

JANUARY 29, 2025

**Second Quarter Ended November 30, 2024  
Financial Statements and  
Management's Discussion &  
Analysis**

**Southern Cross Gold Consolidated Ltd.**

ARBN 681 229 854

Please find attached for release to the market, Southern Cross Gold Consolidated Ltd.'s Second Quarter Ended November 30, 2024, Financial Statements and Management's Discussion and Analysis, prepared in accordance with National Instrument 51-102 Continuous Disclosure Obligations and NI 51-102F1 Management's Discussion and Analysis, issued by the Canadian Securities Administrators, for lodgment on the Canadian System for Electronic Document Analysis and Retrieval + (SEDAR +).

- Ends -

This announcement has been approved for release by the Board of Southern Cross Gold Consolidated Ltd.

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**SOUTHERN CROSS GOLD CONSOLIDATED LTD.**

*(formerly Mawson Gold Limited)*

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTHS ENDED  
NOVEMBER 30, 2024

*(Unaudited - Expressed in Canadian Dollars)*

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**NOTICE OF NO AUDITOR REVIEW OF  
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

In accordance with National Instrument 51-102 Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of these condensed consolidated interim financial statements they must be accompanied by a notice indicating that the condensed consolidated interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed consolidated interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's auditors have not performed a review of these condensed consolidated interim financial statements in accordance with the standards established by the Chartered Professional Accountants of Canada for a review of interim financial statements by an entity's auditor.

**SOUTHERN CROSS GOLD CONSOLIDATED LTD.** (formerly Mawson Gold Limited)  
**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION**  
(Unaudited - Expressed in Canadian Dollars)

	Note	November 30, 2024 \$	May 31, 2024 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash		6,612,773	15,497,519
GST/VAT receivable		285,663	238,188
Prepaid expenses and other assets		<u>107,890</u>	<u>129,195</u>
<b>Total current assets</b>		<u>7,006,326</u>	<u>15,864,902</u>
<b>Non-current assets</b>			
Investments	6	1,079,333	492,506
Property, plant and equipment	7	4,532,117	3,256,581
Exploration and evaluation assets	8	25,713,890	20,522,968
Right of use assets	9	844,642	202,759
Bonds		<u>86,960</u>	<u>69,545</u>
<b>Total non-current assets</b>		<u>32,256,942</u>	<u>24,544,359</u>
<b>TOTAL ASSETS</b>		<u>39,263,268</u>	<u>40,409,261</u>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Accounts payable and accrued liabilities		1,403,891	1,380,052
Current portion of lease liabilities	9	<u>177,048</u>	<u>100,124</u>
<b>Total current liabilities</b>		<u>1,580,939</u>	<u>1,480,176</u>
<b>Non-current liabilities</b>			
Lease liabilities	9	<u>651,826</u>	<u>103,519</u>
<b>TOTAL LIABILITIES</b>		<u>2,232,765</u>	<u>1,583,695</u>
<b>EQUITY</b>			
Share capital	10	98,027,609	97,678,699
Share-based payments reserve		9,259,748	9,382,338
Equity attributable to parent		12,651,721	11,947,523
Foreign currency translation reserve		(812,518)	(602,677)
Deficit		<u>(98,966,671)</u>	<u>(96,569,072)</u>
Equity attributable to Company shareholders		20,159,889	21,836,811
Non-controlling interest	11	<u>16,870,614</u>	<u>16,988,755</u>
<b>TOTAL EQUITY</b>		<u>37,030,503</u>	<u>38,825,566</u>
<b>TOTAL LIABILITIES AND EQUITY</b>		<u>39,263,268</u>	<u>40,409,261</u>

**Nature of Operations and Going Concern** - see Note 1

**Events after the Reporting Period** - Note 4

These condensed consolidated interim financial statements were approved for issue by the Board of Directors on January 28, 2025 and are signed on its behalf by:

/s/ Noora Ahola  
Noora Ahola  
Director

/s/ Michael Hudson  
Michael Hudson  
Director

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

**SOUTHERN CROSS GOLD CONSOLIDATED LTD.** (formerly Mawson Gold Limited)  
**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS**  
(Unaudited - Expressed in Canadian Dollars)

