Red Dirt Metals Limited
ACN 107 244 039

Interim Financial Report
for the Half-Year Ended
31 December 2022

Table of Contents

Corporate Directory

Directors	**David Flanagan** (Executive Chairman) **James Croser** (Non-Executive Director) **Nader El Sayed** (Non-Executive Director) **Tim Manners** (Non-Executive Director)
Company Secretary	Daniel Kendall Steven Wood
Registered Office and Principal Place of Business	Suite 4, 6 Centro Avenue Subiaco WA 6008 Tel: +61 8 6109 0104
Auditors	KPMG 235 St George's Terrace Perth WA 6000 Australia
Solicitors	Thomson Geer Level 27, Exchange Tower 2 The Esplanade Perth WA 6000
Share Registry	Computershare Investor Services Pty Ltd Level 11, 172 St Georges Terrace Perth WA 6000
Securities Exchange Listing	Red Dirt Metals Limited shares are listed on the Australian Securities Exchange (ASX) ASX Code: RDT
Website	www.reddirtmetals.com.au

Director's Report

The Directors hereby present their Interim Financial Report on Red Dirt Metals Limited (ASX: RDT) (the '**Company**' or '**Red Dirt**') and its subsidiaries for the half-year ended 31 December 2022.

DIRECTORS

Except as otherwise stated below, the following persons were Directors of Red Dirt Metals Limited during the whole of the half-year and up to the date of this Report as follows:

Director	Title	Appointment Date	Resignation Date
David Flanagan*	Executive Chairman	29 August 2022	-
James Croser	Non-Executive Director	4 December 2020	-
Nader El Sayed	Non-Executive Director	1 March 2021	-
Tim Manners	Non-Executive Director	1 March 2022	-
Matthew Boyes	Managing Director	1 November 2021	3 November 2022
Alexander Hewlett	Non-Executive Chairman	4 December 2020	29 August 2022
Jiahe (Gower) He	Executive Director	20 June 2022	1 November 2022

**Mr David Flanagan transitioned from Non-Executive Chairman to Executive Chairman on 3 November 2022.*

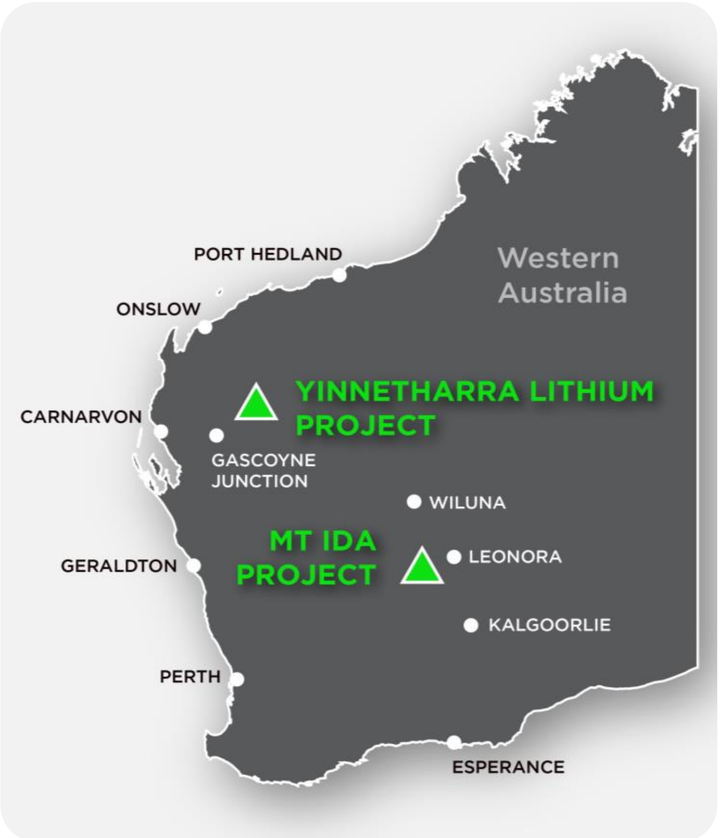
COMPANY SECRETARY

Mr Steven Wood has acted as the Company Secretary during the entire period, with Mr Daniel Kendall joining as Chief Financial Officer ("CFO") and joint Company Secretary from 28 September 2022.

Mr Wood is a qualified Chartered Accountant and has experience with acting as Company Secretary for various companies via his role as a corporate advisor with Grange Consulting Group Pty Ltd, of which he is a Director.

Mr Kendall graduated with a Bachelor of Commerce in 2007 and became a Chartered Accountant in 2010. He is also a member of the Governance Institute of Australia and the Finance Brokers Association of Australia. Mr Kendall has held multiple CFO and Company Secretarial roles across a number of industries over the past ten years, many within the resource sector.

Review of Operations



Red Dirt is focused on advancing the Mt Ida Lithium Project towards production, whilst conducting an exploration programme at the highly prospective Yinnetharra Lithium Project.

As the world transitions towards decarbonised energy solutions, the market is witnessing rapid growth in demand for lithium and other battery related commodities. Western Australia is ideally placed to play a globally significant part in support of the energy transition as the largest producer of lithium raw materials in the world.

The quality of our deposits and a demonstrated track record in developing mining projects puts Red Dirt in an exciting position to deliver significant benefits for future generations. The Company remains focused on fast-tracking project development as quickly as possible to take advantage of the current buoyant lithium market.

Corporate Strategy

When looking at peer companies Red Dirt has a critical key advantage, in that the Mt Ida lithium resource sits within a granted mining lease in the Goldfields of Western Australia. The lease has been host to ~80 years of mining activity which means there are no environmental or social impediments to restarting operations on site. With this advantage in mind, the Company is focused on three objectives:

- Commencing mining of a Mt Ida Direct Shipping Ore ("DSO") lithium product;
- Developing a production pathway for a Mt Ida Spodumene Concentrate product; and
- Growth via exploration and a disciplined approach to acquisition opportunities.

Mt Ida Lithium Project

Having a lithium resource on a granted mining license with a long history of mining is a significant benefit when looking to develop a mine quickly. The Company is fully focused on taking advantage of this and fast-tracking the commencement of a lithium mining operations.

Exploration and Resource Development

A JORC compliant maiden resource estimate (MRE) for the 100% owned Mt Ida Lithium Project in the Eastern Goldfields of Western Australia was completed on 19 October 2022. The MRE was prepared by Snowden Optiro and included the Sister Sam, Timoni and Sparrow pegmatites.

The MRE incorporated all drilling completed up to the 15th of August 2022. The drilling database used to define the Mineral Resource comprises 57 Reverse Circulation (RC) drillholes for a total of 10,360m, and 46 diamond drillholes for a total of 18,156m.

The Mineral Resource is reported above a cut-off grade of 0.55% Li_2O (Table 1).

Summary Mt Ida Mineral Resource Estimate as announced 19 October 2022				
Resource category	Li_2O			Ta_2O_5
	Tonnes (Mt)	Grade (% Li_2O)	Li_2O (Kt)	Grade (Ta_2O_5 ppm)
Total Indicated	3.3	1.4	46	246
Total Inferred	9.3	1.1	102	193
Total	**12.7**	**1.2**	**148**	**207**

Table 1: *Maiden Mineral Resource Estimate for Mt Ida Lithium Project.*

During the half-year a total of 395 holes were drilled for a total of 52,612 metres (diamond and RC), with the primary purpose of:

- Defining a MRE;
- Geotechnical drilling with the aim of providing geotechnical parameters for mine design work associated with the Mt Ida DSO project;
- Metallurgical drilling; and
- Infill drilling to increase the categorisation of inferred to indicated.

RC and diamond drilling remain ongoing in the shallow portions of the Sister Sam and Timoni ore bodies to assist with the completion of studies of a DSO operation.

In addition, 6 holes were drilled for bore water along with the construction of bores to secure water supply to support a potential mining operation.

Subsequent to the half-year the Company announced its best lithium intercept to date at the Mt Ida Lithium Project from the Sister Sam pegmatite:

IDRD077W2: **49.5 metres at 1.45% Li_2O** from 387.5 metres including;

- **12.2 metres at 1.95% Li_2O** from 389.1 metres,
- **5.5 metres at 2.00% Li_2O** from 405.6 metres and
- **5.7 metres at 1.90% Li_2O** from 418.3 metres.

A program of Air Core ("**AC**") drilling was targeted to follow up on regional soil sampling undertaken in H1 2022. The AC drilling was broad spaced and designed to detect low tenor anomalism (60-240ppm Li) typically found in the host greenstone rocks up to 100m into the hanging wall of the pegmatites at Mt Ida.

The AC drilling has detected four (4) lithium anomalies all found in the same geological position as the Sister Sam, Timoni and Sparrow pegmatites (See Figure 2). These near surface targets will be tested with RC drilling and the results will likely be reported latter in the financial year.

Figure 1*: Drill rigs operating at Sparrow North discovery at the Mt Ida Project.*

