

LACHLAN STAR LIMITED

ABN 88 000 759 535

INTERIM FINANCIAL REPORT

31 DECEMBER 2024

CORPORATE DIRECTORY

Directors

Gary Steinepreis (Non-Executive Chairman)
Brendan Bradley (Non-Executive Director)
Stacey Apostolou (Non-Executive Director)

Chief Executive Officer

Andrew Tyrrell

Company Secretary

Russell Hardwick

Auditors

Hall Chadwick WA Audit Pty Ltd
283 Rokeby Road
Subiaco WA 6008

Bankers

Westpac Banking Corporation
Level 13 109 St Georges Terrace
Perth, WA, 6000

Registered Office

Level 1, 33 Ord Street
West Perth WA 6005
Telephone: +61 8 6556 8880
Facsimile: +61 8 6556 8881

Share Registries

Computershare Investor Services Pty Limited
Level 17
221 St George's Terrace
Perth WA 6000

Investor Enquiries: 1300 850 505 (within Australia)
Investor Enquiries: +61 3 9415 4000 (outside Australia)
Facsimile: +61 3 9473 2500

Securities Exchange Listing

Securities of Lachlan Star Limited are listed on ASX Limited.

ASX Code: LSA - ordinary shares

CONTENTS

Directors' Report	4 – 10
Auditor's Independence Declaration	11
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income	12
Condensed Consolidated Statement of Financial Position	13
Condensed Consolidated Statement of Changes in Equity	14
Condensed Consolidated Statement of Cash Flows	15
Notes to the Condensed Consolidated Financial Statements	16-19
Directors' Declaration	20
Independent Auditor's Review Report	21

DIRECTORS' REPORT

The Directors present their report consisting of Lachlan Star Limited ("Lachlan Star", "LSA" or "Company") and the entities it controlled at the end of or during the half-year ended 31 December 2024 together with the consolidated financial report for the half-year ended 31 December 2024, and the independent review report thereon.

Directors

The Directors of the Company in office at any time during or since the end of the half-year and up to the date of this report are as follows. Directors were in office for this entire period unless otherwise stated.

Gary Steinepreis	(Non-Executive Chairman)
Brendan Bradley	(Non-Executive Director)
Stacey Apostolou	(Non-Executive Director)
Daniel Smith	(Non-Executive Director) (resigned 29 November 2024)

OPERATING REVIEW

Lachlan Star continued to advance its gold and copper focused exploration portfolio across strategically important tenements in New South Wales and Western Australia. Over the past six months, significant progress has been made at the Basin Creek Prospect within the southern Junee Project and at the North Cobar Project. In addition, ongoing target generation activities were completed across the Company's other projects.

1. Junee Project (100%)

The Junee Project is located within the Lachlan Fold Belt, in central New South Wales, a region that is host to a number of Australia's premier copper and gold deposits, including the major porphyry copper-gold and epithermal gold deposits of Cadia (42 million ounces gold, 8.7 million tonnes copper), Northparkes (3.8 million ounces gold, 3.4 million tonnes copper) and Cowal (9.6 million ounces gold).

The Project tenements straddle the Gilmore Suture Zone, a regionally significant first order structure associated with other significant metalliferous deposits of the region. The Project had seen minimal modern exploration and contained notable mineral occurrences, including the Basin Creek prospect, a high-grade, copper sulphide-rich mineral system that the Company identified within historic diamond drilling, including an interval of:

- 21.3 metres at 4.51% copper from 41.14 metres, including 9.2 metres at 1.23% copper and 4.6 metres at 18.54% copper in TDH01.

During the reporting period, the Company undertook a series of activities to understand the nature and controls to copper mineralisation at Basin Creek, including comprehensive relogging and selective sampling of historic drill core and culminating in the completion of a maiden diamond drilling program over the target area.

A six-hole 1,252.3 metre diamond drilling program was successfully completed which sought to confirm the continuity and depth extent of high-grade copper sulphide mineralisation identified in the historical diamond drilling.

Results from the Company's diamond program were encouraging, with all six drill holes intersecting copper mineralisation over a strike length of 200 metres, a width of up to 40 metres, and to a vertical depth of 100 metres where mineralisation remains open at depth.

Notable intercepts (>0.3% Cu) from the program include:

BCD001

- 20.5 metres at 0.5% Cu from 20 metres; and
- 14.7 metres at 0.3% Cu from 50 metres; and
- 10 metres at 0.4% Cu from 70 metres; and
- 18.5 metres at 0.3% Cu from 118.3 metres to End of Hole.

