola, Hirvikallio and Ruossakero projects.
- On 4 February 2024, Resource Mining Corporation Limited had executed a Joint Venture Deed with Tanzanian company Vancouver Mineral Resources Limited (VMR) whereby Resource Mining Corporation Limited was issued on 9 February 2024 new shares such that it now holds 75% of VMR's issued capital in exchange for funding and managing the project exploration and study activities through to the feasibility study. A Royalty Deed has been executed between VMR and the minority shareholders, which grants a 1% net smelter royalty to the minority shareholders on all copper, gold and any by-product or co-product minerals mined and extracted by VMR in the Mpanda and Mbozi Cu-Au Project areas. Upon completion of the feasibility study or studies, Resource Mining Corporation Limited's sole funding obligations will cease and the parties will enter into discussion to agree the terms for the development and funding of the projects(s). The deed ensures that the minority shareholders will retain their 25% shareholding in VMR until the feasibility study or studies are completed.

No other matter or circumstance has arisen since 31 December 2023 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is included in this half-year financial report.

Signed in accordance with a resolution of the Board of Directors.



Asimwe Kabunga
Executive Chairman
Signed on the 14 March 2024

DECLARATION OF INDEPENDENCE BY NEIL SMITH TO THE DIRECTORS OF RESOURCE MINING CORPORATION LIMITED.

As lead auditor for the review of Resource Mining Corporation Limited for the half-year ended 31 December 2023, I declare that, to the best of my knowledge and belief, there have been:

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

This declaration is in respect of Resource Mining Corporation Limited and the entities it controlled during the period.



Neil Smith
Director

BDO Audit (WA) Pty Ltd

Perth

14 March 2024

Resource Mining Corporation Limited
Consolidated statement of profit or loss and other comprehensive income
For the half-year ended 31 December 2023

		Consolidated	
	Note	31 Dec 2023	31 Dec 2022
		\$	\$
Revenue			
Interest income		5,763	5,117
Other income		-	(16,430)
Expenses			
Administration and corporate expenses	3	(1,833,031)	(1,560,965)
Exploration expenditure/impairment	3	(27,511)	(6,257,231)
Borrowing costs	3	1,496	(862,186)
Loss before income tax expense		(1,853,283)	(8,691,695)
Income tax expense		-	-
Loss after income tax expense for the half-year		(1,853,283)	(8,691,695)
Other comprehensive income / (loss)			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Foreign currency translation		(267,910)	(8,525)
Other comprehensive income / (loss) for the half-year, net of tax		(267,910)	(8,525)
Total comprehensive loss for the half-year		<u>(2,121,193)</u>	<u>(8,700,220)</u>
Loss for the half-year is attributable to:			
Non-controlling interest		(28,505)	(100,513)
Members of Resource Mining Corporation Limited		(1,824,778)	(8,591,182)
		<u>(1,853,283)</u>	<u>(8,691,695)</u>
Total comprehensive loss for the half-year is attributable to:			
Non-Controlling Interest		(28,505)	(100,514)
		(28,505)	(100,514)
Owners of Resources Mining Corporation Limited - Continuing Operations		(2,092,688)	(8,599,706)
Members of Resource Mining Corporation Limited		(2,092,688)	(8,599,706)
		<u>(2,121,193)</u>	<u>(8,700,220)</u>
		Cents	Cents
Basic loss per share	12	(0.33)	(1.83)
Diluted loss per share	12	(0.33)	(1.83)

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

Resource Mining Corporation Limited
Consolidated statement of financial position
As at 31 December 2023

		Consolidated	
	Note	31 Dec 2023	30 Jun 2023
		\$	\$
Assets			
Current assets			
Cash and cash equivalents		664,267	857,694
Trade and other receivables		78,436	74,135
Total current assets		<u>742,703</u>	<u>931,829</u>
Non-current assets			
Property, plant and equipment		-	369
Exploration and evaluation	4	7,769,484	7,161,854
Total non-current assets		<u>7,769,484</u>	<u>7,162,223</u>
Total assets		<u>8,512,187</u>	<u>8,094,052</u>
Liabilities			
Current liabilities			
Trade and other payables		315,941	334,653
Non-interest bearing liabilities	5	13,403	117,185
Deferred consideration	6	3,080,000	3,080,000
Total current liabilities		<u>3,409,344</u>	<u>3,531,838</u>
Total liabilities		<u>3,409,344</u>	<u>3,531,838</u>
Net assets		<u>5,102,843</u>	<u>4,562,214</u>
Equity			
Issued capital	7	81,501,731	79,824,046
Reserves	8	3,808,608	3,092,381
Accumulated losses		(79,996,825)	(78,172,047)
Equity attributable to the members of Resource Mining Corporation Limited		5,313,514	4,744,380
Non-controlling interest		(210,671)	(182,166)
Total equity		<u>5,102,843</u>	<u>4,562,214</u>