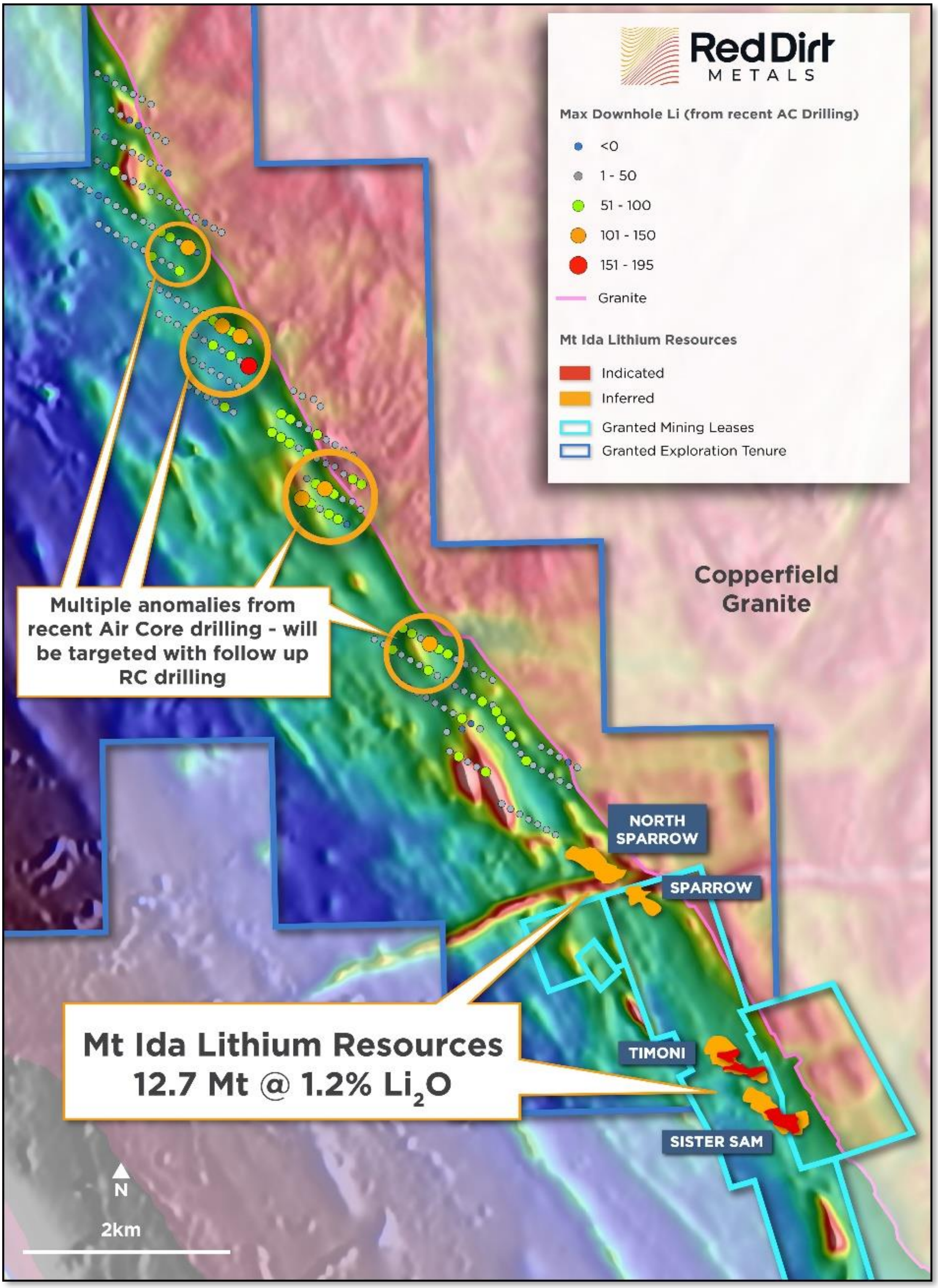


***Figure 2:** Map showing location of AC anomalies.*

Mt Ida DSO Operation

The longer-term plan for Mt Ida is to produce a spodumene concentrate product, however the Company is currently pursuing the opportunity to generate early cashflow from Mt Ida through the export of a Direct Shipping Ore ("DSO") product. The benefit of two (2) granted mining leases in combination with the shorter development timeline of a DSO project will support accelerated access to current buoyant lithium market pricing and earlier cash flows.

Multiple work streams are being progressed to enable the potential commencement of mining by December 2023. Certain work packages such as hydrogeology and waste landform designs will also benefit the longer-term Mt Ida Spodumene Concentrate Project (see below).

Current progress:

- Board resolved to progress study work, targeting a commencement of mining by December 2023;
- First pass mine planning completed (pit optimisations, pit designs and mine schedules), providing key information to assist in defining a mine layout;
- Key executive appointments made to secure necessary capability and capacity to fast-track the potential development of both the Mt Ida DSO project and the Mt Ida Spodumene Concentrate project;
- Geotechnical drilling completed for the purpose of finalising geotechnical design parameters; and
- Heritage - the project area has been fully surveyed and no additional heritage surveys are required.

Milestones ahead:

- Site layout to be finalised for the purpose of inclusion with approvals submissions;
- Site road re-alignment – scope of work defined and seeking proposal(s) for engineering consultant; stakeholder engagement has commenced;
- Water supply - Hydrogeological consultant appointed;
- Logistics work associated with road train haulage has commenced;
- Flora and Fauna – final survey and review of impact area to be conducted to ensure full area is de-risked;
- Submission of Mining Proposal, Mine Closure Plan, and Native Vegetation Clearing Permit, for Approval to Mine, is targeted for the March 2023 quarter; and
- Additional mine planning work to refine pit designs and mine schedules that can be provided to mining contractors for the purpose of providing budget cost estimates for the mining activity.

Mt Ida Spodumene Concentrate Project

As is the case with the DSO project for Mt Ida, the Company is eager to develop components of the project under an accelerated timeline where practical. Successful execution of a DSO strategy at Mt Ida will in itself support streamlined development and funding for the spodumene concentrate project.

Current work underway:

- Study definition and understanding the opportunities for accelerated development;
- Securing a study manager;
- Preliminary design work is complete for a proposed Integrated Waste Landform (IWL). Waste from a DSO project would be used to construct an IWL;
- Mine design work for the Mt Ida DSO Project is also considering mining methods and other related issues for a longer term spodumene concentrate project;
- Product logistics and transport of spodumene concentrate to port is being considered now in conjunction with the Mt Ida DSO Project;
- Work on water supply is commencing now (as part of the Mt Ida DSO Project) but with a view to future concentrate production; and
- The Company is undertaking relevant studies required for approvals of the longer-term project.

Yinnetharra Lithium Project

On 28 September 2022, Red Dirt completed the acquisition of the Yinnetharra Lithium Project, via acquiring 100% of Electrostate Limited (Electrostate). Yinnetharra is located approximately 120km northeast of Gascoyne Junction. The Project sits within a tenement package comprised of six tenements, three granted tenements and three pending tenement applications covering an area of 520km^2. The tenement package is located on a highly prospective Lithium-Cesium-Tantalum ("LCT") bearing belt of metasediments forming a contact with a regional scale granite trending in a north westerly orientation for approximately 50km (refer Figure 3).

The Company has identified Yinnetharra as prospective for a substantial system of economic lithium mineralisation. Field work to date and historical drilling of 34 holes has collectively identified 24 outcropping pegmatites with individual mapped strike up to 900 metres.

Drilling intercepts achieved to date indicate depth extension opportunities to all outcropping mineralisation. Only a limited 4km^2 portion of the entire 520km^2 tenement package has been subject to systematic exploration.

After acquiring the Yinnetharra Project in September 2022, the Company started drilling in November and completed sixteen (16) diamond holes for 3,250 metres in late 2022. Drillhole **YNRD005 from 88.9 to 172.5 metres** downhole showed significant pegmatite thickening at depth (Figure 4). This encouraging visual signal was backed up subsequent to the half-year, with assay results received and announced to the ASX on 20 January 2023 *("Excellent Lithium Assay in first Hole at Yinnetharra")* and summarised below:

YNRD005 55.6 metres at 1.12% Li_2O from 94.0 metres including;

- **15.0 metres at 1.52% Li_2O** from 95.0 metres;
- **15.0 metres at 1.36% Li_2O** from 118.8 metres; and
- **12.4 metres at 1.22% Li_2O** from 137.2 metres.

The Company continues to progress the diamond drilling as well as infill and expansion RC drilling programs across the Project which will cover more than 400 holes and 90,000m in 2023. More than 50 lithium pegmatites have been identified at the Malinda Prospect and will be progressively investigated during the year.

Terms of the Agreement

As consideration for the acquisition of 100% of the issued share capital of Electrostate, Red Dirt has issued or agreed to issue:

(a) $15,000,000 worth of Red Dirt Shares at a deemed issue price of 56.7c per Red Dirt Share totaling 26,455,026 Red Dirt Shares issued 28 September 2022;

(b) $10,000,000 (Deferred Consideration) upon delineation of a JORC 2012 compliant resource in excess of 15 million tonnes @ 0.9% Li_2O or greater on the Project within four (4) years following settlement of the acquisition (Milestone). The Company can elect to pay the Deferred Consideration via cash or by the issue of ordinary shares at a deemed issue price equal to the 10-day VWAP up to and including the day prior to the date on which the Milestone is achieved; and

(c) 2,666,666 Red Dirt Options as follows:

  (i) 170,400 Red Dirt Options to Lithium Royalty Corp; and

  (ii) 2,496,266 Red Dirt Options to Electrification and Decarbonization AIE LP

  each with an exercise price of $0.75, expiring eighteen (18) months from the date of issue, to satisfy obligations under subscription agreements entered into with these entities' pre-acquisition. These options were issued 28 September 2022

A total 8,905,724 of the Consideration Shares will be escrowed for a period of 6 months. Red Dirt will also take on a 1% Gross Sales Royalty over the Yinnetharra project area.