BCD003

- 79.2 metres at 0.5% Cu from 12 metres, including 0.8 metres @ 11.8% Cu from 90.5 metres.

BCD004

- 6.2 metres at 0.5% Cu from 53 metres; and
- 10 metres at 0.9% Cu from 88 metres, including 6.2 metres at 1.3% Cu from 89.8 metres; and
- 21 metres at 1.2% Cu from 138 metres, including 4.5 metres at 3% Cu from 153 metres

BCD005

- 10 metres at 0.3% Cu from 130 metres, including 1 metre at 1.7% Cu from 131 metres; and
- 1 metre at 9.1% Cu from 178.3 metres; and
- 9.1 metres at 2.7% Cu from 191 metres, including 3.5 metres at 6.6% copper from 192.2 metres

Drilling has defined a near surface, copper sulphide system of primary disseminated chalcopyrite, bornite and chalcocite mineralisation, and containing lenses of high-grade semi-massive chalcopyrite occurring as vein-breccia and fracture-controlled in-fill.

Notably, mineralisation improved towards the north, where it remains open both along strike and at depth.

The Company also carried out an extensive 11-line kilometre Pole-Dipole Induced Polarisation (IP) geophysical survey across the prospect, aimed at unlocking its full potential. A total of 5.4-line kilometres were completed, with early 3D inversion modelling revealing a compelling chargeable and resistive anomaly associated with known copper sulphide mineralisation.

The recently completed IP survey has revealed an extensive chargeable anomaly, reinforcing the potential of the Project to host a significant copper system. The recently reported copper intercepts correlate closely with the chargeable response, where drilled. The Company is now preparing a step-out drill program to systematically test high-priority targets across the chargeable IP and copper-in-soil anomaly,

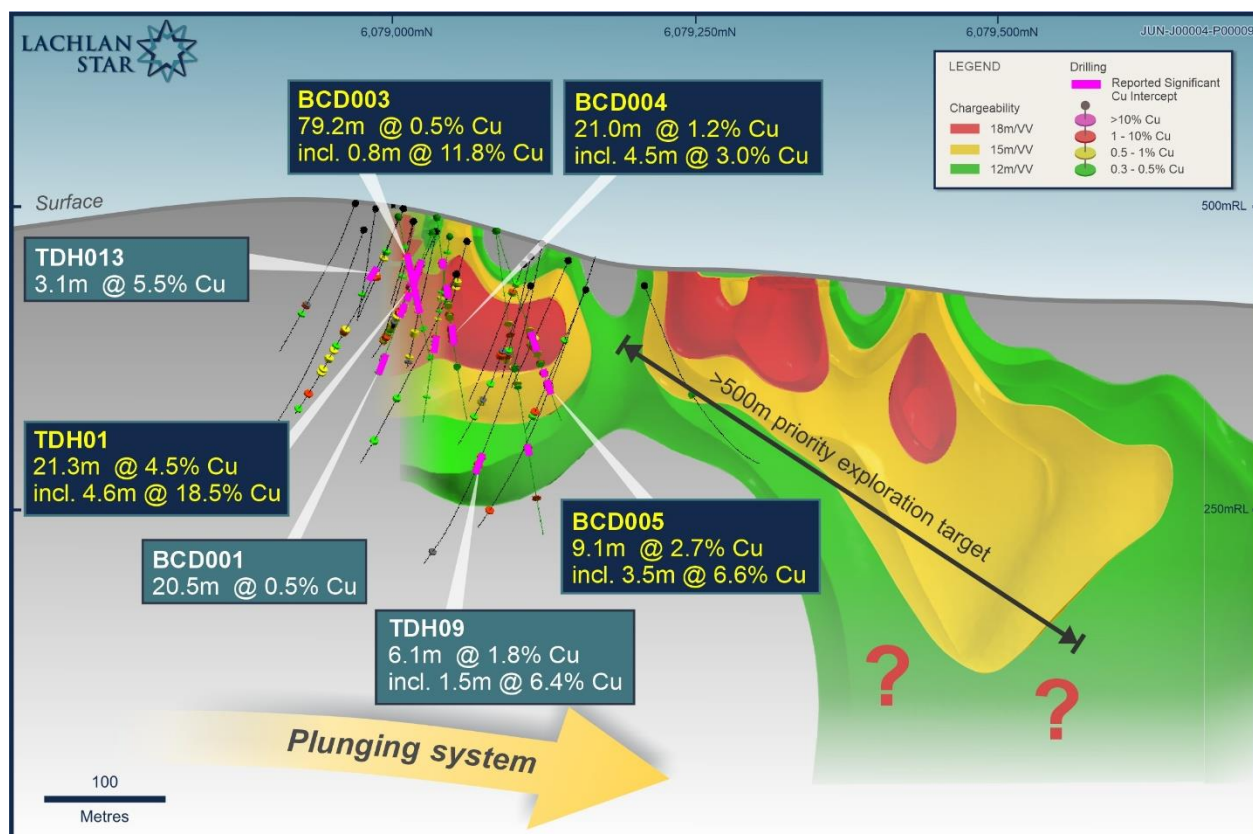


Figure 1: Long section (looking west) showing 3D inversion modelled chargeability at 610260mE highlighting the strong chargeability anomaly over the area of recent drilling, with reported significant copper intercepts.