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

Resource Mining Corporation Limited
Consolidated statement of changes in equity
For the half-year ended 31 December 2023

	Issued capital \$	Accumulated losses \$	Reserves \$	Non-controlling interest \$	Total equity \$
6 Months to 31 December 2022					
Balance at 1 July 2022	66,921,753	(66,954,214)	651,416	(58,657)	560,298
Loss after income tax expense for the half-year	-	(8,591,182)	-	(100,513)	(8,691,695)
Other comprehensive loss for the half-year, net of tax	-	-	(8,525)	-	(8,525)
Total comprehensive loss for the half-year	-	(8,591,182)	(8,525)	(100,513)	(8,700,220)
Issue of options	-	-	202,314	-	202,314
Vesting of performance rights	-	-	763,404	-	763,404
<i>Transactions with members in their capacity as members:</i>					
Contributions of equity, net of transaction costs	12,955,318	-	-	-	12,955,318
Balance at 31 Dec 2022	<u>79,877,071</u>	<u>(75,545,396)</u>	<u>1,608,609</u>	<u>(159,170)</u>	<u>5,781,114</u>
	Issued capital \$	Accumulated losses \$	Reserves \$	Non-controlling interest \$	Total equity \$
6 Months to 31 December 2023					
Balance at 1 July 2023	79,824,046	(78,172,047)	3,092,381	(182,166)	4,562,214
Loss after income tax expense for the half-year	-	(1,824,778)	-	(28,505)	(1,853,283)
Other comprehensive income for the half-year, net of tax	-	-	(267,910)	-	(267,910)
Total comprehensive loss for the half-year	-	(1,824,778)	(267,910)	(28,505)	(2,121,193)
<i>Transactions with members in their capacity as members:</i>					
Contributions of equity, net of transaction costs (note 7)	1,677,685	-	-	-	1,677,685
Vesting of performance rights	-	-	984,137	-	984,137
Balance at 31 December 2023	<u>81,501,731</u>	<u>(79,996,825)</u>	<u>3,808,608</u>	<u>(210,671)</u>	<u>5,102,843</u>

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

Resource Mining Corporation Limited
Consolidated statement of cash flows
For the half-year ended 31 December 2023

		Consolidated	
	Note	31 Dec 2023	31 Dec 2022
		\$	\$
Cash flows from operating activities			
Payments to suppliers and employees (inclusive of GST)		(840,920)	(1,915,980)
Interest received		5,763	5,117
Interest and other finance costs paid		(239)	(215)
Net cash used in operating activities		(835,396)	(1,911,078)
Cash flows from investing activities			
Exploration and evaluation expenditure capitalised		(904,571)	(220,379)
Net cash used in investing activities		(904,571)	(220,379)
Cash flows from financing activities			
Proceeds from issue of shares	7	1,512,011	2,271,475
Proceeds from borrowings		-	123,129
Net cash from financing activities		1,512,011	2,394,604
Net increase/(decrease) in cash and cash equivalents		(227,956)	263,147
Cash and cash equivalents at the beginning of the financial half-year		857,694	1,728,598
Effects of exchange rate changes on cash and cash equivalents		34,529	(24,955)
Cash and cash equivalents at the end of the financial half-year		<u>664,267</u>	<u>1,966,790</u>

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

Note 1. Statement of significant accounting policies

Basis of Preparation

This half-year financial report for the six months ended 31 December 2023 has been prepared in accordance with AASB 134 Interim Financial Reporting and the Corporations Act 2001 and was authorised for issue in accordance with a resolution of the directors on 14 March 2024.

These half-year financial reports do not include all the notes of the type normally included in annual financial reports and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Company as the full financial reports.

The half-year financial reports should be read in conjunction with the annual financial reports for the year ended 30 June 2023 and any public announcements made by Resource Mining Corporation Limited during the half-year reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001. For the purpose of preparing the half-year financial statements, the half-year has been treated as a discrete reporting period.