	Note	Three Months Ended November 30		Six Months Ended November 30	
		2024 \$	2023 \$	2024 \$	2023 \$
<b>Expenses</b>					
Accounting and administration	13(b)	93,405	75,253	127,420	125,175
Accretion of interest on lease liabilities	9	11,955	2,930	21,583	5,513
Audit		27,301	21,378	68,921	89,378
Corporate development		75,127	133,233	116,112	188,883
Depreciation and amortization	7, 9	65,145	41,406	122,887	73,590
Director and officer compensation	13	66,616	72,221	135,831	142,816
General exploration		8,534	-	11,563	-
Legal		(249,521)	134,837	14,039	163,146
Office and sundry		50,840	34,807	125,807	105,754
Professional fees		(285,504)	241,694	44,774	395,493
Regulatory fees		66,296	11,196	117,211	59,884
Rent		1,005	1,005	2,010	2,010
Salaries and benefits		249,989	211,042	452,452	377,238
Share-based compensation	10	46,296	1,505,006	64,129	2,048,698
Shareholder costs		23,684	36,534	26,582	40,532
Transfer agent		96,746	20,560	105,684	27,324
Travel		42,733	35,414	115,456	58,365
		<u>390,647</u>	<u>2,578,516</u>	<u>1,672,461</u>	<u>3,903,799</u>
<b>Loss before other items</b>		<u>(390,647)</u>	<u>(2,578,516)</u>	<u>(1,672,461)</u>	<u>(3,903,799)</u>
<b>Other items</b>					
Interest income		28,972	4,007	70,563	13,524
Foreign exchange		249,479	(41,784)	217,453	(24,482)
Impairment of exploration and evaluation assets	8(b)	(361,289)	-	(361,289)	-
Restructuring costs	4	(1,941,655)	-	(1,941,655)	-
Unrealized gain (loss) on investments	6(b)	2,413	38,862	586,827	(452,479)
		<u>(2,022,080)</u>	<u>1,085</u>	<u>(1,428,101)</u>	<u>(463,437)</u>
<b>Loss from continuing operations</b>		<u>(2,412,727)</u>	<u>(2,577,431)</u>	<u>(3,100,562)</u>	<u>(4,367,236)</u>
<b>Loss from discontinued operations</b>	5, 8(a)	<u>-</u>	<u>(39,165,671)</u>	<u>-</u>	<u>(39,319,807)</u>
<b>Net loss for the period</b>		<u>(2,412,727)</u>	<u>(41,743,102)</u>	<u>(3,100,562)</u>	<u>(43,687,043)</u>
<b>Other comprehensive (loss) income</b>					
Currency translation adjustment		<u>(573,646)</u>	<u>748,634</u>	<u>(430,945)</u>	<u>420,590</u>
<b>Comprehensive loss for the period</b>		<u>(2,986,373)</u>	<u>(40,994,468)</u>	<u>(3,531,507)</u>	<u>(43,266,453)</u>
<b>Net loss attributable to:</b>					
Shareholders of the Company		<u>(1,833,883)</u>	<u>(40,667,437)</u>	<u>(2,397,599)</u>	<u>(41,841,870)</u>
Non-controlling interest		<u>(578,844)</u>	<u>(1,075,665)</u>	<u>(702,963)</u>	<u>(1,845,173)</u>
<b>Net loss for the period</b>		<u>(2,412,727)</u>	<u>(41,743,102)</u>	<u>(3,100,562)</u>	<u>(43,687,043)</u>
<b>Comprehensive loss attributable to:</b>					
Shareholders of the Company		<u>(2,117,072)</u>	<u>(40,293,120)</u>	<u>(2,607,440)</u>	<u>(41,631,575)</u>
Non-controlling interest		<u>(869,301)</u>	<u>(701,348)</u>	<u>(924,067)</u>	<u>(1,634,878)</u>
<b>Comprehensive loss for the period</b>		<u>(2,986,373)</u>	<u>(40,994,468)</u>	<u>(3,531,507)</u>	<u>(43,266,453)</u>