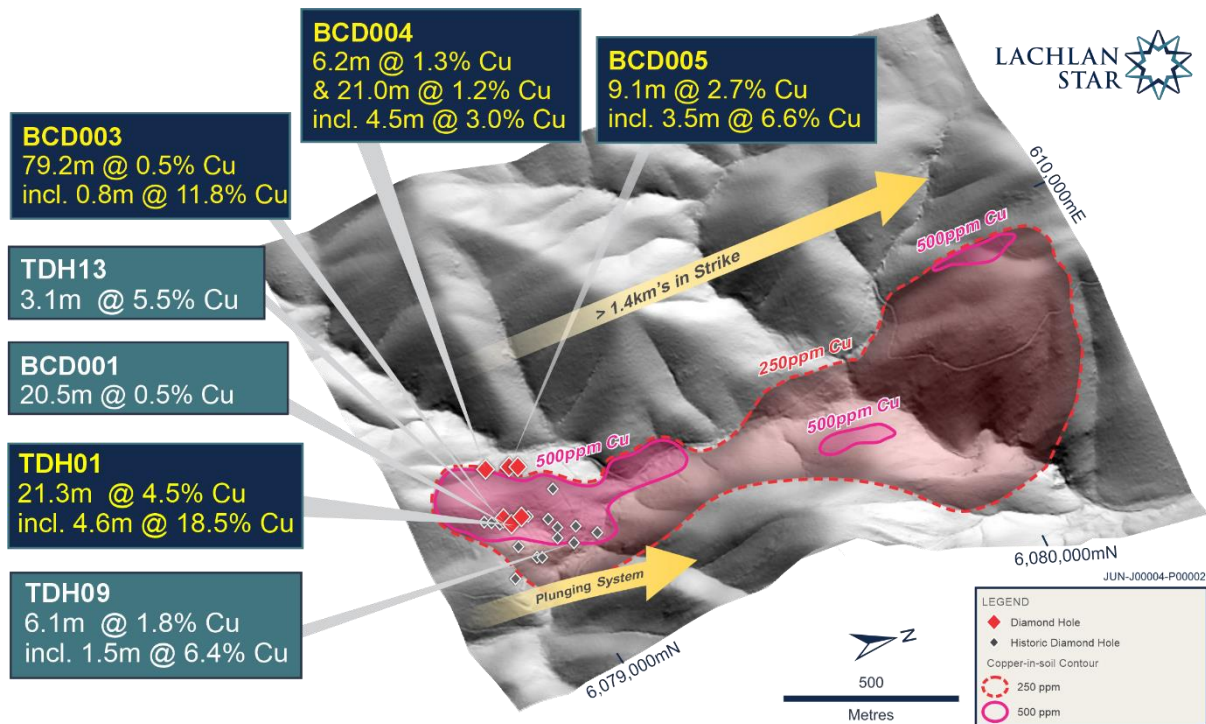


Figure 2 - Isometric plan view (looking northwest) showing Digital Elevation Model and footprint of copper-in-soil surface geochemistry with collar locations of Lachlan Star and historic diamond holes and significant copper intercepts highlighted.

2. North Cobar Project (100%)

The North Cobar Project is strategically positioned immediately north of the Cobar mining centre, in central New South Wales, within a structurally complex corridor defined by the Rookery and Buckwaroon Fault systems, a metalliferous fault network which is associated with several significant gold-base metal mines in the district, including the CSA and Endeavor Mines.

Data acquisition and interpretation completed by the Company has generated priority Cobar-style drill targets, including the Knights Tanks and Galahad prospects. These targets are characterised as discrete gravity anomalies coincident with magnetic features, within a complex structural corridor, and are supported by soil geochemical anomalies of gold, arsenic, antimony (Au, As, Sb) and lead, zinc, silver (Pb, Zn, Ag).