The financial report is presented in Australian dollars, which is the Company's functional and presentation currency.

- Resource Mining Corporation Limited is a for-profit entity for the purpose of preparing the half-year financial statements.

Statement of Compliance

These half-year financial statements comply with Australian Accounting Standards and International Financial Reporting Standards (IFRS).

Adoption of new and revised standards

Early adoption of accounting standards

The Group has not elected to apply any pronouncements before their operative date in the annual reporting year beginning 1 July 2023.

New and amended standards not yet adopted by the Group

There are no material new or amended standards not yet adopted by the Group.

Note 1. Statement of significant accounting policies (continued)

Going Concern

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

For the half year ended 31 December 2023 the Company recorded a loss of \$1,853,283 (31 December 2022: \$8,691,695). and had net cash outflows from operating and investing activities of \$1,739,967 (30 June 2023: \$2,131,457). At 31 December 2023, the Company had a deficiency of current assets to current liabilities of \$2,666,641 due to a deferred consideration amount due at the end of the period for \$3,080,000. The deferred consideration has been converted to issued capital post period end due to the condition of the acquisition of Element 92 being satisfied.

The ability of the Group to continue as a going concern is dependent on the realisation of value of the Group's projects and the future successful raising of funding through equity or other available forms of funding. These conditions indicate a material uncertainty that may cast a significant doubt about the Group's ability to continue as a going concern.

For the Group to be able to continue to carry out its exploration activity and to have sufficient working capital, it is dependent on the financial support from its shareholders to fund its working capital requirements and/or successfully raising capital. The Directors are satisfied they will be able to raise additional working capital as required and thus it is appropriate to prepare the financial statements on a going concern basis. In arriving at this position, the Directors have considered the following matters:

- Successfully raising funds through equity. The Group had successfully raised \$1,666,344 (before costs) via Placements during the half-year, which supports the Group's ability to raise capital if required; and
- The ability to reduce expenditure where required, the Directors would undertake steps to scale down its operations and reduce its discretionary expenditure in order to curtail cash outflows. As noted in Note 12 subsequent to the reporting period the company has settled \$3,080,000 of the deferred consideration through the issue of 30,000,000 shares.

The Directors have assessed the cash flow requirements for the 12-month period from the date of approval of the financial statements and its impact on the Group and believe there will be sufficient funds to meet the Group's working capital requirements.

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

Note 2. Segment Information

The Group operates within two geographical segments within mineral exploration and extraction, being Tanzania and Finland. The segment information provided to the chief operating decision maker is as follows:

31 December 2023	Exploration activities Tanzania	Exploration activities Finland	Corporate activities Australia	Consolidated
Segment revenue	-	-	5,763	5,763
Segment results before income tax	(110,750)	1,282	(1,749,578)	(1,859,046)
Profit before income tax	(110,750)	1,282	(1,743,815)	(1,853,283)

Resource Mining Corporation Limited
Notes to the consolidated financial statements
31 December 2023

Note 2. Segment Information (continued)

31 December 2023

	Exploration activities Tanzania \$	Exploration activities Finland \$	Corporate activities Australia \$	Consolidated \$
Segment assets	4,311,095	3,458,390	742,703	8,512,188
Segment liabilities	(74,654)	-	(3,334,691)	(3,409,345)
Net assets / (liabilities)	4,236,441	3,458,390	(2,591,988)	5,102,843

31 December 2022

	Exploration activities Tanzania \$	Exploration activities Finland \$	Corporate activities Australia \$	Consolidated \$
Segment revenue	-	-	5,117	5,117
Segment results before income tax	(6,257,231)	-	(2,439,581)	(8,696,812)
Profit before income tax	(6,257,231)	-	(2,434,464)	(8,691,695)

30 June 2023

	Exploration activities Tanzania \$	Exploration activities Finland \$	Corporate activities Australia \$	Consolidated \$
Segment assets	4,116,608	3,083,506	893,938	8,094,052
Segment liabilities	(206,295)	(21,187)	(3,304,355)	(3,531,837)
Net assets / (liabilities)	3,910,313	3,062,319	2,410,417	4,562,215

Resource Mining Corporation Limited
Notes to the consolidated financial statements
31 December 2023