Loss per common share - see Note 12

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

**SOUTHERN CROSS GOLD CONSOLIDATED LTD.** (formerly Mawson Gold Limited)  
**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY**  
(Unaudited - Expressed in Canadian Dollars)

Six Months Ended November 30, 2024								
<u>Share Capital</u>								
	Number of Shares*	Amount \$	Share-Based Payments Reserve \$	Equity Attributable to Parent \$	Foreign Currency Translation Reserve \$	Deficit \$	Non-controlling Interest \$	Total Equity \$
<b>Balance at May 31, 2024</b>	96,293,365	97,678,699	9,382,338	11,947,523	(602,677)	(96,569,072)	16,988,755	38,825,566
Common shares issued for:								
- share options	297,529	226,320	-	-	-	-	-	226,320
Transfer on exercise of:								
- share options	-	122,590	(122,590)	-	-	-	-	-
Share-based compensation:								
- ESO plan	-	-	-	-	-	-	64,129	64,129
Currency translation adjustment	-	-	-	-	(209,841)	-	(221,104)	(430,945)
Net loss for the period	-	-	-	-	-	(2,397,599)	(702,963)	(3,100,562)
Change in ownership interest in subsidiary	-	-	-	704,198	-	-	741,797	1,445,995
<b>Balance at November 30, 2024</b>	<b>96,590,894</b>	<b>98,027,609</b>	<b>9,259,748</b>	<b>12,651,721</b>	<b>(812,518)</b>	<b>(98,966,671)</b>	<b>16,870,614</b>	<b>37,030,503</b>

Six Months Ended November 30, 2023								
<u>Share Capital</u>								
	Number of Shares*	Amount \$	Share-Based Payments Reserve \$	Equity Attributable to Parent \$	Foreign Currency Translation Reserve \$	Deficit \$	Non-controlling Interest \$	Total Equity \$
<b>Balance at May 31, 2023</b>	93,016,922	93,993,681	10,683,524	8,268,857	(431,946)	(52,750,309)	13,870,387	73,634,194
Common shares issued for:								
- share options exercised	839,267	627,150	-	-	-	-	-	627,150
- warrants exercised	347,068	165,002	-	-	-	-	-	165,002
Transfer on exercise of:								
- share options	-	323,300	(323,300)	-	-	-	-	-
- warrants	-	66,001	(66,001)	-	-	-	-	-
Share-based compensation:								
- share options	-	-	-	-	-	-	2,048,698	2,048,698
Currency translation adjustment	-	-	-	-	210,295	-	210,295	420,590
Net loss for the period	-	-	-	-	-	(41,841,870)	(1,845,173)	(43,687,043)
Change in ownership interest in subsidiary	-	-	-	-	-	-	98,462	98,462
<b>Balance at November 30, 2023</b>	<b>94,203,257</b>	<b>95,175,134</b>	<b>10,294,223</b>	<b>8,268,857</b>	<b>(221,651)</b>	<b>(94,592,179)</b>	<b>14,382,669</b>	<b>33,307,053</b>

\* The share numbers have been adjusted to reflect a consolidation of the Company's share capital on a one new for 3.169432 old basis effective January 10, 2025. See also Notes 4 and 10(b).

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

**SOUTHERN CROSS GOLD CONSOLIDATED LTD.** (formerly Mawson Gold Limited)  
**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS**  
(Unaudited - Expressed in Canadian Dollars)