During the period, the Company commenced a ground-based Pole-Dipole Induced Polarisation (IP) geophysical survey over the priority targets, with approximately 5-line kilometres of the IP survey acquired before wet weather conditions stalled progress and inhibited access to the target areas. The program was paused and is scheduled to recommence in the next reporting period and aims to delineate target positions for planned drill testing.

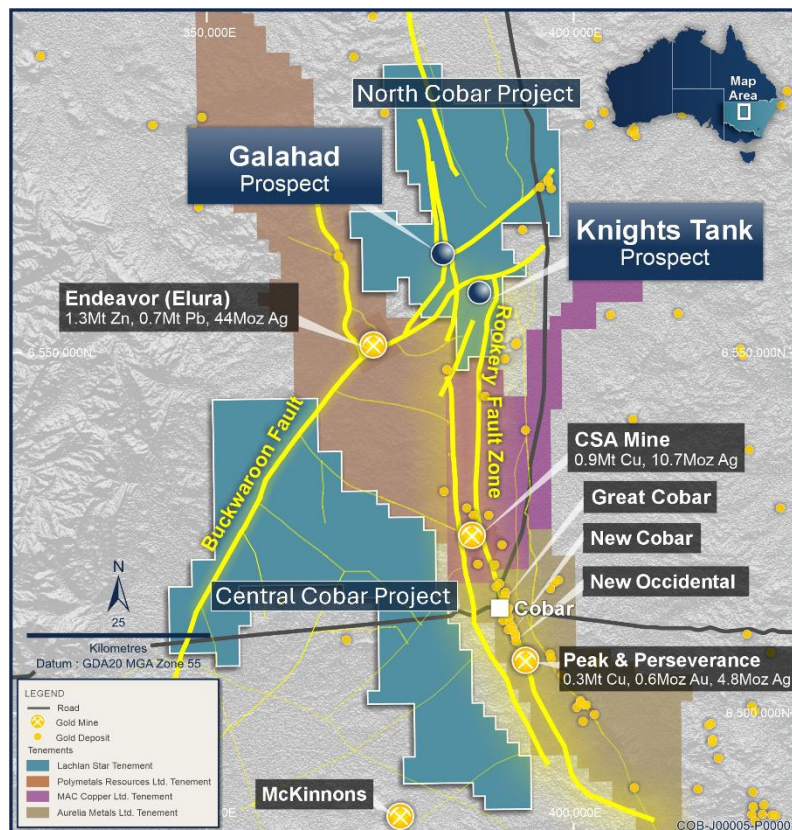


Figure 3 - Map showing location of Lachlan Star's Exploration Licences and key prospects within the Cobar Basin, central New South Wales including key geological features over Digital Elevation Model (DEM).

3. Central Cobar Project (100%)

The Company holds approximately 1,000 square kilometres of granted tenure through the central Cobar Basin. These tenements are well located, sit directly adjacent to existing mines and infrastructure (the CSA Mine and the Peak Gold Mine) and overlie favourable structures and prospective geology.

The Company has commenced a comprehensive open-file data compilation and review of the central Cobar Basin with aims to identify favourable structural geometries and key target areas that will provide a focus for on ground exploration activities.

The Company was also granted Exploration Licence EL9709 during the reporting period, which covers the south-western extension of the Buckwaroon Fault system, immediately adjacent to Polymetals licences containing the Endeavor Mine.

The Cobar region remains a premier location for gold and base metal discovery, with increasing interest by industry peers, underpinned by the acquisition of the CSA Mine in June 2023 by MAC Copper Limited for \$1.64 billion.

4. Killaloe Project (80-100%)

The Killaloe Project is situated approximately 20-30 km northeast of Norseman, within the Eastern Goldfields of Western Australia, immediately along and north of the Eyre Highway.

The project overlies key stratigraphic units of the Kambalda Domain (9.8Moz gold endowment), within the southern extents of the Kalgoorlie Terrane, and contains comparable structural and lithological features to other world-class gold and nickel deposits including Kambalda and St. Ives.

The Company has commenced a review of data across the project and has scheduled a program of on ground reconnaissance mapping and surface geochemical sampling to delineate priority target areas for follow up work.