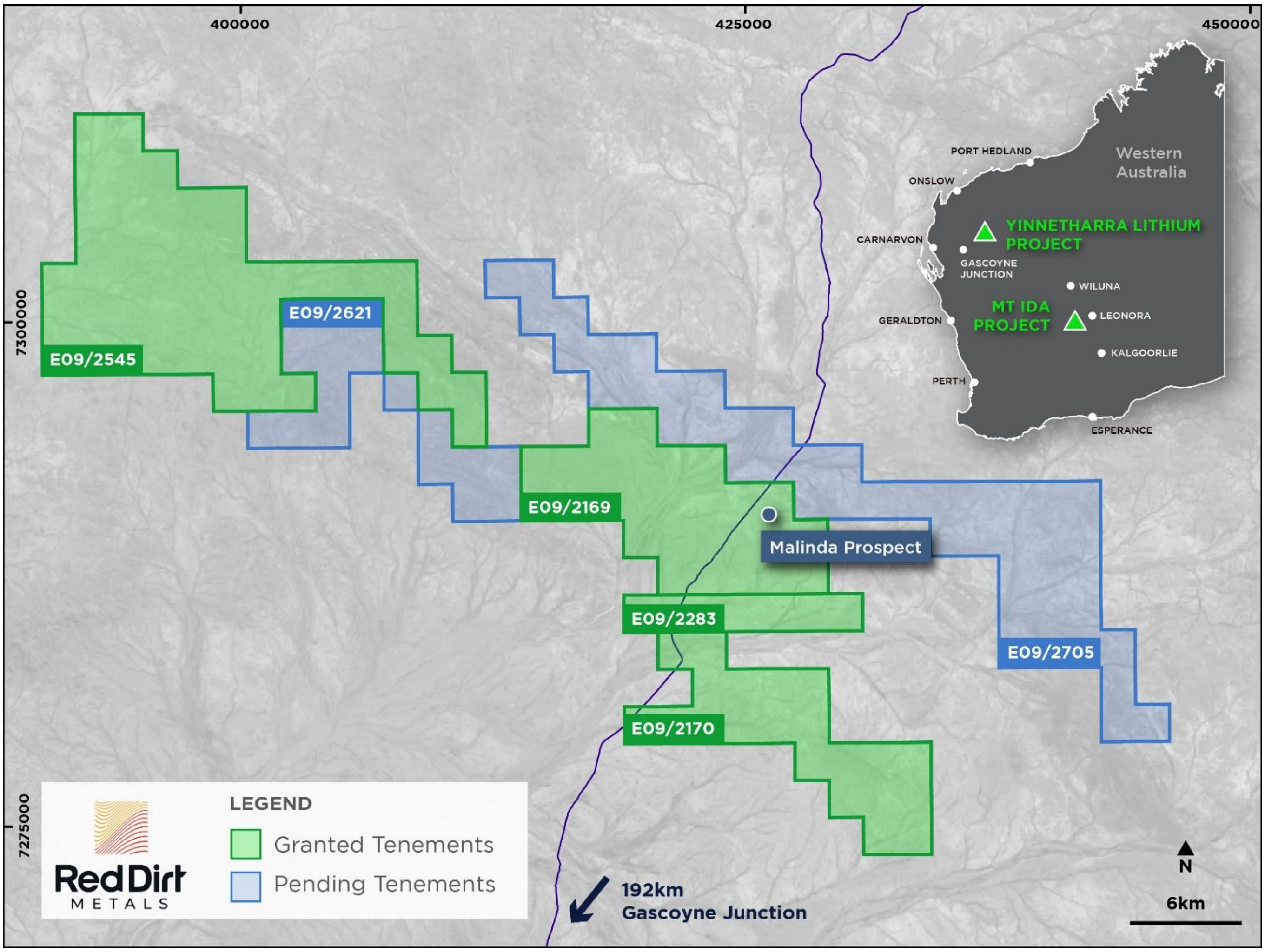


Figure 3: *Yinnetharra Lithium Project Tenements (Malinda Prospect).*

Figure 4: *Coarse spodumene drilled by Red Dirt in YNRD005 at 129m.*

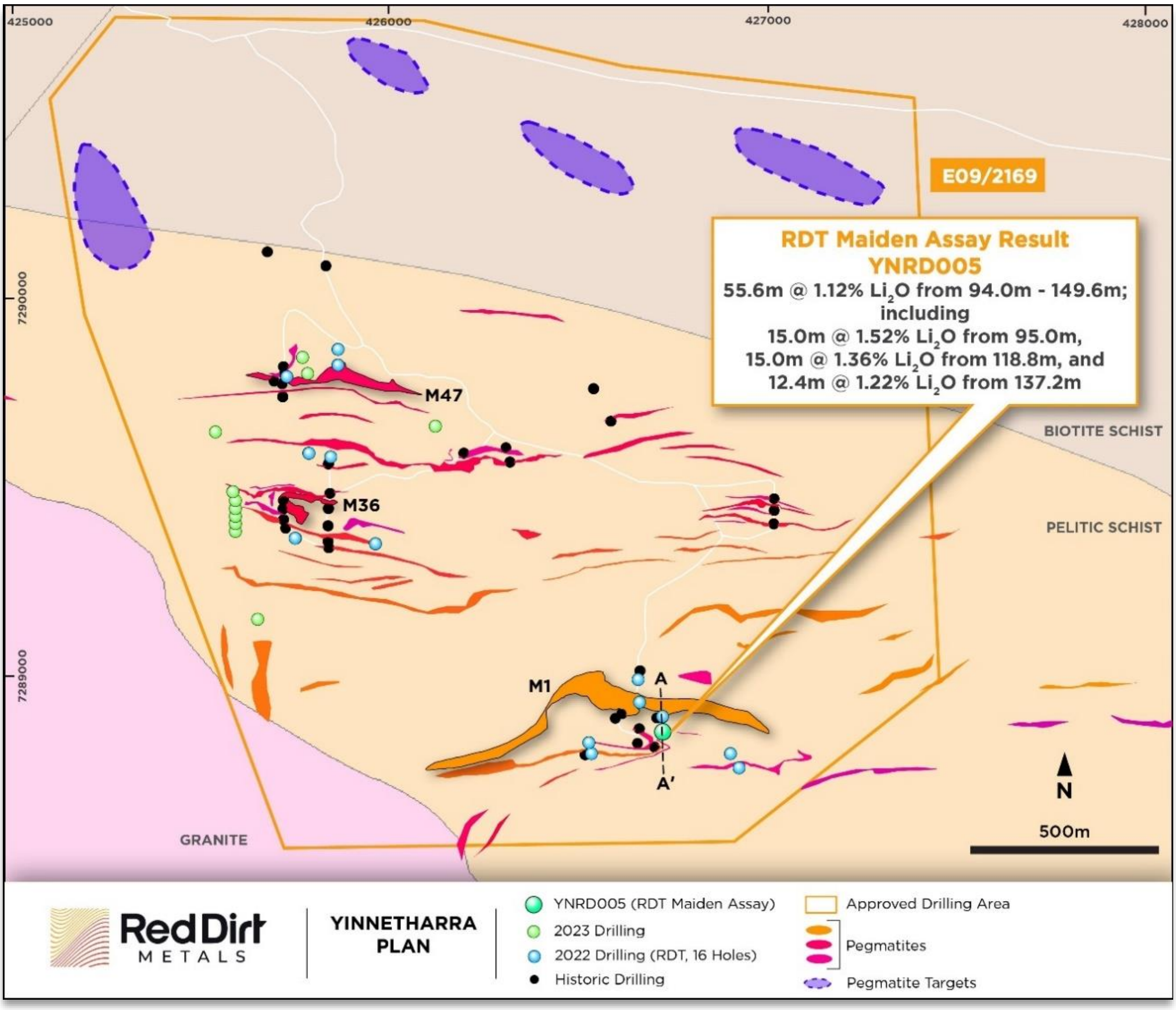


***Figure 5**: Plan showing LCT pegmatite map and location of RDT drilling at Malinda.*

Furthermore, environmental and heritage consultants have been confirmed for the required Yinnetharra studies to assist with forward project planning.

Eureka Gold Project

The Eureka gold project is located roughly 50km north of Kalgoorlie. Access is via the Goldfields Highway from Kalgoorlie then 2km unsealed road. Eureka is a high-grade asset on granted Mining Leases with strong potential for walk-up drill targets. Management consider that the strike and depth potential of the Eureka mineralised system has not been fully tested, and hosts potential for additional shallow mineralisation in a strongly endowed mineral terrain.

The resource was last updated in June 2021 by CUBE consulting and is tabled below:

Resource Category	Cut-off Grade	Tonnes (t)	Grade (g/t Au)	Contained Metal (Oz Au)
Indicated	0.3	1,437,000	1.4	65,000
	0.5	**1,269,000**	**1.5**	**62,000**
	0.8	983,000	1.8	56,000
	1.0	811,000	2.0	52,000
Inferred	**0.3**	1,341,000	1.2	52,000
	0.5	**1,183,000**	**1.3**	**50,000**
	0.8	887,000	1.5	43,000
	1.0	666,000	1.7	37,000
ALL Resources	0.3	2,778,000	1.3	116,000
	0.5	**2,452,000**	**1.4**	**112,000**
	0.8	1,870,000	1.7	100,000
	1.0	1,477,000	1.9	88,000

***Table 2**: Eureka Gold Project- In Situ Mineral Resources (as of 23 June 2021).*

Earaheedy Basin project

During the period the Company secured a major land position in the Earaheedy Basin, east of Wiluna in Western Australia. The tenement was granted during the period, and is located northwest of the recent major discovery by Rumble Resources at its Chinook zinc-lead discovery at their Earaheedy Project. lodged an application for a license covering.

The tenement covers an area 930km^2 directly to the north over the Mount Lockridge fault, considered to have potential to host structurally and stratigraphically hosted lead zinc deposits. First pass exploration will commence as soon as access and permitting is completed which the company expects to be finalised by year end. Post the end of FY2022, the status was upgraded to granted.

Divestment of Warriedar Project

On 21 September 2022, Red Dirt completed the divestment of its Warriedar Gold Project to Anova Metals Limited (ASX: AWV) to concentrate expenditure and resources on advancing the Mt Ida Lithium Project.

As consideration for the sale, Red Dirt has been issued 100 million AWV shares subject to a 6 month escrow. Anova also has an obligation to pay a milestone payment of A$100,000 in the event of definition of a JORC compliant Mineral Resource Estimate at Warriedar in excess of 150koz gold (calculated at a 0.8 g/t lower cut-off grade) prior to 3 July 2025.

Pelley Ridge Update

During the period, Red Dirt decided to discontinue with the Pelley Ridge Project, as part of its strategy to prioritise funds and management time on its lithium projects at Mt Ida and Yinnetharra. Thereafter, the subsidiary and previous holding company for the Pelley Ridge Project, Metals of America LLC was sold for nominal cash consideration of US$350.

Corporate

Capital

In December Red Dirt received firm commitments for a $55.0 million capital raising at $0.50 per share. The Placement comprised two tranches:

- Tranche 1: completed in December to raise $41.5 million via the issue of 83.0 million New Shares utilising the Company's existing placement capacity under ASX Listing Rule 7.1 and 7.1A.
- Tranche 2: completed in January to raise $13.5 million via the issue of 27 million New Shares, which was subject to shareholder approval that was received at a General Meeting held on 16 January 2023.

Funds from the capital raising will be used to accelerate feasibility and development activities in conjunction with exploration at the Company's Mt Ida and Yinnetharra Lithium Projects.

The Company welcomed the support of new and existing shareholders as part of the $55.0 million placement. New shareholders included Idemitsu Australia, a subsidiary of Idemitsu Kosan Co., Ltd who have a global strategy of investing in high-growth markets such as lithium and have an annual turnover of in excess of $70 billion. Red Dirt is also pleased to receive continued support from existing holders such as funds managed by Waratah Capital Advisors Ltd who increased their holding in Red Dirt from 10.15% to 12.10%.

In addition to the capital raising, the Company received $245,000 via a Share Purchase Plan that concluded on 22 December 2022, and a further $275,343 via the exercise of $0.25 options.

Board and Management

On 29 August 2022, Red Dirt appointed Mr David Flanagan as an Independent Non-Executive Chairman of the Board. As a result of the appointment, Mr Alexander Hewlett resigned as Director and Chairman of the Company.

Later on 3 November David was appointed Executive Chairman to guide the Company through an accelerated path to becoming a lithium producer. Mr Flanagan will use his considerable experience in delivering projects to production as quickly as possible to meet the growing global demand for lithium and achieve cashflow as soon as possible. As part of the transition, Mr Matthew Boyes resigned from his position as Managing Director and Mr Gower He resigned as Executive Director.

Red Dirt also bolstered its executive management team during the half-year with the addition of Jeremy Sinclair, Daniel Taylor and Daniel Kendall, whilst also promoting Charles Hughes to add to the executive leadership team.

Jeremy joined as Chief Operating Officer (COO) and subject to final investment decision and regulatory approval, will be responsible for delivering exports of direct shipping ore (DSO) and then spodumene concentrates from the Mt Ida Lithium Project. He brings 28 years of experience commissioning many mining projects throughout Western Australia.

Mr Sinclair will lead all elements of the Company's feasibility studies, environmental approvals, process engineering and design, mine execution, commissioning and ramp up. He brings production experience in a range of commodities including lithium, gold and iron ore.

Daniel Taylor joins the Company as Chief Marketing Officer (CMO) and will lead the delivery of key customer relationships, offtake agreements and market leading product strategies. He brings 25 years of experience in all facets of product marketing, customer related financing, ocean freight and product logistics. His global experience extends across operations including Europe and Asia in multiple commodities including lithium, graphite, iron ore, salt and industrial minerals. In addition to product marketing Mr Taylor will play a key role supporting project financing, feasibility studies and process engineering outcomes.