	Six Months Ended November 30.	
	2024 \$	2023 \$
<b>Operating activities</b>		
Net loss for the period	(3,100,562)	(43,687,043)
Adjustments for:		
Depreciation and amortization	122,887	73,590
Foreign exchange	(98,630)	563,761
Impairment of exploration and evaluation assets	361,289	-
Share-based compensation	64,129	2,048,698
Accretion of interest on lease liabilities	21,583	5,513
Unrealized gain (loss) on investments	(586,827)	452,479
Loss from discontinued operations	-	39,319,807
Changes in non-cash working capital items:		
GST/VAT receivable	(47,475)	(6,402)
Prepaid expenses and deposits	21,305	(43,701)
Accounts payable and accrued liabilities	260,697	544,784
Cash used in continuing operations activities	(2,981,604)	(728,514)
Cash used in discontinued operations activities	-	(429,249)
<b>Net cash used in operating activities</b>	<u>(2,981,604)</u>	<u>(1,157,763)</u>
<b>Investing activities</b>		
Expenditures on exploration and evaluation assets	(5,710,831)	(4,632,863)
Additions to property, plant and equipment	(1,429,877)	(1,146,978)
Additions to bonds	(17,772)	(6,521)
Redemption of bonds	-	14,360
Cash used in continuing investing activities	(7,158,480)	(5,772,002)
Cash used in discontinued investing activities	-	(795,939)
<b>Net cash used in investing activities</b>	<u>(7,158,480)</u>	<u>(6,567,941)</u>
<b>Financing activities</b>		
Issuance of common shares	226,320	792,152
Payments on lease liabilities	(84,560)	(13,708)
Net proceeds from SXG AUS issuance of ordinary shares	1,153,613	98,462
Cash provided by continuing financing activities	1,295,373	876,906
Cash used in discontinued financing activities	-	(73,104)
<b>Net cash provided by financing activities</b>	<u>1,295,373</u>	<u>803,802</u>
<b>Effect of exchange rate changes on cash</b>	<u>(40,035)</u>	<u>(139,493)</u>
<b>Net change in cash</b>	(8,884,746)	(7,061,395)
Cash at beginning of period - continuing operations	15,497,519	14,665,374
Cash at beginning of period - discontinued operations	-	15,058
	15,497,519	14,680,432
Less cash at end of period - discontinued operations	-	92,277
<b>Cash at end of period - continuing operations</b>	<u>6,612,773</u>	<u>7,526,760</u>

**Supplemental cash flow information** - Note 15

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

**SOUTHERN CROSS GOLD CONSOLIDATED LTD.** (formerly Mawson Gold Limited)  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS ENDED NOVEMBER 30, 2024**  
(Unaudited - Expressed in Canadian Dollars)

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**1. Nature of Operations and Going Concern**

The Company was incorporated on March 10, 2004 under the provisions of the Company Act (British Columbia). The Company's common shares were previously listed and traded on the Toronto Stock Exchange ("TSX") under the symbol "MAW". On January 3, 2024 the Company delisted its common shares from the TSX and, on January 4, 2024, the common shares were listed on the TSX Venture Exchange ("TSXV") under the same symbol "MAW". In January 2025 the Company completed a reorganization resulting in the distribution of its uranium assets and merger with Southern Cross Gold Ltd. ("SXG AUS"), as described in Note 4. The Company's head office is located at #1305 - 1090 West Georgia Street, Vancouver, British Columbia, V6E 3V7, Canada.

The Company is a resource company engaged in the acquisition and exploration of unproven mineral interests. As at November 30, 2024 the Company has not earned any production revenue, nor found proved reserves on any of its unproven mineral interests. On the basis of information to date the Company has not yet determined whether these properties contain economically recoverable ore reserves. The underlying value of the exploration and evaluation assets is entirely dependent on the existence of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete development and upon future profitable production. Exploration and evaluation assets represent costs incurred to date, less amounts depreciated and/or written off, and do not necessarily represent present or future values.

As at November 30, 2024 the Company had working capital in the amount of \$5,425,387. These consolidated financial statements have been prepared on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business operations for the foreseeable future. To date the Company has not earned any revenue and is considered to be in the exploration stage. The Company's operations are funded from equity financings which are dependent upon many external factors and may be difficult to impossible to secure or raise when required. Management considers that the Company may need to raise additional capital from the sale of common shares or other equity or debt instruments to maintain its core operations and planned exploration programs on its existing exploration and evaluation assets for the next twelve months. The Company also recognizes that exploration expenditures may change with ongoing results and, as a result, it may be required to obtain additional financing. While the Company has been successful in securing financings in the past there can be no assurance that it will be able to do so in the future. These uncertainties cast significant doubt on the Company's ability to continue as a going concern. These consolidated financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts nor to the amounts or classification of liabilities that might be necessary should the Company not be able to continue as a going concern. Such adjustments can be material.