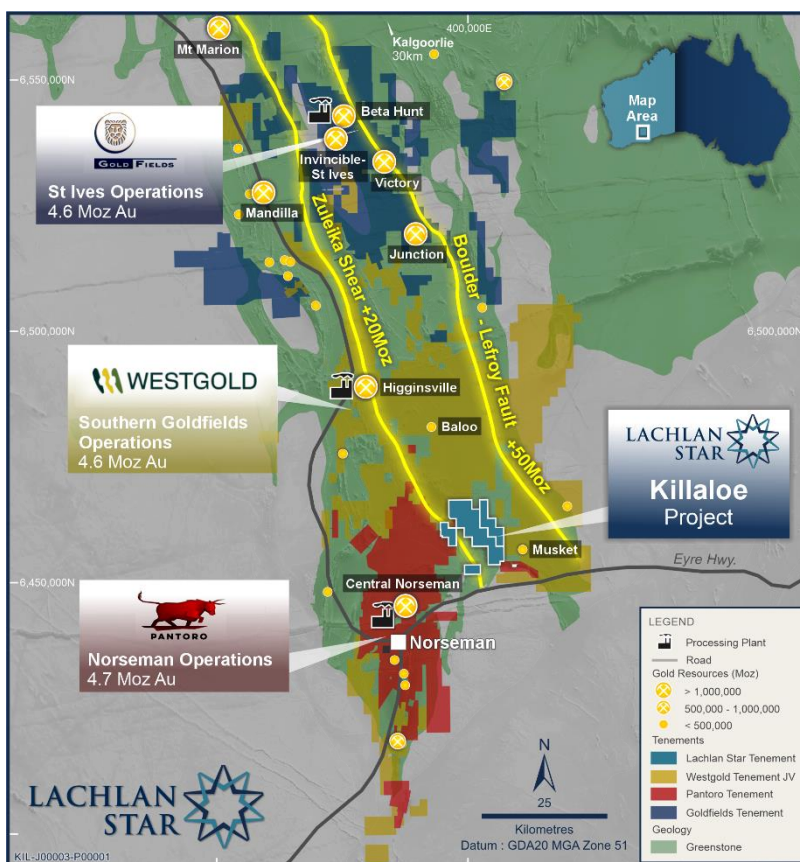


Figure 2 - Map showing location of Lachlan Star’s Exploration Licences and key prospects within the Cobar Basin, central New South Wales including key

5. Koojan Project (75%)

The Koojan Project is in the New Norcia region of Western Australia, approximately 80 kilometres north of the world-class Julimar Ni-PGE-Cu-Co discovery and development project owned by Chalice Mining.

During the reporting period, Minerals 260 Limited withdrew from the Koojan Farm-in and Joint Venture Agreement with Coobaloo Minerals Pty Ltd (Coobaloo). Coobaloo is an incorporated joint venture between Lachlan Star (75%) and Wavetime Nominees (25%).

Minerals 260’s participating interest (30%) in the project was returned to Lachlan Star.

The Company continues to assess all options available for the project and is undertaking a comprehensive internal technical review.

Other Projects

No on-ground field work was undertaken at the Bauloora North and Princhester Projects during the half-year.

CORPORATE AND FINANCIAL

Financial Summary

The consolidated entity's net loss after tax for the half-year ended 31 December 2024 was \$606,848 (2023: \$438,788). Key expenditure items during the half-year included:

- Employment expenses \$209,423 (2023: Nil);
- Share based payments \$73,057 (2023: Nil); and
- Corporate compliance costs of \$155,415 (2023: \$269,074).

Included in investing activities were cash payments for Exploration & Evaluation expenditure (capitalised) during the half-year of \$1,644,128 (2023: \$182,585).

At 31 December 2024, the Group had cash reserves of \$3,516,277 (30 June 2024 \$1,614,668).

Capital raising

During the half-year, the Company completed a two tranche share placement to raise \$4.5 million. Tranche one of the Placement comprised the issue of 43,400,000 fully paid ordinary shares to sophisticated and professional investors at an issue price of \$0.10 per share. Following shareholder approval at the Company's Annual General Meeting, a further 1,600,000 fully paid ordinary shares were issued to Directors (or their respective nominees) at an issue price of \$0.10 per share.

Annual General Meeting

At the Company's Annual General Meeting held on 28 November 2024 all resolutions were passed by way of a poll.

Director/Company Secretary changes

Mr Daniel Smith retired as a Director on the 29 November 2024 and also resigned as Company Secretary on 2 December 2024.

Mr Russell Hardwick was appointed as Company Secretary, effective 2 December 2024. Mr Hardwick is a CPA, with over 20 years' experience in the resources industry, is a member of the Governance Institute of Australia, and a graduate of the Institute of Company Directors.

Subsequent Events

No other matter or circumstance has arisen since 31 December 2024 that in the opinion of the Directors has significantly affected, or may significantly affect in future financial years (i) the consolidated entity's operations, or (ii) the results of those operations, or (iii) the consolidated entity's state of affairs.

AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration under Section 307C of the Corporations Act 2001 is set out on page 11 and forms part of the Directors' report for the half year ended 31 December 2024.