Note 3. Expenses

	Consolidated	
	31 Dec 2023	31 Dec 2022
	\$	\$
Loss before income tax includes the following specific expenses:		
Administration and Corporate Expenses		
Compliance and regulatory expenses	153,475	126,285
Consultants	150,611	303,749
Directors fees	214,125	213,301
Salaries and wages	118,093	90
Occupancy	2,913	2,417
Insurance	12,483	8,332
Travel and accommodation	26,570	52,531
Legal fees	15,754	46,106
Share based payments (note 9)	984,137	763,404
Other expenses	16,794	44,750
Depreciation - administration equipment	356	-
Foreign exchange loss	137,720	-
	1,833,031	1,560,965
Exploration Expenditure and Project Costs		
Other exploration and project costs	27,511	707,231
Impairment on acquisition of Massive Nickel Pty Ltd	-	5,550,000
	27,511	6,257,231
Borrowing costs/(gains)		
Interest paid	239	91
Finance charges and Interest on insurance funding	-	124
(Gain) / Loss on settlement of debt	(1,735)	861,971
	(1,496)	862,186

Note 4. Non-current assets - exploration and evaluation

	31 December	30 June
	2023	2023
	\$	\$
Exploration and evaluation asset:		
Exploration and evaluation - opening balance	7,161,854	-
Capitalised exploration expenditure during the period	904,572	12,861,854
Foreign exchange on exploration and evaluation capitalised	(296,941)	-
Less: impairment	-	(5,700,000)
Balance as at 31 December 2023	7,769,484	7,161,854

Note 4. Non-current assets - exploration and evaluation (continued)

Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

Consolidated	Massive Nickel Tanzania Pty Ltd \$	Element 92 Suomi Oy \$	Total \$
Balance at 1 July 2023	4,076,337	3,085,517	7,161,854
Expenditure during the half-year	679,450	225,122	904,572
Exchange differences	(444,692)	147,751	(296,941)
Balance at 31 December 2023	4,311,095	3,458,390	7,769,485

Exploration and evaluation costs are carried forward where right of tenure of the area of interest is current and they are expected to be recouped through sale or successful development and exploitation of the area of interest, or, where exploration and evaluation activities in the area of interest have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

Note 5. Current liabilities - non-interest bearing liabilities

	Consolidated 31 Dec 2023 \$	30 Jun 2023 \$
Unsecured loans and advances – Kabunga Holdings	13,403	117,185

The unsecured loan is an A\$13,403 facility provided by Leticia Kabunga (the 1% shareholder of subsidiaries Eastern Nickel Tanzania Limited). This loan is unsecured, interest free with no set repayment date.

An unsecured loan for the amount A\$103,782 as at 30 June 2023 facility was provided by Leticia Kabunga (the 1% shareholder of subsidiaries Massive Nickel Tanzania Limited). This was an unsecured loan, interest free with no set repayment date. On 21 August 2023 the Board resolved to repay Leticia Kabunga's unsecured loan to Massive Nickel Tanzania Limited, for the outstanding loan amount TZS172,405,265. The Company has settled the loan owed to Leticia Kabunga via the issue of 1.8 million fully paid ordinary Resource Mining Corporation Limited shares at A\$0.05/share, valued at A\$90,000 on 21 August 2023. The loan amount outstanding as at the date of this resolution is A\$17,351 after foreign exchange. In lieu of a cash repayment to repay the outstanding loan amount, the Company issued 347,024 share capital to Leticia Kabunga's through the entitlement offer on her behalf, to the value of the outstanding loan amount of A\$17,351. As per the ASX announcement dated 30 August 2023, the Entitlement Offer shares will be issued on Monday 18 September, and on this date the loan was paid in full by the Company and it is terminated this loan facility with Leticia Kabunga. The share price as at 18 September 2023 was \$0.045 per share, resulting in a gain on debt settlement for A\$1,735 (see note 11).

Note 6. Current liabilities - contingencies and deferred consideration

Contingencies

Resources Mining Corporation Limited and its controlled entities do not have any known material contingent assets however a contingent liability continues from the prior period in the Company's six month reporting period.

Deferred consideration

Resource Mining Corporation Limited from the acquisition of Element 92 Pte Limited recognised \$3,080,000 of a deferred consideration for the value of the 40,000,000 ordinary shares as equity settlement. The value was based on the fair value as at 19 January 2023. 30,000,000 of these deferred consideration shares have been issued on 15 February 2024 due to the exploration permit being granted for the Kola Lithium Project in Finland. The value of the 30,000,000 deferred consideration shares is AUD \$ 3,080,000. (30 June 2023: \$3,080,000).