**2. Basis of Preparation**

***Statement of Compliance***

These condensed consolidated interim financial statements have been presented in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board ("IASB"), applicable to the preparation of interim financial statements, including IAS 34, *Interim Financial Reporting*. The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

***Basis of Measurement***

The Company's condensed consolidated interim financial statements have been prepared on the historical cost basis except for the revaluation of certain financial assets and financial liabilities to fair value. These condensed consolidated interim financial statements are presented in Canadian dollars unless otherwise stated.

**SOUTHERN CROSS GOLD CONSOLIDATED LTD.** (formerly Mawson Gold Limited)  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS ENDED NOVEMBER 30, 2024**  
*((Unaudited - Expressed in Canadian Dollars))*

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**2. Basis of Preparation** (continued)

***Discontinued Operations***

Effective October 30, 2023 the Company entered into an agreement to sell its Finnish subsidiary, Mawson Oy. The segment of Mawson Oy meets the criteria of a discontinued operation under IFRS 5 - *Non-current Assets Held for Sale and Discontinued Operations*. This operating segment was not previously classified as held-for-sale or as discontinued operations. The comparative consolidated statements of comprehensive loss and cash flows have been restated to show the discontinued operations separately from continuing operations. See also Note 5.

***Details of the Group and Non-controlling Interest***

In addition to the Company, the consolidated financial statements include all subsidiaries. Subsidiaries are all corporations over which the Company is able, directly or indirectly, to control financial and operating policies, which is the authority usually connected with holding majority voting rights. Subsidiaries are fully consolidated from the date on which control is acquired by the Company. Inter-company transactions and balances are eliminated upon consolidation. They are de-consolidated from the date that control by the Company ceases. For partially owned subsidiaries, the interest attributable to non-controlling shareholders is reflected in non-controlling interest.

Non-controlling interest in the Company's less than wholly-owned subsidiary is classified as a separate component of equity. On initial recognition, non-controlling interests are measured at their proportionate share of the acquisition date fair value of identifiable net assets of the related subsidiary acquired by the Company. Subsequent to the original transaction date, adjustments are made to the carrying amount of non-controlling interest for the non-controlling interest's share of changes to the subsidiary's equity.

Changes in the Company's ownership interest in a subsidiary that do not result in a loss of control are recorded as equity transactions. The carrying amount of non-controlling interest is adjusted to reflect the change in the non-controlling interest's relative interest in the subsidiary, and the difference between the adjustment to the carrying amount of non-controlling interests and the Company's share of proceeds received and/or consideration paid is recognized directly in equity and attributed to owners of the Company.

During fiscal 2024 the Company negotiated and completed the sale of its 100% owned subsidiary, Mawson Oy, as disclosed in Note 5. As at November 30, 2024 the significant subsidiaries of the Company are:

<u>Company</u>	<u>Location of Incorporation</u>	<u>Ownership Interest</u>
Mawson AB	Sweden	100%
Euro Canna Holdings Ltd.	Canada	100%
SUA Holdings Limited	Canada	100%
Southern Cross Gold Ltd. ("SXG AUS") and Australian subsidiaries (Note 11)	Australia	48.7%

See also Note 4.

**3. Material Accounting Policies**

These condensed consolidated interim financial statements have been prepared on a basis consistent with the material accounting policies disclosed in the consolidated financial statements for the year ended May 31, 2024. Accordingly, they should be read in conjunction with the consolidated financial statements for the year ended May 31, 2024.

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**SOUTHERN CROSS GOLD CONSOLIDATED LTD.** (formerly Mawson Gold Limited)  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS ENDED NOVEMBER 30, 2024**  
(Unaudited - Expressed in Canadian Dollars)

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**3. Material Accounting Policies** (continued)

*Accounting Standards and Interpretations Issued but Not Yet Effective*

IFRS 18, *Presentation and Disclosure in Financial Statements*, which will replace IAS 1, *Presentation of Financial Statements* aims to improve how companies communicate in their financial statements, with a focus on information about financial performance in the statement of profit or loss, in particular additional defined subtotals, disclosures about management-defined performance measures and new principles for aggregation and disaggregation of information. IFRS 18 is accompanied by limited amendments to the requirements in IAS 7 *Statement of Cash Flows*. IFRS 18 is effective from January 1, 2027. Companies are permitted to apply IFRS 18 before that date.