Competent Person Statement

The Information in this report that relates to Exploration Results is based on and fairly represents information and supporting documentation prepared by Mr Alan Hawkins, who is a Competent Person, Member (3869) and Registered Professional Geoscientist (10186) of the Australian Institute of Geoscientists. Mr Hawkins is the Exploration Manager, a shareholder and a full-time employee of the Company and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activities being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Hawkins consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The Information in this Report that relates to previous Exploration Results for the Basin Creek project is extracted from the following ASX Releases:-

- *"High-grade copper drill targets defined at Basin Creek – Junee Project, NSW"* dated 15 August 2024;
- *"Drilling Intersects Semi-Massive Copper Sulphides at Basin Creek, NSW"* dated 27 November 2024;
- *"High-Grade Copper Intersected Within Broad Mineralised Zones at Basin Creek, NSW"* dated 12 December 2024;
- *"Further Wide High-Grade Copper Intercepts at Basin Creek"* dated 16 January 2025; and,
- *"Significant Near-Term Step-Out Copper Drill Target Defined at Basin Creek, NSW"* dated 10 February 2025;

which are available at www.lachlanstar.com.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the above original market announcements and that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

Forward Looking Statements and Important Notice

This report contains forecasts, projections and forward-looking information. Although the Company believes that its expectations, estimates and forecast outcomes are based on reasonable assumptions it can give no assurance that these will be achieved. Expectations and estimates and projections and information provided by the Company are not a guarantee of future performance and involve unknown risks and uncertainties, many of which are out of Lachlan Star's control.

Actual results and developments will almost certainly differ materially from those expressed or implied. Lachlan Star has not audited or investigated the accuracy or completeness of the information, statements and opinions contained in this announcement. To the maximum extent permitted by applicable laws, Lachlan Star makes no representation and can give no assurance, guarantee or warranty, express or implied, as to, and takes no responsibility and assumes no liability for the authenticity, validity, accuracy, suitability or completeness of, or any errors in or omission from, any information, statement or opinion contained in this report and without prejudice, to the generality of the foregoing, the achievement or accuracy of any forecasts, projections or other forward looking information contained or referred to in this report.

Signed on behalf of the Board.



Gary Steinepreis
Director

Perth 24 February 2025

To the Board of Directors

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

As lead audit Director for the review of the financial statements of Lachlan Star Limited and its controlled entities for the half year ended 31 December 2024, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Yours Faithfully,

Hall Chadwick

HALL CHADWICK WA AUDIT PTY LTD

Mark Delaurentis

MARK DELAURENTIS CA
Director

Dated this 24th day of February 2025
Perth, Western Australia

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	31-Dec-24 \$	31-Dec-23 \$
Revenue from continuing operations			
Finance income		34,015	22,196
Expenses			
Corporate compliance and management		(155,415)	(269,074)
Depreciation		(26,044)	(10,664)
Exploration and evaluation expense		-	(35,000)
Share based payment expense		(73,057)	-
Employment expenses		(209,423)	-
Other expenses	4	(168,270)	(141,252)
Finance expense		(8,654)	(4,994)
Loss from continuing operations before income tax		(606,848)	(438,788)
Income tax expense		-	-
Loss from continuing operations after income tax		(606,848)	(438,788)
Other comprehensive loss for the year, net of tax		-	-
Total comprehensive loss for the year		(606,848)	(438,788)
Loss per share from continuing operations attributable to the ordinary equity holders of the consolidated entity:		<u>Cents</u>	<u>Cents</u>
Basic and diluted loss per share		(0.26)	(0.27)

The condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the notes to the consolidated interim financial report.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

		31-Dec-24	30-Jun-24
Current Assets	Note	\$	\$
Cash & cash equivalents		3,516,277	1,614,668
Trade & other receivables		188,230	81,081
Total Current Assets		3,704,507	1,695,749
Non-Current Assets			
Plant and equipment		37,609	39,043
Exploration & evaluation	5	11,707,881	9,970,770
Right-of-use asset	6	154,556	175,163
Other assets	7	208,839	183,839
Total Non-Current Assets		12,108,885	10,368,815
TOTAL ASSETS		15,813,392	12,064,564
Current Liabilities			
Trade & other payables		292,106	277,373
Lease liabilities	6	36,142	33,661
Provisions		28,781	-
Total Current Liabilities		357,029	311,034
Non-current Liabilities			
Lease liabilities	6	131,636	150,157
Total Non-Current Liabilities		131,636	150,157
TOTAL LIABILITIES		488,665	461,191
NET ASSETS		15,324,727	11,603,373
Equity			
Contributed equity	10	20,888,289	16,633,144
Reserves		606,844	932,787
Accumulated losses		(6,170,406)	(5,962,558)
TOTAL EQUITY		15,324,727	11,603,373