Resource Mining Corporation Limited
Notes to the consolidated financial statements
31 December 2023

Note 7. Equity - issued capital

	Six months ended		Year ended	
	31 Dec 2023	31 Dec 2023	30 Jun 2023	30 Jun 2023
	Shares	\$	Shares	\$
Opening balance	525,707,452	79,824,046	418,173,077	66,921,752
Issued – placements - reference A	20,000,000	1,000,000	-	-
Issued – placements	-	-	22,063,633	2,427,000
Issued – debt settlement	-	-	10,470,742	1,255,818
Issued – placements – see reference B	6,640,335	332,198	-	-
Issued – placements - see reference C	10,000,000	500,000	-	-
Issued – MNPL acquisition	-	-	75,000,000	9,375,000
Costs of share issues	-	(154,513)	-	(155,524)
Closing Balance	562,347,787	81,501,731	525,707,452	79,824,046

(a) On 21 August 2023 20,000,000 shares were issued at 5c per share. Raising capital of \$910,000 and settling part loan repayment via issue of shares to Leticia Kabunga in relation to the amount owing by MNTL for \$90,000.

(b) On 18 September 2023 6,640,355 shares were issued at 5c per share. Raising capital of \$314,847 and settling final loan repayment via issue of shares to Leticia Kabunga in relation to the amount owing by MNTL for \$17,351.

(c) On 2 October 2023 10,000,000 shares were issued at 5c per share. Raising capital of \$441,677 and settling debt due to Asimwe Kabunga in relation to the amount owing by RMI for consultancy services for the amount \$58,323.

Note 8. Equity - reserves

	Consolidated	
	31 Dec 2023	30 Jun 2023
	\$	\$
Foreign currency reserve	(266,618)	1,292
Capital contributions reserve	88,933	88,933
Share-based payments reserve	3,986,293	3,002,156
Balance at the closing of the period	3,808,608	3,092,381

	Consolidated	
	31 Dec 2023	30 Jun 2023
	\$	\$
Foreign currency reserve		
Balance at the beginning of the period	1,292	(12,118)
Currency translation differences arising during the period	(267,910)	13,410
Balance at the closing of the period	(266,618)	1,292

	Consolidated	
	31 Dec 2023	30 Jun 2023
	\$	\$
Capital contribution reserve		
Balance at the beginning of the period	88,933	88,933
Balance at the closing of the period	88,933	88,933

Resource Mining Corporation Limited
Notes to the consolidated financial statements
31 December 2023

Note 8. Equity - reserves (continued)

	Consolidated	
	31 Dec 2023	30 Jun 2023
	\$	\$
Share based payments reserve		
Balance at the beginning of the period	3,002,156	574,600
Issue of options	-	202,314
Vesting of performance rights	984,137	2,225,242
Balance at the closing of the period	<u>3,986,293</u>	<u>3,002,156</u>

The foreign currency translation reserve is used to record exchange differences arising on translation of the Group entities that do not have a functional currency of Australian dollars and have been translated into Australian dollars for presentation purposes.

The capital contributions reserve is used to record the fair value adjustments of loans from shareholders who have provided the Company interest free loans and advances.

The share based payments reserve is used to record the value of share-based payments including options and performance rights to Directors, employees, including KMP's, as part of their remuneration and settlement of loan.

Note 9. Share-based payments

Total costs and share issue costs arising from share-based payment transactions recognised during the half year were as follows:

	Consolidated	
	31 Dec 2023	30 Jun 2023
	\$	\$
Recognised share-based payments costs		
Director performance rights	984,137	2,225,242
Total expense and issue costs arising from share-based payment transactions	<u>984,137</u>	<u>2,225,242</u>

Performance rights

On 6 October 2022, 35 million performance rights were issued to the Directors of the Company as approved by shareholders at the General Meeting held on 29 September 2022. The performance rights have been issued for nil cash consideration. The performance rights cannot be transferred and will not be quoted on the ASX. Therefore, no voting rights are attached to the performance rights unless converted into ordinary shares. Each performance right represents a right to acquire one fully paid ordinary share in the capital of the Company, subject to the satisfaction of the applicable vesting conditions.