The Company has performed an assessment of new standards issued by the IASB that are not yet effective and has determined that any other standards that have been issued would have no or very minimal impact on the Company's consolidated financial statements.

**4. Corporate Restructuring**

On July 30, 2024 the Company entered into a definitive binding scheme implementation agreement (the "SIA") with SXG AUS, its 48.7% owned subsidiary on the date of the SIA, to acquire all of the ordinary shares of SXG AUS (the "SXG AUS Shares") that the Company did not already own, by way of a scheme of arrangement under the laws of Australia (the "SXG AUS Scheme"). Following completion of the SXG AUS Scheme on January 23, 2025, SXG AUS became a wholly owned subsidiary of the Company.

Under the terms of the SXG AUS Scheme, effective January 10, 2025, the Company:

- (i) completed the spin-out of the uranium assets held by its then wholly-owned subsidiary SUA Holdings Limited ("SUA") (the "SUA Arrangement") under the Business Corporations Act (British Columbia). Pursuant to the SUA Arrangement, the Company distributed 100% of the common shares of SUA (the "SUA Shares") held by it to shareholders of the Company of record as at January 10, 2025, on a pro rata basis. As a result, the Company shareholders also became shareholders of SUA and SUA ceased to be a subsidiary of the Company. SUA became a reporting issuer in British Columbia and Alberta.
- (ii) effected a share consolidation of its common shares on the basis of one (1) post-consolidation share (a "Consolidated Share") for every 3.169432 pre-consolidation common shares (the "Consolidation"). As a result, the 306,138,320 common shares issued and outstanding prior to the Consolidation were reduced to 96,590,894 common shares, and outstanding stock options were adjusted accordingly.
- (iii) changed its name to Southern Cross Gold Consolidated Ltd. The Company's common shares resumed trading on the TSXV on a consolidated basis effective at the opening of the market on January 15, 2025, under the new ticker symbol "SXGC".
- (iv) applied to list its securities on the Australian Securities Exchange (the "ASX"). On January 15, 2025, the Company's securities commenced quotation on the ASX under the ticker symbol "SX2" and are settled in the form of CHESS Depository Interests ("CDIs").

During the six months ended November 30, 2024 the Company has incurred \$1,941,655 for costs associated with the SIA.

**5. Disposal of Mawson Oy**

Pursuant to a share purchase agreement dated October 30, 2023 the Company agreed to sell all of the issued share capital and intercompany debt of Mawson Oy to Mawson Finland Limited ("Mawson Finland") (formerly *Springtide Capital Acquisitions 7 Inc.*) for \$6,500,000 cash (the "Springtide Transaction"). On December 19, 2023 (the "Closing") Mawson Finland paid \$6,500,000 to the Company and completed the Springtide Transaction pursuant to which Mawson Oy became a wholly-owned subsidiary of Mawson Finland.

**SOUTHERN CROSS GOLD CONSOLIDATED LTD.** (formerly Mawson Gold Limited)  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS ENDED NOVEMBER 30, 2024**  
(Unaudited - Expressed in Canadian Dollars)

**5. Disposal of Mawson Oy (continued)**

(a) *Assets and Liabilities of Discontinued Operations*

Mawson Oy's assets and liabilities were stated at its net realizable value of \$6,500,000 prior to Closing as follows:

	\$
<b>Assets</b>	
Cash	92,277
VAT receivable	32,633
Prepaid expenses and deposits	54,587
Property, plant and equipment	45,444
Exploration and evaluation assets	6,490,760
Right of use asset	575,457
Bonds	194,533
<b>Total assets</b>	<u>7,485,691</u>
<b>Liabilities</b>	
Accounts payable and accrued liabilities	(390,406)
Lease liability	(595,285)
<b>Total liabilities</b>	<u>(985,691)</u>
	<u>6,500,000</u>