The condensed consolidated statement of financial position should be read in conjunction with the notes to the consolidated interim financial report.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Issued Capital	Share- based Payment Reserve	Option Premium Reserve	Accumulated Losses	Total
	\$	\$	\$	\$	\$
At 1 July 2023	9,822,599	487,202	399,000	(4,183,235)	6,525,566
Loss for the year	-	-	-	(438,788)	(438,788)
Total comprehensive loss for the year	-	-	-	(438,788)	(438,788)
Transactions with owners in their capacity as owners:					
Acquisition shares – TRK Resources Pty Ltd	6,810,545	-	-	-	6,810,545
At 31 December 2023	16,633,144	487,202	399,000	(4,622,023)	12,897,323
At 1 July 2024	16,633,144	533,787	399,000	(5,962,558)	11,603,373
Loss for the year	-	-	-	(606,848)	(606,848)
Total comprehensive loss for the year	-	-	-	(606,848)	(606,848)
Transactions with owners in their capacity as owners:					
Shares issued (net of costs)	4,255,145	-	-	-	4,255,145
Share based payments	-	73,057	-	-	73,057
Expired share options	-	-	(399,000)	399,000	-
At 31 December 2024	20,888,289	606,844	-	(6,170,406)	15,324,727

The condensed consolidated statement of changes in equity should be read in conjunction with the notes to the consolidated interim financial report.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	31-Dec-24	31-Dec-23
	\$	\$
Cash Flows from Operating Activities		
Payments to suppliers and employees	(694,681)	(387,813)
Interest received	12,114	22,196
Net Cash Outflow from Operating Activities	(682,567)	(365,617)
Cash Flow from Investing Activities		
Exploration and evaluation expenditure	(1,644,128)	(182,585)
Payments for plant and equipment	(4,003)	(3,743)
Payments to acquire tenements	-	(30,904)
Payments to acquire other assets	(25,000)	(129,000)
Net Cash Outflow from Investing Activities	(1,673,131)	(346,232)
Cash Flows from Financing Activities		
Proceeds from issue of share capital	4,500,000	-
Payments for share issue costs	(242,693)	-
Net Cash Inflow from Financing Activities	4,257,307	-
Net Increase / (decrease) in Cash and Cash Equivalents	1,901,609	(711,849)
Cash and Cash Equivalents at beginning of the period	1,614,668	3,367,759
Cash and Cash Equivalents at end of the period	3,516,277	2,655,910

The condensed consolidated statement of cash flows should be read in conjunction with the notes to the consolidated interim financial report.

1. Reporting entity

Lachlan Star Limited (“Lachlan Star” or “Company”) is a company domiciled in Australia. The consolidated interim financial report of the Company as at and for the six months ended 31 December 2024 comprises the Company and its subsidiaries (together referred to as the “consolidated entity” or “group”).

2. Basis of preparation

Statement of compliance

The consolidated interim financial report is a general-purpose financial report prepared in accordance with the requirements of the *Corporations Act 2001* and Accounting Standard AASB 134: “*Interim Financial Reporting*”.

The consolidated interim financial report does not include all of the information required in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the consolidated entity as in the annual financial report. It is recommended that this financial report be read in conjunction with the annual financial report as at and for the year ended 30 June 2024 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The functional and presentation currency of the Company is Australian dollars. Lachlan Star is a company limited by shares, incorporated and domiciled in Australia.

Use of estimates and judgements

The preparation of the financial report requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected. In the current period there are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year or judgements, which have significant effect on the amounts recognised in the financial statements.

3. Accounting policies

In the period ended 31 December 2024 the Directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Group and are effective for the current half year reporting period.

As a result of this review, the Directors have determined that there is no material impact of the new and revised standards and Interpretations on the Group and, therefore no material change is necessary to Group accounting policies. The accounting policies applied by the consolidated entity in this consolidated interim financial report are therefore the same as those applied by the consolidated entity in its financial report as at and for the year ended 30 June 2024.

4. Expenses

	Six months ended 31 December 2024	Six months ended 31 December 2023
	\$	\$
Other expenses		
Accounting and audit fees	52,048	33,283
Insurance	20,108	14,251
Office rental, communications and consumables	21,168	34,224
Professional fees	1,300	31,402
Legal fees	3,110	22,336
Computer software	31,022	-
Other expenses	39,514	5,756
	168,270	141,252

5. Exploration and evaluation

	31 December 2024	30 June 2024
	\$	\$
Opening balance	9,970,770	3,172,994
Capitalised exploration	1,737,111	806,327
Acquisition – TRK Resources Pty Ltd	-	6,841,449
Impairment expense	-	(850,000)
Closing balance	11,707,881	9,970,770

The recoverability of deferred project acquisition costs is dependent upon the successful development and commercial exploitation, or alternately the sale of the areas of interest.