The vesting conditions of the performance rights on issue at 31 December 2023 are as follows:

50% of the performance rights will be subject to the condition that:

- A person remains as a Director as at the date that is 12 months after the General Meeting where shareholders approved the issue of the performance rights, and
- At any time between the General Meeting and the date that is 24 months are the General Meeting date, the VWAP of shares calculated over any 5 consecutive trading day period on which trades in shares were recorded is \$0.15 or more.

The vesting conditions for the other 50% of the performance rights will be subject to:

- A person remains as a Director as at the date that is 12 months after the General Meeting where shareholders approved the issue of the performance rights, and
- At any time between the General Meeting and the date that is 24 months are the General Meeting date, the VWAP of shares calculated over any 5 consecutive trading day period on which trades in shares were recorded is \$0.20 or more.

Note 9. Share-based payments (continued)

An independent valuation using the Up-and-In trinomial model was used to calculate the fair value of the performance rights granted on 6 October 2022, giving a fair value of \$3,923,587. The share price was \$0.12 with an expected volatility rate of 140%, risk-free interest rate 3.48%. The fair value of the share price at the time was \$0.1144.

There have been no alterations of the terms and conditions of the above share-based payment arrangements since grant date.

Note 10. Commitments

Mineral Tenement Commitments

Tanzania

In order to maintain current rights of tenure to mining tenements, the Group has exploration and evaluation expenditure obligations up until the expiry of those licences. The following stated obligations are not provided for in the financial statements and represent a commitment of the Group for Tanzania.

	Consolidated	
	31 Dec 2023	30 Jun 2023
	\$	\$
Within 1 Year	79,266	83,812
Later than 1 year but not later than five years	126,560	65,013
Total	205,826	148,825

Massive Nickel Tanzania Limited

As part of the Massive Nickel Tanzania Limited (MNLT) acquisition approved by shareholders on 29 September 2022, the Company has entered into a net smelter return royalty deed with KHPL, whereby a 1.5% net smelter return will be paid to KHPL for any future production arising from MNLT's Nickel exploration assets.

Finland

In order to maintain current rights of tenure to mining tenements, the Group has exploration and evaluation expenditure obligations up until the expiry of those licences. The following stated obligations are not provided for in the financial statements and represent a commitment of the Group for Finland.

	Consolidated	
	31 Dec 2023	30 Jun 2023
	\$	\$
Within 1 Year	3,260	11,213
Later than 1 year but not later than five years	11,160	-
Total	14,420	11,213

Note 11. Related party transactions

There have been no new related party transactions entered into since 30 June 2023 other than:

Resource Mining Corporation Limited
Notes to the consolidated financial statements
31 December 2023

Note 11. Related party transactions (continued)

- The continued vesting of performance rights to the Directors of the Company valued for the six months at \$984,137.
- On the 1 September 2023, the board passed the resolution to issue 1,800,000 ordinary shares and a further 347,024 shares through an entitlement offer to Leticia Kabunga, a Director of MNTL and ENTL as a debt settlement for the unsecured loan of TZS172,405,264.56 Leticia Kabunga had to MNTL. The 1,800,000 ordinary share were valued on issue date at \$0.05 per share A\$90,000 and the remainder of the loan was A\$17,351.20 was settled through the entitlement offer share 347,024. Per the share price on the 18 September 2023 when the 347,024 shares were issued the price per share was \$0.045 resulting in a gain on debt settlement for A\$1,735.
- On the 2 October 2023, Kabunga Holdings Pty Ltd received 1,166,458 ordinary shares as a settlement of a debt. A debt was due to Kabunga Holdings Pty Ltd for the amount A\$58,323 from the additional consultancy service provided for the entitlement offer. It was resolved to settle the debt via the issue of shares through the entitlement offer.