Mr Kendall has been engaged with Red Dirt as a consultant and commenced with a full-time capacity from 1 September 2022. Mr Kendall graduated with a Bachelor of Commerce (Accounting & Finance) in 2007 and became a Chartered Accountant in 2010. He is also a member of the Governance Institute of Australia and the Finance Brokers Association of Australia. Mr Kendall has held multiple CFO and Company Secretary roles across a number of industries over the past ten years, many within the resource sector.

Mr Hughes has 15 years' experience as a geologist in the mining industry, holding senior positions within exploration and mining teams across Australia, involved in grass roots mineral discoveries, brown fields mineral discoveries and development, mining studies across multiple commodities. Charles was promoted to Chief Geologist effective 1 December 2022.

Lithium marketing and business development

During the half-year the Company executed a non-binding Memorandum of Understanding **("MOU")** with VinES Energy Solutions (**VinES**).

The **MOU** covers potential future product offtake of up to 45,000 of spodumene concentrate production from Red Dirt's flagship Mt Ida Lithium Project in Western Australia and broader cooperation with VinES Energy Solutions. VinES is a member of Vingroup, the largest private conglomerate in Vietnam. The MoU includes the following key elements:

- Future potential offtake contract pricing will utilise market pricing mechanisms prevalent in the market for spodumene concentrate at the time.
- The MoU has a term of four (4) years from the day of execution and the parties will work to negotiate a binding offtake agreement within this time.
- Technical exchange and metallurgical test work of the potential spodumene products from the Red Dirt projects.
- The parties will jointly explore opportunities for joint development of mid-stream and/or downstream projects in the lithium value-chain.

The Company is fielding global interest from potential customers and potential strategic investors including those from Europe, China, Vietnam, South Korea, India, Japan, Indonesia and North America. The activity of governments around the world to incentivise the development of critical minerals projects and accelerate the clean energy transition through initiatives such as the Inflation Reduction Act in USA, and critical raw materials legislation underpin robust current and future demand for battery raw materials and downstream products.

Competent Persons Statement

Information in this Announcement that relates to exploration results is based upon work undertaken by Mr. Charles Hughes, a Competent Person who is a Member of the Australasian Institute of Mining and Metallurgy (AUSIMM). Mr. Hughes has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking 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' (JORC Code). Mr. Hughes is an employee of Red Dirt Metals Limited and consents to the inclusion in this announcement of the matters based on his information in the form and context in which it appears. Refer to www.reddirtmetals.com.au for past ASX announcements.

Past Exploration results and Mineral Resource Estimates reported in this announcement have been previously prepared and disclosed by Red Dirt in accordance with JORC 2012. The Company confirms that it is not aware of any new information or data that materially affects the information included in these market announcements. The Company confirms that the form and content in which the Competent Person's findings are presented here have not been materially modified from the original market announcement, and all material assumptions and technical parameters underpinning Mineral Resource Estimates in the relevant market announcement continue to apply and have not materially changed. Refer to www.reddirtmetals.com.au for details on past exploration results and Mineral Resource Estimates.

Forward looking statements

This document may contain "forward-looking statements" and other forward-looking information based on the Group's expectations, estimates and projections as of the date on which the statements were made. This forward-looking information includes, among other things, statements with respect to the Group's business strategy, plan, development, objectives, performance, outlook, growth, cash flow, projections, targets and expectations, Mineral Resources and results of exploration. Generally, this forward-looking information can be identified by the use of forward-looking terminology such as 'outlook', 'anticipate', 'project', 'target', 'likely',' believe', 'estimate', 'expect', 'intend', 'may', 'would', 'could',' should', 'scheduled', 'will', 'plan', 'forecast', 'evolve' and similar expressions. Persons reading this document are cautioned that such statements are only predictions, and that the Group's actual future results or performance may be materially different. Forward-looking information is subject to known and unknown risks, uncertainties and other factors that may cause the Group's actual results, level of activity, performance or achievements to be materially different from those expressed or implied by such forward-looking information. Forward-looking information is developed based on assumptions about such risks, uncertainties and other factors, including but not limited to general business, economic, competitive, political and social uncertainties; the actual results of current exploration activities; conclusions of economic evaluations; changes in project parameters as plans continue to be refined; future commodity prices; possible variations of ore grade or recovery rates; failure of plant, equipment or processes to operate as anticipated; accident, labour disputes and other risks of the mining industry; and delays in obtaining governmental approvals or financing or in the completion of development or construction activities. This list is not exhaustive of the factors that may affect our forward-looking information. These and other factors should be considered carefully and readers should not place reliance on such forward-looking information. Recipients of this document must make their own investigations and inquiries regarding all assumptions, risks, uncertainties and contingencies which may affect the future operations of the Group and the Group's securities. The Group disclaims any intent or obligations to or revise any forward-looking statements whether as a result of new information, estimates, or options, future events or results or otherwise, unless required to do so by law.

Convertible Securities

Options

At the date of this report, unissued shares of the Group under option are:

Number of Securities	Exercise Price	Number Vested & Exercisable	Expiry Date
3,750,000	$0.25	3,750,000	30 Jun 2023
2,666,666	$0.75	2,666,666	27 Mar 2024
15,902,425	$0.25	15,902,425	01 Oct 2024
16,535,566	$0.25	16,535,566	18 Nov 2024
1,000,000	$0.77	-	26 Jul 2025
4,000,000	$0.25	4,000,000	21 Sep 2025
5,000,000	$0.85	5,000,000	30 Sep 2025
48,854,657		**47,854,657**	

Performance Rights

At the date of this report, unissued shares of the Group pursuant to performance rights issued to incentivise its directors, employees and other vendors are:

Number of Securities	Grant Date	Number Vested & Exercisable	Expiry Date
1,000,000	7-Jul-22	-	31-Dec-23
390,000	25-May-22	125,000	31-Dec-23
6,000,000	29-Aug-22	-	26-Aug-27
325,000	27-Sep-22	75,000	28-Sep-27
25,000	15-Nov-22	-	18-Nov-27
20,200,000	16-Jan-23	-	23-Jan-28
27,940,000		**200,000**	

FINANCIAL REVIEW

	31-Dec-22 $	31-Dec-21 $
Losses from ordinary activities after income tax	(2,794,368)	(1,541,080)
Loss per share for losses attributable to the ordinary equity holders of the company	(0.85)	(0.98)

The Company had cash and cash equivalents of $49,235,890 on hand as at 31 December 2022 (30 June 2022: $23,359,876).

SUBSEQUENT EVENTS

On 16 January 2023, the Company held a general meeting and received shareholder approval to issue 12,000,000 unlisted performance rights to David Flanagan pursuant to the performance rights and options plan approved by shareholders at the Annual General Meeting 22 November 2022. Refer to Note 15 for key terms and conditions.

On 20 January 2023, the company announced the completion of the $55 million placement previously announced 1 December 2022, via the issue of 110 million new fully paid ordinary shares at $0.50 per share. The placement comprised two tranches:

- Tranche 1 to raise $41.5 million via the issue of 83 million shares, which was completed and settled on 7 December 2022; and
- Tranche 2 to raise $13.5 million via the issue of 27 million shares, subject to shareholder approval which was received 16 January 2023, with settlement on 19 January 2023.

There were no other subsequent events that required adjustment to or disclosure in the interim financial report.

AUDITOR APPOINTMENT

At the Annual General Meeting ("AGM"), shareholders considered and appointed a new auditor to the Company. The change of auditor was made to KPMG.

AUDITORS' INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 16.

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

David Flanagan
Executive Chairman
Dated 14 March 2023

Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Red Dirt Metals Limited

I declare that, to the best of my knowledge and belief, in relation to the review of Red Dirt Metals Limited for the half-year ended 31 December 2022 there have been:

i. No contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and

ii. No contraventions of any applicable code of professional conduct in relation to the review.

KPMG

KPMG

Glenn Brooks
Partner
Perth
14 March 2023

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the half-year ended 31 December 2022

	Notes	31-Dec-22 $	31-Dec-21 $
Income			
Other Income	6	328,165	53,055
Net fair value gain/(loss) on financial assets	8	35,396	-
Net gain/(loss) on disposal & deconsolidation of subsidiary		(40,167)	-
		323,394	53,055
Expenses			
Employee benefits expense		(757,384)	(249,610)
Corporate & administrative expenses		(788,144)	(446,438)
Public relations & marketing expenses		(252,562)	(20,373)
Share based payments	16	(1,720,922)	(860,287)
Impairment reversal	9	500,000	-
Depreciation		(53,350)	(14,168)
Finance costs		(45,400)	(3,260)
Loss before income tax from continuing operations		**(2,794,368)**	**(1,541,080)**
Income tax benefit / (expense)		-	-
Loss for the year from continuing operations		**(2,794,368)**	**(1,541,080)**
Item that may be reclassified subsequently to profit and loss			
Exchange differences on the translation of foreign operations		-	(29,859)
Reclassification of foreign currency differences on disposal of subsidiary		38,590	
Other comprehensive income / (loss) net of tax for the year		**(2,755,778)**	**(1,570,939)**
Total comprehensive loss attributable to owners of the company		**(2,755,778)**	**(1,570,939)**
Loss per share			
Basic and diluted loss for the year attributable to ordinary equity holders of the parent (cents)		**(0.85)**	**(0.98)**
Loss per share for continuing operations			
Basic and diluted loss for the year attributable to ordinary equity holders of the parent (cents)		**(0.85)**	**(0.98)**

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

Condensed Consolidated Statement of Financial Position

As at 31 December 2022

	Notes	31-Dec-22 $	30-Jun-22 $
Assets			
Current Assets			
Cash and cash equivalents	7	49,235,890	23,359,876
Trade and other receivables		916,980	193,838
Financial assets at fair value through profit or loss	8	1,806,665	221,269
Non-current assets classified as held for sale	9	-	1,599,704
Total Current Assets		**51,959,535**	**25,374,687**
Non-Current Assets			
Exploration and evaluation asset	11	78,063,176	39,438,128
Property, plant and equipment		1,234,105	1,200,920
Right-of-use assets		159,623	207,856
Financial assets at fair value through profit or loss	8	650,000	700,000
Total Non-Current Assets		**80,106,904**	**41,546,904**
Total Assets		**132,066,439**	**66,921,591**
Liabilities			
Current Liabilities			
Trade and other payables	12	2,363,180	3,393,114
Liabilities directly associated with non-current assets classified as held for sale	9	-	599,704
Lease liability		97,679	94,504
Deferred consideration	10	10,000,000	-
Total Current Liabilities		**12,460,859**	**4,087,322**
Non-Current Liabilities			
Lease liability		68,012	117,560
Rehabilitation provision	13	2,399,024	2,357,763
Total Non-Current Liabilities		**2,467,036**	**2,475,323**
Total Liabilities		**14,927,895**	**6,562,645**
Net Assets		**117,138,544**	**60,358,946**
Contributed Equity			
Issued share capital	14	128,429,904	70,709,238
Share-based payments reserve	15	7,473,922	5,659,212
Foreign currency translation reserve	15	-	(38,590)
Accumulated losses		(18,765,282)	(15,970,914)
Total Equity		**117,138,544**	**60,358,946**