(b) *Net Loss from Discontinued Operations*

	<u>Six Months Ended November 30,</u>	
	2024 \$	2023 \$
<b>Expenses</b>		
Accounting and administration	-	16,163
Accretion of interest on lease liability	-	31,001
Audit	-	11,343
Corporate development	-	2,406
Depreciation and amortization	-	62,338
Legal	-	8,275
Office and sundry	-	49,417
Professional fees	-	51,642
Rent	-	23,312
Salaries and benefits	-	10,570
Travel	-	23,887
Vehicles	-	8,502
	<u>-</u>	<u>298,856</u>
<b>Loss before other item</b>	-	(298,856)
<b>Other item</b>		
Impairment of exploration and evaluation assets	-	(39,020,951)
<b>Net loss from discontinued operations</b>	<u>-</u>	<u>(39,319,807)</u>

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**6. Investments**

		<b>As at November 30, 2024</b>		
	<b>Number</b>	<b>Cost \$</b>	<b>Unrealized Loss \$</b>	<b>Carrying Value \$</b>
Common shares				
Nagambie Resources Limited ("Nagambie")	53,361,046	1,768,741	(697,283)	1,071,458
Kingsmen Resources Limited ("Kingsmen")	18,750	<u>45,000</u>	<u>(37,125)</u>	<u>7,875</u>
		<u>1,813,741</u>	<u>(734,408)</u>	<u>1,079,333</u>
		<b>As at May 31, 2024</b>		
	<b>Number</b>	<b>Cost \$</b>	<b>Unrealized Loss \$</b>	<b>Carrying Value \$</b>
Common shares				
Nagambie	53,361,046	1,768,741	(1,282,798)	485,943
Kingsmen	18,750	<u>45,000</u>	<u>(38,437)</u>	<u>6,563</u>
		<u>1,813,741</u>	<u>(1,321,235)</u>	<u>492,506</u>

- (a) Pursuant to a subscription agreement dated March 24, 2020 the Company subscribed for 50,000,000 ordinary shares of Nagambie (the "Nagambie Shares"). As consideration for the acquisition of the Nagambie Shares the Company issued Nagambie 8,500,000 ordinary shares of the Company, at a fair value of \$1,572,500. As long as the Company continues to hold the Nagambie Shares it maintains a right of refusal to take up or match proposals being considered over a 3,600 square kilometre tenement package held by Nagambie.
- During fiscal 2022 and 2023 the Company purchased an additional 3,361,046 ordinary shares of Nagambie for \$196,241.
- (b) The carrying values of the investments were determined using quoted market values. During the six months ended November 30, 2024 the Company recorded an unrealized gain of \$586,827 (2023 - loss of \$452,479) on its investments held.

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**7. Property, Plant and Equipment**

<b>Cost:</b>	<b>Land</b>	<b>Office and Field Equipment</b>	<b>Vehicles</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Balance at May 31, 2023	1,736,710	278,693	520,809	2,536,212
Additions	1,195,898	2,901	-	1,198,799
Disposition of Mawson Oy	-	(121,085)	(299,393)	(420,478)
Foreign exchange movement	<u>82,179</u>	<u>4,601</u>	<u>6,320</u>	<u>93,100</u>
Balance at May 31, 2024	3,014,787	165,110	227,736	3,407,633
Additions	1,342,092	87,785	-	1,429,877
Foreign exchange movement	<u>(110,444)</u>	<u>(7,295)</u>	<u>507</u>	<u>(117,232)</u>
Balance at November 30, 2024	<u>4,246,435</u>	<u>245,600</u>	<u>228,243</u>	<u>4,720,278</u>
<b>Accumulated Depreciation:</b>				
Balance at May 31, 2023	-	(149,370)	(290,531)	(439,901)
Depreciation	-	(30,088)	(51,998)	(82,086)
Disposition of Mawson Oy	-	119,464	255,570	375,034
Foreign exchange movement	<u>-</u>	<u>(1,674)</u>	<u>(2,425)</u>	<u>(4,099)</u>
Balance at May 31, 2024	-	(61,668)	(89,384)	(151,052)
Depreciation	-	(19,424)	(17,409)	(36,833)
Foreign exchange movement	<u>-</u>	<u>(107)</u>	<u>(169)</u>	<u>(276)</u>
Balance at November 30, 2024	<u>-</u>	<u>(81,199)</u>	<u>(106,962)</u>	<u>(188,161)</u>
<b>Carrying Value:</b>				
Balance at May 31, 2024	<u>3,014,787</u>	<u>103,442</u>	<u>138,352</u>	<u>3,256,581</u>
Balance at November 30, 2024	<u>4,246,435</u>	<u>164,401</u>	<u>121,281</u>	<u>4,532,117</u>