Subsidiaries

The consolidated interim financial report included the financial statements of Resource Mining Corporation Limited and the subsidiaries listed in the following table:

Name	Class of shares	Country of incorporation	% Interest 31 December 2023	% Interest 30 June 2023
Resource Exploration Pty Ltd	Ordinary	Australia	100%	100%
Eastern Nickel Pty Ltd	Ordinary	Australia	75%	75%
Eastern Nickel Tanzania Limited	Ordinary	Tanzania	99%, held by Eastern Nickel Pty Ltd	99%, held by Eastern Nickel Pty Ltd
Massive Nickel Pty Ltd	Ordinary	Tanzania	100%	100%
Massive Nickel Tanzania Limited	Ordinary	Tanzania	99%, held by Eastern Nickel Pty Ltd	99%, held by Eastern Nickel Pty Ltd
Element 92 Pte Ltd	Ordinary	Singapore	100%, held by Resource Mining Corporation Ltd	100%, held by Resource Mining Corporation Ltd
Element 92 Suomi Oy	Ordinary	Finland	100%, held by Element 92 Pte Ltd	100%, held by Element 92 Pte Ltd

Ultimate Parent

Resource Mining Corporation Limited is the ultimate Australian parent entity and the ultimate parent of the Group.

Terms and conditions

All transactions were made on normal commercial terms and conditions and at market rates.

Note 12. Earnings per share

	Consolidated	
	31 Dec 2023	31 Dec 2022
	\$	\$
Loss after income tax	(1,853,283)	(8,691,695)
Non-controlling interest	28,505	100,513
Loss after income tax	<u>(1,824,778)</u>	<u>(8,591,182)</u>
	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share	548,825,468	468,209,061
Weighted average number of ordinary shares used in calculating diluted earnings per share	<u>548,825,468</u>	<u>468,209,061</u>

Note 12. Earnings per share (continued)

	Cents	Cents
Basic loss per share	(0.33)	(1.83)
Diluted loss per share	(0.33)	(1.83)

Note 13. Events after the reporting period

- On 29 January 2024, exploration permit granted for Kola Lithium Project for Element 92 Pte Ltd. The result of the granting of permit satisfied one of the conditions resulting in the issue of ordinary shares to fully acquire Element 92 Pte Ltd which via Finland domiciled subsidiary, Element92 Suomi Oy, holds the exploration reservations for three Finland projects, Kola, Hirvikallio and Ruossakero projects.
- On 4 February 2024, Resource Mining Corporation Limited had executed a Joint Venture Deed with Tanzanian company Vancouver Mineral Resources Limited (VMR) whereby Resource Mining Corporation Limited was issued on 9 February 2024 new shares such that it now holds 75% of VMR's issued capital in exchange for funding and managing the project exploration and study activities through to the feasibility study. A Royalty Deed has been executed between VMR and the minority shareholders, which grants a 1% net smelter royalty to the minority shareholders on all copper, gold and any by-product or co-product minerals mined and extracted by VMR in the Mpanda and Mbozi Cu-Au Project areas. Upon completion of the feasibility study or studies, Resource Mining Corporation Limited's sole funding obligations will cease and the parties will enter into discussion to agree the terms for the development and funding of the projects(s). The deed ensures that the minority shareholders will retain their 25% shareholding in VMR until the feasibility study or studies are completed.

No other matter or circumstance has arisen since 31 December 2023 that has significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company, in subsequent financial periods.

Resource Mining Corporation Limited
Directors' declaration
31 December 2023

1. In the opinion of the directors:

a) The financial statements and notes are in accordance with the Corporations Act 2001, including:

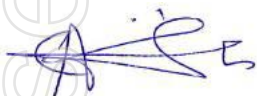
i) giving a true and fair view of the Company's financial position as at 31 December 2023 and of its performance for the half-year ended on that date; and

ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations), the Corporations Regulations 2001 and other mandatory reporting requirements; and

b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

2. This declaration has been made after receiving the declarations required to be made to the directors in accordance with Section 295A of the Corporations Act 2001 for the half-year ended 31 December 2023.

This declaration is signed in accordance with a resolution of the Board of Directors.



Asimwe Kabunga
Executive Chairman

14 March 2024

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Resource Mining Corporation Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Resource Mining Corporation Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2023, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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

- (i) Giving a true and fair view of the Group's financial position as at 31 December 2023 and of its financial performance for the half-year ended on that date; and
- (ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the Company, would be the same terms if given to the directors as at the time of this auditor's review report.

Material uncertainty relating to going concern

We draw attention to Note 1 in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our conclusion is not modified in respect of this matter.

Responsibility of the directors for the financial report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that 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 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 2023 and its financial performance for the half-year ended on that date and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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

BDO Audit (WA) Pty Ltd

A handwritten signature in black ink, appearing to be 'Neil Smith', is written over a faint, stylized BDO logo.

Neil Smith

Director

Perth, 14 March 2024