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

Condensed Consolidated Statement of Changes in Equity

For the half-year ended 31 December 2022

	Notes	Issued share capital $	Share-based payments reserve $	Foreign currency translation reserve $	Accumulated losses $	Total Equity $
Balance as at 1 July 2021		**23,391,032**	**4,432,298**	**(10,001)**	**(7,915,672)**	**19,897,657**
Loss for the year		-	-	-	(1,541,080)	**(1,541,080)**
Other comprehensive income / (loss)		-	-	(29,859)	-	**(29,859)**
Total comprehensive loss for the period		**-**	**-**	**(29,859)**	**(1,541,080)**	**(1,570,939)**
Transactions with owners in their capacity as owners						
Shares issued during the period		20,250,000	-	-	-	**20,250,000**
Transfers from exercise of performance rights		42,750	(42,750)	-	-	**-**
Exercise of options		4,791,594	-	-	-	**4,791,594**
Unmarketable parcel share		(5)	-	-	-	**(5)**
Share based payments		-	860,287	-	-	**860,287**
Costs of shares issued		(1,324,430)	-	-	-	**(1,324,430)**
Balance as at 31 December 2021		**47,150,941**	**5,249,835**	**(39,860)**	**(9,456,752)**	**42,904,164**
Balance as at 1 July 2022		**70,709,238**	**5,659,212**	**(38,590)**	**(15,970,914)**	**60,358,946**
Loss for the year		-	-	-	(2,794,368)	**(2,794,368)**
Other comprehensive income / (loss)		-	-	38,590	-	**38,590**
Total comprehensive gain/(loss) for the period		**-**	**-**	**-**	**(2,794,368)**	**(2,755,778)**
Transactions with owners in their capacity as owners						
Shares issued during the period		41,745,000	-	-	-	41,745,000
Electrostate consideration shares/options	10	17,724,867	755,138	-	-	18,480,005
Transfer from exercise of performance rights		661,350	(661,350)	-	-	-
Exercise of options		275,343	-	-	-	275,343
Share based payments		-	1,720,922	-	-	1,720,922
Costs of shares issued		(2,685,894)	-	-	-	(2,685,894)
Balance as at 31 December 2022		**128,429,904**	**7,473,922**	**-**	**(18,765,282)**	**117,138,544**

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

Condensed Consolidated Statement of Cash Flows

For the half-year ended 31 December 2022

	Notes	31-Dec-22 $	31-Dec-21 $
Cash flows from operating activities			
Payments to suppliers and employees		(2,351,331)	(542,570)
Interest received		79,324	3,574
Interest paid		(4,071)	(1,531)
Fuel Rebate		118,948	1,630
Net cash outflow from operating activities		**(2,157,130)**	**(538,897)**
Cash flows from investing activities			
Proceeds from disposal of subsidiary		467	-
Acquisition of subsidiary, net of cash acquired	10	2,009,488	(11,041,192)
Payments for exploration and evaluation		(13,269,558)	(3,589,931)
Purchase of plant and equipment		(89,035)	(616,709)
Proceed from sales of assets		34,665	47,824
Net cash outflow from investing activities		**(11,313,973)**	**(15,200,008)**
Cash flows from financing activities			
Proceeds from issue of ordinary shares		41,745,000	25,045,685
Proceeds from the exercise of options		275,342	-
Principal payments of Lease Liability		(46,373)	(11,157)
Share issue costs		(2,626,852)	(1,324,432)
Net cash inflow from financing activities		**39,347,117**	**23,710,095**
Net increase in cash and cash equivalents		**25,876,014**	**7,971,191**
Cash and cash equivalents at the beginning of the financial period		23,359,876	1,612,294
Foreign exchange movement in cash		-	(31,586)
Cash and cash equivalents at the end of the financial period		**49,235,890**	**9,551,898**

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

1. CORPORATE INFORMATION

The interim financial report of Red Dirt Metals Limited (the "Company" or "Red Dirt") and its controlled entities (the "Group") for the half-year ended 31 December 2022 was authorised for release in accordance with a resolution of the Directors dated 14 March 2023.

Red Dirt is a company incorporated and domiciled in Australia whose shares are publicly listed on the ASX (ASX Code: RDT).

2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

Statement of Compliance

These general-purpose financial statements for the half-year reporting period ended 31 December 2022 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

The interim report does not include notes of the type normally included in an annual financial report and should be read in conjunction with the annual financial report for the year ended 30 June 2022 and any public announcements made by the Group during the half-year reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

Basis of Preparation

The condensed consolidated interim financial statements have been prepared on the basis of historical cost, except for the revaluation of certain financial assets and liabilities. All amounts are presented in Australian dollars, unless otherwise noted.

The accounting policies and methods of computation adopted in the preparation of the interim financial report for the half-year ended 31 December 2022 are consistent with those adopted and disclosed in the Group's 2022 annual financial report for the financial year ended 30 June 2022.

New and amended Accounting Standards and Interpretations adopted

The consolidated entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. The Directors have determined there is no material impact from the adoption of these new or amended standards.

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

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In preparing these interim condensed consolidated financial statements, significant estimates and judgements made by management in applying the Company's accounting policies and key sources of estimation uncertainty were the same as those that were applied to the consolidated financial statements as at and for the year ended 30 June 2022.

4. GOING CONCERN

The interim financial report has been prepared on a going concern basis which contemplates continuity of normal business activities and realization of assets and settlement of liabilities in the normal course of business.

The Group incurred a loss from continuing operations of $2,794,368 (31 December 2021: $1,570,939) for the half-year period ended 31 December 2022 with net cash outflows from operations of $2,157,130 (30 December 2021: $538,897). At 31 December 2022, the Group had a working capital surplus of $39,498,676 (30 June 2022: $21,287,365), including cash and cash equivalents of $49,235,890 (30 June 2022: $23,359,876). Within the current liabilities is $10,000,000 deferred consideration to which the Company has the option to extinguish via the issue of ordinary shares.

The Group's cashflow forecasts for the 12 months indicate that the Group has sufficient cash reserves to meet its expenditure requirements and carry out its planned activities. If required, the Group has the ability to curtail expenditure commitments and adjust the development of operational plans over the next 12 months.

Based on the matters detailed above, the Directors are satisfied that the going concern basis of preparation is appropriate and that the Group will be able to realise its assets and settle its obligations in the ordinary course of business over the next 12 months.

5. OPERATING SEGMENTS

Identification of reportable operating segments

The company currently reports in three operating segments (2021: two), being exploration and evaluation operations related to the Mt Ida, Yinnetharra and Eureka projects. These operating segments are based on the internal reports that are reviewed and used by the Board of Directors (who are identified as the Chief Operating Decision Makers ('CODM') in assessing performance and in determining the allocation of resources.

The board reviews financial information on the same basis as presented in the financial statements and has therefore determined the operating segments on this basis.

Consolidated - 31 December 2022	Mt Ida $	Yinnetharra $	Eureka $	Total $
Revenue	133,232	-	8,714	**141,946**
Expenditure	(43,031)	(7,319)	(176,723)	**(227,073)**
Impairment reversal (refer Note 9)	-	-	500,000	**500,000**
Loss before income tax expense	**90,201**	**(7,319)**	**331,991**	**414,873**
Unallocated revenue	-	-	-	**181,448**
Unallocated expenditure	-	-	-	**(3,390,689)**
Income tax expense	-	-	-	**-**
Loss after income tax expense from continuing operations	-	-	-	**2,794,368**
Assets				
Exploration assets (refer Note 11)	36,159,226	28,088,181	13,800,428	**78,047,835**
Other segment assets	1,938,223	170,089	297,687	**2,405,999**
Total segment assets	**38,097,449**	**28,258,270**	**14,098,115**	**80,453,834**
Other Exploration Assets (refer Note 11)	-	-	-	**15,342**
Unallocated assets:				
Cash and cash equivalents	-	-	-	**48,457,443**
Trade and other receivables	-	-	-	**438,566**
Financial assets (refer Note 8)	-	-	-	**2,456,665**
Right-of-use assets	-	-	-	**159,623**
Property, plant and equipment	-	-	-	**84,967**
Total Assets	-	-	-	**132,066,439**
Liabilities				
Segment liabilities	2,394,097	513,637	950,771	**3,858,505**
Total segment liabilities	**2,394,097**	**513,637**	**950,771**	**3,858,505**
Unallocated liabilities:				
Deferred consideration (refer Note 10)	-	-	-	**10,000,000**
Trade and other payables	-	-	-	**903,698**
Lease liabilities	-	-	-	**165,691**
Total Liabilities	-	-	-	**14,927,895**

Consolidated - 31 December 2021	Mt Ida $	Eureka $	Total $
Revenue	-	49,454	**49,454**
Expenditure	(276)	(89,328)	**(89,604)**
Loss before income tax expense	**(276)**	**(39,874)**	**(40,150)**
Unallocated revenue	-	-	**3,601**
Unallocated expenditure	-	-	**(1,504,531)**
Income tax expense	-	-	**-**
Loss after income tax expense from continuing operations	-	-	**(1,541,080)**

Consolidated - 30 June 2022	Mt Ida $	Eureka $	Total $
Assets			
Exploration assets (refer Note 11)	25,533,105	13,890,228	**39,423,333**
Other segment assets	3,530,485	465,797	**3,996,282**
Total segment assets	**29,063,590**	**14,356,025**	**43,419,615**
Other Exploration Assets (refer Note 11)	-	-	**14,795**
Unallocated assets:			
Cash and cash equivalents	-	-	**20,763,840**
Trade and other receivables	-	-	**(14,840)**
Financial assets (refer Note 8)	-	-	**921,269**
Non-Current assets held for sale (refer Note 9)	-	-	**1,599,704**
Right-of-use assets	-	-	**207,856**
Property, plant and equipment	-	-	**9,352**
Total Assets	-	-	**66,921,591**
Liabilities			
Segment liabilities	3,674,989	947,176	**4,622,165**
Total Segment liabilities	**3,674,989**	**947,176**	**4,622,165**
Unallocated liabilities:			
Trade and other payables	-	-	**1,128,712**
Lease liabilities	-	-	**212,064**
Liabilities directly associated with assets held for sale (refer Note 9)	-	-	**599,704**
Total Liabilities	-	-	**6,562,645**

6. OTHER INCOME

	31-Dec-22 $	31-Dec-21 $
Tax incentives	132,409	1,630
Net gain/(loss) on disposal of non-current assets	8,714	47,824
Interest income	187,042	3,601
Total Income	**328,165**	**53,055**

7. CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash on hand, deposits on call with financial institutions, and other short-term, highly liquid investments.