6. Right-of-use assets and Lease liabilities

	31 December 2024	30 June 2024
	\$	\$
Right-of-use assets		
Right-of-use assets – office leases	206,074	206,074
Accumulated depreciation	(51,518)	(30,911)
	154,556	175,163
Lease liabilities		
Current	36,142	33,661
Non-current	131,636	150,157
	167,778	183,818

7. Other assets

	31 December 2024 \$	30 June 2024 \$
Non-current assets		
Security bonds and deposits	208,839	183,839
	208,839	183,839

8. Contingent assets and liabilities

There have been no changes of a material nature in contingent liabilities or contingent assets since the last annual reporting date.

9. Subsequent events

No other matter or circumstance has arisen since 31 December 2024 that in the opinion of the Directors has significantly affected, or may significantly affect in future financial years (i) the consolidated entity's operations, or (ii) the results of those operations, or (iii) the consolidated entity's state of affairs.

10. Contributed equity

	Number	\$
(a) Ordinary shares		
1 July 2024	207,573,195	16,633,144
Placement – Shares issued 2 October 2024	43,400,000	4,340,000
Placement – Shares issued 28 November 2024	1,600,000	160,000
Share issue costs	-	(244,855)
31 December 2024	252,573,195	20,888,289
1 July 2023	1,319,012,709	9,822,599
Consolidation 1:10	(1,187,112,234)	-
Acquisition shares issued – TRK Resources Pty Ltd	75,672,720	6,810,545
31 December 2023	207,573,195	16,633,144

(b) Options

Movements in the options premium reserve are set out in the statement of changes in equity on page 14. This reserve represents the fair value at grant of share options issued. The fair value is recognised as an expense over the vesting period. The reserve is reversed to contributed equity when shares are issued on exercise of the options and to retained earnings when the options are cancelled or expire.

11. Segment information

Description of segments

The consolidated entity reports one segment, being mineral exploration, in assessing performance and determining the allocation of resources. In determining operating segments, the consolidated entity has had regard to the information and reports the chief operating decision maker uses to make strategic decisions regarding resources.

12. Commitments

In order to maintain current rights of tenure to exploration tenements, the consolidated entity is required to perform exploration work to meet the minimum expenditure requirements specified by various State governments. These amounts are subject to negotiation when application for a lease application and renewal is made and at other times.

These commitments are not provided for in the financial report and are payable as follows:

	31 December 2024
	\$
Within 1 year	985,333
Within 2 – 5 years	2,412,000
	3,397,833

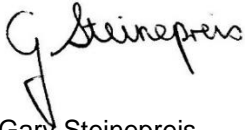
DIRECTORS' DECLARATION

In the opinion of the Directors of Lachlan Star Limited (the "Company"):

- (a) the financial statements and notes as set out on pages 12 to 19 are in accordance with the *Corporations Act 2001* including:
 - (i) giving a true and fair view of the financial position of the consolidated entity as at 31 December 2024 and of its 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* 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.

This declaration is signed in accordance with a resolution of the Board of Directors made pursuant to s.303(5) of the *Corporations Act 2001*.

On behalf of the Board



Gary Steinepreis
Director

Perth, 24 February 2025

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF LACHLAN STAR LIMITED

Conclusion

We have reviewed the accompanying half-year financial report of Lachlan Star Limited ("the Company") and Controlled Entities ("the Consolidated Entity") which comprises the condensed consolidated statement of financial position as at 31 December 2024, the condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the half-year ended on that date, a summary of material accounting policies and other selected explanatory notes, 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 half-year financial report of Lachlan Star Limited and Controlled Entities does not comply with the *Corporations Act 2001* including:

- a. Giving a true and fair view of the Consolidated Entity's financial position as at 31 December 2024 and of its performance for the half-year ended on that date; and
- b. Complying with Accounting Standard AASB 134: *Interim Financial Reporting* and *Corporations Regulations 2001*.

Basis for Conclusion

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

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

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 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 Consolidated Entity's financial position as at 31 December 2024 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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

Hall Chadwick

HALL CHADWICK WA AUDIT PTY LTD

Mark Delaurentis

MARK DELAURENTIS CA
Director

Dated this 24th day of February 2025
Perth, Western Australia