	31-Dec-22 $	30-Jun-22 $
Cash at bank	6,622,153	13,316,313
Cash on deposit	42,613,737	10,043,563
Total Cash and Cash Equivalents	**49,235,890**	**23,359,876**

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31-Dec-22 $	30-Jun-22 $
Listed ordinary shares - designated at fair value through profit or loss	2,456,665	921,269
Total Financial Assets	**2,456,665**	**921,269**
Reconciliation of the fair values at the beginning and end of the current and previous reporting period are set out below:		
Opening fair value	921,269	-
Additions[1]	1,500,000	1,400,000
Revaluation increase/(decrease)	35,396	(478,731)
Closing fair value	**2,456,665**	**921,269**
Classification		
Current	1,806,665	221,269
Non-current[2]	650,000	700,000
Total Financial Assets at fair value through profit or loss	**2,456,665**	**921,269**

[1]Additions relate to the receipt of shares received via the divestment of the Warriedar Gold project (net $1,500,000) - refer further to note 9.

[2]Escrowed for a period of 17 months from 31 December 2022.

9. NON-CURRENT ASSETS HELD FOR SALE

On 16 August 2022, the Company announced the divestment of the Warriedar gold project to Anova Metals Limited (changed name to Warriedar Resources Limited on 20 February 2023). Settlement of the transaction occurred on 21 September 2022, at which point Red Dirt was issued 100 million fully paid ordinary shares in Anova Metals Limited. The fair value consideration of shares acquired at settlement was $1,500,000 leading to a part reversal of the impairment recognised at 30 June 2022 of $500,000.

Total Consideration for the sale is as follows:	31-Dec-22 $
Ordinary Shares in Anova Metals Limited	1,500,000
Total Consideration	**1,500,000**
Warriedar – Non-current assets	2,099,704
Warriedar – Liabilities	(599,704)
Total net assets of Warriedar sold	**1,500,000**

Reconciliation of movements	31-Dec-22	30-Jun-22
Non-current assets classified as held for sale	$	$
Opening balance	1,599,704	792,447
Vanacorp - Trade and other receivables	-	(70)
Vanacorp - Exploration and evaluation assets (refer Note 11)	-	59,544
Warriedar – Exploration and evaluation assets reclassification (refer Note 11)	-	5,174,826
Warriedar - Reids Ridge impairment (expense)/reversal[1]	500,000	(3,575,122)
Warriedar - Disposal	(2,099,704)	-
Total Non-current assets classified as held for sale	**-**	**1,599,704**
Liabilities directly associated with non-current assets classified as held for sale		
Opening balance	599,704	613
Vanacorp – Disposal	-	(613)
Warriedar – Reid’s Ridge rehabilitation provision (refer Note 13)	-	599,704
Warriedar - Disposal	(599,704)	-
Total Liabilities directly associated with non-current assets classified as held for sale	**-**	**599,704**

[1]Reversal of $500,000 impairment recognised at 30 June 2022 on fair valuing the share consideration on acquisition.

10. ASSET ACQUISITION

Electrostate Limited

On 28 September 2022 Red Dirt completed the acquisition of 100% of the issued capital in Electrostate Limited, the holder of Electrostate Malinda Pty Ltd (Electrostate Group). Together the Electrostate Group are the holders of the Yinnetharra Lithium Project.

Total Consideration for the purchase is as follows:	28-Sep-22
Purchase consideration:	$
26,455,026 shares in Red Dirt (scrip) @ $0.67 (refer Note 14)	17,724,867
2,666,666 Red Dirt options[1]	755,138
$10,000,000 Deferred consideration[2]	10,000,000
Acquisition costs - Stamp duty	454,616
Less: cash acquired on acquisition	(2,009,488)
Total purchase consideration	**26,925,132**
Less: Assets and Liabilities acquired:	
Plant & equipment	52,930
Trade and other receivables	55,743
Trade and other payables	(7,500)
Excess between purchase consideration and net liabilities acquired reflected as capitalized exploration and evaluation assets (refer Note 11)	26,823,959
Net Identifiable assets acquired	**26,925,132**

[1] 170,400 Options were issued to Lithium Royalty Corp; and 2,496,266 options were issued to Electrification and Decarbonization AIE LP. Each with an exercise price of $0.75, expiring 18 months from the date of issue (issued 28 September 2022), to satisfy obligations under subscription agreements entered into with these entities pre-acquisition. The cost of these options have been capitalised to exploration and evaluation assets as acquisition costs.

[2] Deferred consideration payable upon delineation of a JORC 2012 compliant resource in excess of 15M tonnes @ 0.9% Li_2O or greater on the project within 4 year following settlement of the acquisition (Milestone). The company can elect to pay the deferred consideration via cash or by the issue of ordinary shares at a deemed issue price equal to the 10-day VWAP up to and including the day prior to the date on which the Milestone is achieved.
The Company has presented deferred consideration as a current liability. However, the ultimate timing of the payment of the liability is dependent on the production of a JORC 2012 compliant resource which is subject to inherent risks including but not limited to geological success and operational delays, such as access to drilling contractors, personnel and turnaround times for assay results.

Mt Ida Gold Pty Ltd

On 24 September 2021 Red Dirt Metals completed the acquisition of 100% of the issued capital in Mt Ida Gold Pty Ltd, a wholly owned subsidiary of Ora Banda Mining Ltd and the holder of the Mt Ida project.

Total consideration for the purchase is as follows:

	30-Jun-22
Purchase consideration:	$
Cash – acquisition settlement	11,000,000
Cash – pro-rata rents and rates	41,192
Acquisition costs - Stamp duty	557,616
Total purchase consideration	**11,598,808**
Less: Assets and Liabilities acquired:	
Non-current liabilities (refer Note 13)	(2,292,356)
Excess between purchase consideration and net liabilities acquired reflected as Capitalized exploration and evaluation assets (refer Note 11)	13,891,164
Net Identifiable Liabilities acquired	**11,598,808**

Mt Ida - Hooper tenements

Subsequent to the acquisition of Mt Ida Gold Pty Ltd, the Company completed an acquisition of tenements adjoining the Company's current landholding within the Mt Ida Lithium Project area via a total cash consideration amounting to $2,000,000. The Tenement Package comprises approximately 11km^2 of highly prospective lithium and gold terrain, inclusive of the historical Golden Vale gold mine.

The acquisition of the Tenement Package also consolidates 100% ownership of Mt Ida Mining Lease M29/165 via the inclusion of the remaining 5% not previously held by Red Dirt. The acquisition is complementary to its existing suite of tenements at Mt Ida of over 150km^2, as it provides a contiguous landholding within the prospective LCT pegmatite zone around the Copperfield granite.

Total Consideration for the purchase is as follows:

	30-Jun-22 $
Purchase consideration:	
Cash – acquisition settlement	2,000,000
Cash – Option premium	200,000
Acquisition costs - Landholder duties	117,515
Total Purchase consideration reflected as capitalised exploration and evaluation assts (refer Note 11)	**2,317,515**

11. EXPLORATION AND EVALUATION ASSETS

	31-Dec-22 $	30-Jun-22 $
Exploration and evaluation costs carried forward in respect of mining areas of interest		
Opening net book amount	39,438,128	17,328,064
Capitalised exploration and evaluation costs	12,029,109	11,790,084
Acquisition costs – Eureka adjustment	(228,020)	-
Asset acquisition – Electrostate Limited (refer Note 10)	26,823,959	-
Asset acquisition – Mt Ida Gold Pty Ltd	-	13,891,164
Asset acquisition – Hooper Tenements	-	2,317,515
Acquisition Cost - Rehabilitation Provision – Warriedar/Reids Ridge (refer Note 13)	-	1,388,294
Revised Rehabilitation provision – Warriedar/Eureka (refer Note 13)	-	117,269
Revised Rehabilitation provision – Mt Ida (refer Note 13)	-	(840,451)
Transfer to assets held for sale - Vanacorp (refer Note 9)	-	(59,544)
Transfer to assets held for sale – Warriedar/Reids Ridge (refer Note 9)	-	(5,174,826)
Exploration costs written off during the period	-	(1,319,441)
Total Exploration and Evaluation Assets	**78,063,176**	**39,438,128**

Reconciliation	30-Jun-22 $	Acquisition costs $	Additions $	Disposals $	31-Dec-22 $
Mt Ida	25,533,105	-	10,626,121	-	36,159,226
Yinnetharra	-	26,823,959	1,264,222	-	28,088,181
Eureka	13,890,228	(228,020)[1]	138,220	-	13,800,428
Other	14,795	-	547	-	15,342
Total Exploration and Evaluation assets	**39,438,128**	**26,595,939**	**12,029,109**	**-**	**78,063,176**

[1]*Adjustment for over accrual relating to acquisition of Eureka.*

12. TRADE AND OTHER PAYABLES

	31-Dec-22 $	30-Jun-22 $
Trade payables	1,702,567	2,264,816
Other payables and accruals	660,613	1,128,298
Total Trade and Other payables	**2,363,180**	**3,393,114**

13. REHABILITATION PROVISION

	31-Dec-22 $	30-Jun-22 $
Opening net book amount	2,357,763	-
Accretion expense	41,261	-
Mt Ida Gold Pty Ltd	-	2,292,355
Mt Ida Gold Pty Ltd - revised estimates (refer Note 11)	-	(840,451)
Warriedar Mining - Eureka & Reid's Ridge (refer Note 11)	-	1,388,294
Warriedar Mining - Eureka - revised estimates (refer Note 11)	-	117,269
Reid's Ridge transfer to assets held for sale (refer Note 9)	-	(599,704)
Total Rehabilitation Provision	**2,399,024**	**2,357,763**

Reconciliation	30-Jun-22 $	Accretion $	Additions $	31-Dec-22 $
Mt Ida	1,451,904	25,408	-	1,477,312
Eureka	905,859	15,853	-	921,712
Total Rehabilitation Provision	**2,357,763**	**41,261**	**-**	**2,399,024**

14. ISSUED SHARE CAPITAL

	31-Dec-22		30-Jun-22	
	No. Shares	$	No. Shares	$
Ordinary shares fully paid	416,615,823	128,429,904	304,554,426	70,709,238

Movements in ordinary share capital

	Date	No. Shares	Issue price $	Total $
Opening balance	**1-Jul-21**	**96,423,200**		**23,391,032**
Placement to professional and sophisticated investors	6-Jul-21	23,625,029	0.150	3,543,754
Placement to professional and sophisticated investors	21-Sep-21	11,374,971	0.150	1,706,246
Shares issued via converting loan	18-Nov-21	100,000,000	0.150	15,000,000
Conversion of performance rights	7-Oct-21	150,000	0.285	42,750
Placement to professional and sophisticated investors	4-Mar-22	43,137,255	0.510	22,000,000
Conversion of $0.25 Options	Various	29,668,971	0.250	7,417,243
Conversion of performance rights	Various	175,000	0.670	117,250
Unmarketable parcel share movement				(4)
Less: share issue costs				(2,509,033)
Closing balance	**30-Jun-22**	**304,554,426**		**70,709,238**
Shares issued for the 100% acquisition of Electrostate Limited	28-Sep-22	26,455,026	0.670	17,724,867
Placement to professional and sophisticated investors	7-Dec-22	83,000,000	0.500	41,500,000
Placement to professional and sophisticated investors	30-Dec-22	490,000	0.500	245,000
Conversion of $0.25 Options	Various	1,101,371	0.250	275,343
Conversion of Performance rights to employees	Various	1,015,000	Various	661,350
Less: costs of issue				(2,685,894)
Closing balance	**31-Dec-22**	**416,615,823**		**128,429,904**

15. RESERVES

	31-Dec-22 $	30-Jun-22 $
Share-based payments reserve		
Opening balance	5,659,212	4,432,298
Movement during the year[1]	1,814,710	1,226,914
Closing balance	**7,473,922**	**5,659,212**
Foreign currency translation reserve		
Opening balance	(38,590)	(10,001)
Movement during the year	38,590[2]	(28,589)
Closing balance	**-**	**(38,590)**

[1] Includes $755,138 in options issued to parties as a result of the Electrostate Limited acquisition – refer further to note 10.

[2]Reclassification from foreign currency translation reserve to profit or loss and other comprehensive income on divestment of foreign operations during the period.

16. SHARE-BASED PAYMENTS

The terms, conditions and key assumptions used in valuing share-based payment arrangements granted over ordinary shares affecting remuneration of directors, other key management personnel and employees in this financial year or future reporting years are as follows:

Performance Rights to Executive Chairman

On 29 August 2022, the company announced the appointment of David Flanagan as Chairman (transitioned to Executive Chairman on 3 November 2022). As part of his appointment David received unlisted 6,000,000 performance rights in 3 separate tranches on the same date. The performance rights were issued with the following milestones (vesting conditions):

- **Tranche 1** - Vest upon the Company's share price equaling or becoming greater than a 20-day VWAP of $1.00 per share before 26 August 2027
- **Tranche 2** - Vest upon the Company's share price equaling or becoming greater than a 20-day VWAP of $1.20 per share before 26 August 2027
- **Tranche 3** - Vest upon the Company's share price equaling or becoming greater than a 20-day VWAP of $1.50 per share before 26 August 2027

Vesting is subject to continuous employment by the holder with the company until the achievement of the vesting conditions (as applicable).
The valuation of all tranches of performance rights was performed via the relevant Hoadley Option Valuation Model. Valuations have been derived using the following underlying inputs and assumptions:

Security class	Tranche 1	Tranche 2	Tranche 3	Total
Grant date	29-Aug-22	29-Aug-22	29-Aug-22	
Vesting date	26-Aug-27	26-Aug-27	26-Aug-27	
Expiry date	26-Aug-27	26-Aug-27	26-Aug-27	
No. securities	2,000,000	2,000,000	2,000,000	6,000,000
Security entitlement	One Share	One Share	One Share	
Listed/unlisted	Unlisted	Unlisted	Unlisted	
Exercise price	$Nil	$Nil	$Nil	
Share price targets (20-day-VWAP)	1.00	1.20	1.50	
Implied barrier price (approx.)	1.3967	1.6760	2.0951	
Expected volatility	97%	97%	97%	
Risk-free rate	3.42%	3.42%	3.42%	
Dividend yield	Nil	Nil	Nil	
Value of each security	0.5473	0.5341	0.5165	
Total Value ($)	**1,094,600**	**1,068,200**	**1,033,000**	**3,195,800**
Expense recognised during HY23 ($)	**75,014**	**73,204**	**70,792**	**219,010**

Performance Rights to Chief Financial Officer

On 27 September 2022, 375,000 unlisted performance rights were granted to CFO, Daniel Kendall as part of his executive service agreement executed in July 2022. These rights have performance milestones attached under the following vesting conditions:

- **(A)(i)** - 125,000 Performance rights shall vest and convert on the successful increase of gold resources for the company by 250,000oz (at 0.5 g/t Au cut-off) or delineation of 15,000,000 tonnes of Li2O at greater than 1.2% Li_2O grade (at 0.3% cut-off) before 31 December 2023[1].
- **(A)(ii)** – 125,000 Performance rights shall vest and convert into ordinary shares subject to the Company obtaining a Volume Weighted Average price of more than $1.00 per share for a period of 20 days or more before 31 December 2023
- **(A)(iii)** – 125,000 Performance rights shall vest and convert into ordinary shares subject to the Executive completing 18 months continuous employment with the Company.

The valuation of performance rights was performed via the relevant Hoadley Option Valuation Model for Tranche (A)(ii), whilst a 'per security' valuation has been used for the other tranches with appropriate probability attached. Valuations have been derived using the following underlying inputs and assumptions:

Security class	Tranche (A)(i)[1]	Tranche (A)(ii)	Tranche (A)(iii)	Total
Grant date	27-Sep-22	27-Sep-22	27-Sep-22	
Vesting date	31-Dec-23	31-Dec-23	28-Feb-24	
Expiry date	28-Sep-27	28-Sep-27	28-Sep-27	
No. securities	125,000	125,000	125,000	375,000
Security entitlement	One Share	One Share	One Share	
Listed/unlisted	Unlisted	Unlisted	Unlisted	
Exercise price	$Nil	$Nil	$Nil	
Share price targets (20-day-VWAP)	N/A	1.00	N/A	
Implied barrier price (approx.)	N/A	1.3873	N/A	
Expected volatility	N/A	95%	N/A	
Risk-free rate	N/A	3.40%	N/A	
Dividend yield	N/A	Nil	N/A	
Value of each security	0.6000	0.3778	0.6000	
Probability	100%	N/A	100%	
Total Value ($)	**75,000**	**47,225**	**75,000**	**197,225**
Expense recognised during HY23 ($)	**75,000**	**11,830**	**16,758**	**103,589**

[1]*On 31 October 2022, the board resolved to amend the vesting condition for Tranche (A)(i) to reflect as follows: 125,000 Performance rights shall vest and convert on the successful increase of gold resources for the company by 250,000oz (at 0.5 g/t Au cut-off) or delineation of 10,000,000 tonnes of Li2O at greater than 1.0% Li_2O grade (at 0.3% cut-off) before 30 June 2023. The milestone was achieved 19 October 2022.*

Performance Rights to other employees

On 15 November 2022, 25,000 unlisted performance rights were granted to employees under the Performance rights and Option Plan. The performance rights are 100% service based and shall vest and convert into ordinary shares subject to completion of 18 months continuous employment with the company. Management have determined the probabilities of the abovementioned rights vesting as 100% amounting to an expense recognised in the profit or loss of $1,552 during the period.

Performance Rights to Executive Leadership Team (Key Management Personnel)

On 22 December 2022, 5,500,000 unlisted performance rights were granted to members of the Executive Leadership Team, as stipulated in each of their individual executive service agreements. Additionally, the company received shareholder approval on 16 January 2023 to grant 12,000,000 unlisted performance rights to Executive Chairman, David Flanagan as stipulated in his executive service agreement and pursuant to the performance rights and options plan approved by shareholders at the Annual General meeting 22 November 2022.

The performance rights were issued 23 January 2023 and include the following milestones (vesting conditions):

- **Tranche 1** – Performance rights vesting upon delineation of 50Mt JORC resource at minimum grade of 0.8% Li2O at any of the Company's projects by 3 November 2025.
- **Tranche 2** – Performance rights vesting upon delineation of 100Mt JORC resource at minimum grade of 0.8% Li2O at any of the Company's projects 3 November 2025.
- **Tranche 3** – Performance rights vesting if mining operations commence at any of the Company's projects on or before 31 December 2023.
- **Tranche 4** – Performance rights vesting upon the first commercial shipment of DSO lithium ore or Spodumene concentrate by 3 November 2025.

Vesting is subject to continuous employment by the holder with the company until the achievement of the vesting conditions (as applicable).

	Tranche 1	Tranche 2	Tranche 3	Tranche 4	Total
Executive Leadership Team					
David Flanagan	3,000,000	3,000,000	2,000,000	4,000,000	12,000,000
Jeremy Sinclair	250,000	250,000	750,000	750,000	2,000,000
Daniel Taylor	250,000	250,000	500,000	500,000	1,500,000
Daniel Kendall	250,000	250,000	250,000	250,000	1,000,000
Charles Hughes	250,000	250,000	250,000	250,000	1,000,000
Total	**4,000,000**	**4,000,000**	**3,750,000**	**5,750,000**	**17,500,000**

The valuation of performance rights was performed using a 'per security' valuation for all tranches using the share price as at the grant date, with the value calculated based on the number of instruments expected to vest factoring in the appropriate probability. Valuations have been derived using the following underlying inputs and assumptions:

Security class	Tranche 1	Tranche 2	Tranche 3	Tranche 4	Total
Grant date *(D Flanagan)*[1]	16-Jan-23	16-Jan-23	16-Jan-23	16-Jan-23	
Grant date *(Other KMP)*	22-Dec-22	22-Dec-22	22-Dec-22	22-Dec-22	
Vesting date	3-Nov-25	3-Nov-25	31-Dec-23	3-Nov-25	
Expiry date	23-Jan-28	23-Jan-28	23-Jan-28	23-Jan-28	
No. securities	4,000,000	4,000,000	3,750,000	5,750,000	17,500,000
Security entitlement	One Share	One Share	One Share	One Share	
Listed/unlisted	Unlisted	Unlisted	Unlisted	Unlisted	
Exercise price	$Nil	$Nil	$Nil	$Nil	
Value of each security *(D Flanagan)*[1]	0.475	0.475	0.475	0.475	
Value of each security *(Other KMP)*	0.455	0.455	0.455	0.455	
Probability	100%	100%	100%	100%	
Total Value ($)	**1,880,000**	**1,880,000**	**1,746,250**	**2,696,250**	**8,202,500**
Expense recognised during HY23 ($)	**88,968**	**88,968**	**184,713**	**121,652**	**484,301**

[1]As the actual grant-date occurred post 31 December 2022, management have estimated the FV of each security as at 31 December 2022 and note the valuation at HY end is materially consistent with the eventual grant date.

	Tranche 1 $	Tranche 2 $	Tranche 3 $	Tranche 4 $	Total $
Reconciliation by KMP					
David Flanagan	1,425,000	1,425,000	950,000	1,900,000	5,700,000
Jeremy Sinclair	113,750	113,750	341,250	341,250	910,000
Daniel Taylor	113,750	113,750	227,500	227,500	682,500
Daniel Kendall	113,750	113,750	113,750	113,750	455,000
Charles Hughes	113,750	113,750	113,750	113,750	455,000
Total Value ($)	**1,880,000**	**1,880,000**	**1,746,250**	**2,696,250**	**8,202,500**
David Flanagan[1]	76,641	76,641	132,193	102,188	387,663
Jeremy Sinclair[1]	1,407	1,407	11,736	4,221	18,771
Daniel Taylor[1]	4,322	4,322	22,974	8,645	40,263
Daniel Kendall[1]	3,299	3,299	8,905	3,299	18,802
Charles Hughes[1]	3,299	3,299	8,905	3,299	18,802
Expense recognised during HY23[1] ($)	**88,968**	**88,968**	**184,713**	**121,652**	**484,301**

[1] The expense recognised during the period is from the commencement date of each executive agreement: Messer's Flanagan (03 Nov 2022), Sinclair (19 Dec 2022), Taylor (21 Nov 2022), Kendall & Hughes (01 Dec 2022).

Options issued in prior periods to Directors

On 7 July 2022, the company held a general meeting and received shareholder approval to issue 1,000,000 options to Tim Manners subject to 12 months of continuous employment. The expense recognised during the period was $120,676.

Performance Rights issued in prior periods

Performance rights to Employees

On 19 October 2022, the company announced its' maiden lithium mineral resource estimate at Mt Ida. This resulted in the immediate vesting of performance rights previously granted to employees on 1 October 2021 and 25 May 2022. The expense recognised during the period in relation to these performance rights was $76,325 and $208,468 respectively.

Performance rights to (former) Managing Director

On 3 November 2022 the company announced the resignation of Matthew Boyes as managing director. As a result, two (2) tranches of previously issued Performance rights (granted 3 December 2020) were forfeited on resignation resulting in a reversal of the net expense and credit to profit and loss of $3,363.

Performance Rights to Directors

On 7 July 2022, the company held a general meeting and received shareholder approval to issue 5,000,000 unlisted performance rights to directors Matthew Boyes, Alexander Hewlett, James Croser and Jiahe (Gower) He pursuant to the performance rights and options plan approved by shareholders on 2 July 2019, which was re-adopted at the general meeting. The Performance Rights were allocated based on the following milestones (vesting conditions):

- **Tranche 1** - The successful increase of gold resources for the Company by 250,000 ounces (at 0.5 g/t Au cut-off) or delineation of 10,000,000 tonnes of Li_2O at greater than 1% grade (at 0.3% cut-off) before 30 June 2023[1].
- **Tranche 2** - The achievement of a $1.00 20-day volume weighted average price ('VWAP") prior to the expiry date, being 31 December 2023.
- **Tranche 3** - The achievement of a $1.20 20-day volume weighted average price ('VWAP") prior to the expiry date, being 31 December 2023.
- **Tranche 4** - Mr Jiahe (Gower) He completing 12 months continuous employment with the Company.
- **Tranche 5** - The execution by the Company of a binding agreement between the Company and a third party(s) whereby the third party(s) undertakes to:
  - purchase a minimum of 10% of the annual production of the Mt Ida Project over the first three years of operations; or
  - provide funding for the construction of the Mt Ida Project.

Vesting is subject to continuous employment by the holder with the company until the achievement of the vesting conditions (as applicable).

	Tranche 1 $	Tranche 2 $	Tranche 3 $	Tranche 4 $	Tranche 5 $	Total $
Reconciliation by Director						
Matthew Boyes[1]	213,750	91,237	82,913	-	-	387,900
Alexander Hewlett[2]	142,500	60,825	55,275	-	-	258,600
James Croser	142,500	60,825	55,275	-	-	258,600
Jiahe (Gower) He[3]	-	60,825	-	95,000	190,000	345,825
Fair Value at Grant Date	**498,750**	**273,712**	**193,463**	**95,000**	**190,000**	**1,250,925**
Matthew Boyes[1]	206,231	(25,503)	(23,176)	-	-	157,551
Alexander Hewlett[2]	137,487	43,823	39,824	-	-	221,134
James Croser	137,487	14,687	13,347	-	-	165,522
Jiahe (Gower) He[3]	-	(5,263)	-	(12,138)	(16,439)	26,985
Expense recognised during HY23	**481,205**	**27,744**	**29,995**	**(12,138)**	**(16,439)**	**510,367**

[1]*Resigned 3 November 2022. Tranche 1 performance rights vested immediately on announcement of the Company's maiden lithium mineral resource estimate at Mt Ida. Tranches 2 & 3 were forfeited on resignation, resulting in reversal of the expense to profit and loss.*

[2]*Resigned 29 August 2022. In recognition of Mr Hewlett's past contributions to the Company, pursuant to clause 10.1 of the plan, the performance rights remain unvested following resignation. Tranche 1 performance rights vested immediately on announcement of the Company's maiden lithium mineral resource estimate at Mt Ida on 19 October 2022. Tranche's 2 & 3 were accelerated on resignation.*

[3]*Resigned 1 November 2022. All Tranches were forfeited on resignation, resulting in reversal of the expense to profit and loss.*

Reconciliation of share-based payments expensed	Granted	31-Dec-22 $
Reversal of Performance Rights to (former) managing director	3 Dec 2020	(3,363)
Vesting of Performance Rights to employees	1 Oct 2021	76,325
Vesting of Performance Rights to Directors	7 Jul 2022	510,367
Vesting of Options – Directors	7 Jul 2022	120,676
Vesting of Performance Rights to employees	25 May 2022	208,468
Vesting of Performance Rights to Chairman	29 Aug 2022	219,010
Vesting of Performance Rights to CFO	27 Aug 2022	103,589
Vesting of Performance Rights to employees	15 Nov 2022	1,552
Vesting of Performance Rights to Chairman	16 Jan 2023	387,663
Vesting of Performance Rights to Executive Leadership Team	22 Dec 2022	96,636
Expense recognised during the HY23 ($)		**1,720,922**

Convertible Securities

The Share-based payments reserve is made up of convertible securities, namely options and performance rights, granted at the discretion of the Board to align the interest of executives, employees, and consultants with those of shareholders. A summary of convertible securities as at 31 December 2022 are as follows:

Options

At 31 December 2022, unissued shares of the Group under option are:

Number of Securities	Exercise Price	Number Vested & Exercisable	Expiry Date
3,750,000	$0.25	3,750,000	30 June 2023
2,666,666	$0.75	2,666,666	27 Mar 2024
15,902,425	$0.25	15,902,425	01 Oct 2024
16,577,233	$0.25	16,577,233	18 Nov 2024
1,000,000	$0.77	-	26 July 2025
4,000,000	$0.25	4,000,000	21 Sept 2025
5,000,000	$0.85	5,000,000	30 Sep 2025
48,896,324		47,896,324	

Performance Rights

At 31 December 2022, unissued shares of the Group pursuant to performance rights issued to incentivise its directors, employees and other vendors are:

Number of Securities	Grant Date	Number Vested & Exercisable	Expiry Date
2,250,000	7-Jul-22	1,250,000	31-Dec-23
390,000	25-May-22	125,000	31-Dec-23
6,000,000	29-Aug-22	-	26-Aug-27
325,000	27-Sep-22	75,000	28-Sep-27
25,000	15-Nov-22	-	18-Nov-27
8,990,000		1,450,000	

17. COMMITMENTS & CONTINGENCIES

During the period the Company acquired the Electrostate Group, holder of the Yinnetharra Lithium project. These tenements collectively have an annual expenditure commitment of $173,000 per annum.

With exception to the above, there have been no significant changes to commitments and contingent liabilities since 30 June 2022.

18. RELATED PARTY TRANSACTIONS

As disclosed in Note 16, 6,000,000 unlisted performance rights, expiring 26 August 2027 were granted to David Flanagan on 29 August 2022 in respect of his appointment as Non-Executive Chairman.

Furthermore, as disclosed in Notes 16 and 19, 12,000,000 unlisted performance rights, expiring 23 January 2028 were granted to David Flanagan on 16 January 2022 in respect of his appointment as Executive Chairman.

There were no other material changes to related party transactions from disclosed at 30 June 2022.

19. SUBSEQUENT EVENTS

On 16 January 2023, the Company held a general meeting and received shareholder approval to issue 12,000,000 unlisted performance rights to David Flanagan pursuant to the performance rights and options plan approved by shareholders at the Annual General Meeting 22 November 2022. Refer to Note 15 for key terms and conditions.

On 20 January 2023, the company announced the completion of the $55 million placement previously announced 1 December 2022, via the issue of 110 million new fully paid ordinary shares at $0.50 per share. The placement comprised two tranches:

- Tranche 1 to raise $41.5 million via the issue of 83 million shares, which was completed and settled on 7 December 2022; and
- Tranche 2 to raise $13.5 million via the issue of 27 million shares, subject to shareholder approval which was received 16 January 2023, with settlement on 19 January 2023.

There were no other subsequent events that required adjustment to or disclosure in the interim financial report.

Directors' Declaration

The Directors of the Company declare that:

1. the interim financial statements and notes, are in accordance with the *Corporations Act 2001* and:

    a) comply with Australian Accounting Standard AASB134 Interim financial reporting and the Corporations Regulations 2001; and

    b) give a true and fair view of the Consolidated entity's financial position as at 31 December 2022 and its performance for the half-year ended on that date; and

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

This declaration is made in accordance with a resolution of the Board of Directors, pursuant to s 303(5) of the Corporations Act.

David Flanagan
Executive Chairman
Dated 14 March 2023

Independent Auditor's Review Report

To the shareholders of Red Dirt Metals Limited

Conclusion

We have reviewed the accompanying *Interim Financial Report* of Red Dirt Metals Limited.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the Interim Financial Report of Red Dirt Metals Limited does not comply with the *Corporations Act 2001*, including:

- Giving a true and fair view of the *Group's* financial position as at 31 December 2022 and of its performance for the half-year ended on that date; and
- Complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

The ***Interim Financial Report*** comprises:

- Condensed consolidated statement of financial position as at 31 December 2022;
- 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;
- Notes 1 to 19 comprising a summary of significant accounting policies and other explanatory information; and
- The Directors' Declaration.

The ***Group*** comprises Red Dirt Metals Limited (the Company) and the entities it controlled at the half year's end or from time to time during the half-year.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report.

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

Responsibilities of the Directors for the Interim Financial Report

The Directors of the Company are responsible for:

- The preparation of the Interim Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001; and*
- Such internal control as the Directors determine is necessary to enable the preparation of the Interim Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's responsibilities for the review of the Interim Financial Report

Our responsibility is to express a conclusion on the Interim 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 Interim Financial Report does not comply with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2022 and its performance for the Half-Year Period ended on that date, and complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of an Interim 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.

KPMG

KPMG

Glenn Brooks

Partner

Perth

14 March 2023