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**8. Exploration and Evaluation Assets**

	<b>As at November 30, 2024</b>			
	<b>Acquisition Costs \$</b>	<b>Deferred Exploration Costs \$</b>	<b>Foreign Exchange Movement \$</b>	<b>Total \$</b>
Sweden				
Other	40,748	7,134	-	47,882
Australia				
Sunday Creek	851,661	22,454,363	316,764	23,622,788
Redcastle	<u>284,794</u>	<u>1,772,681</u>	<u>(14,255)</u>	<u>2,043,220</u>
	<u>1,177,203</u>	<u>24,234,178</u>	<u>302,509</u>	<u>25,713,890</u>
	<b>As at May 31, 2024</b>			
	<b>Acquisition Costs \$</b>	<b>Deferred Exploration Costs \$</b>	<b>Foreign Exchange Movement \$</b>	<b>Total \$</b>
Sweden				
Skelleftea North	70,357	281,381	-	351,738
Other	40,748	7,134	-	47,882
Australia				
Sunday Creek	799,058	17,281,134	281,602	18,361,794
Redcastle	<u>56,244</u>	<u>1,722,606</u>	<u>(17,296)</u>	<u>1,761,554</u>
	<u>966,407</u>	<u>19,292,255</u>	<u>264,306</u>	<u>20,522,968</u>

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**8. Exploration and Evaluation Assets (continued)**

	Finland	Sweden		Australia			Total \$
	Rajapalot \$	Skelleftea North \$	Other \$	Sunday Creek \$	Redcastle \$	Whroo JV \$	
<b>Balance at May 31, 2023</b>	<u>44,824,865</u>	<u>329,336</u>	<u>40,748</u>	<u>8,699,694</u>	<u>1,552,735</u>	<u>713,618</u>	<u>56,160,996</u>
<b>Exploration costs</b>							
Assays	102,133	-	-	-	-	-	102,133
Consulting	111,803	-	-	1,375,793	1,215	4,063	1,492,874
Drilling	-	-	-	5,148,516	-	-	5,148,516
Exploration site	15,535	-	-	293,422	43,428	3,355	355,740
Field equipment	8,113	-	-	256,220	3,945	-	268,278
Field workers	34,947	-	-	-	-	-	34,947
Fuel	6,168	-	-	20,347	3,074	84	29,673
Geochemical	8,917	-	-	884,519	-	-	893,436
Geological	16,892	22,402	7,134	294,123	20,702	-	361,253
Metallurgy	-	-	-	29,806	-	-	29,806
Salaries and benefits	256,902	-	-	726,178	57,846	-	1,040,926
Travel	529	-	-	15,305	3,082	-	18,916
Vehicle rental and other	-	-	-	14,147	2,734	-	16,881
	<u>561,939</u>	<u>22,402</u>	<u>7,134</u>	<u>9,058,376</u>	<u>136,026</u>	<u>7,502</u>	<u>9,793,379</u>
<b>Acquisition costs</b>							
Mining rights	124,907	-	-	18,442	16,643	267,015	427,007
<b>Foreign exchange movement</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>585,282</u>	<u>56,150</u>	<u>(68,943)</u>	<u>572,489</u>
<b>Impairment provision</b>	<u>(39,020,951)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(919,192)</u>	<u>(39,940,143)</u>
<b>Disposition of Mawson Oy</b>	<u>(6,490,760)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(6,490,760)</u>
<b>Balance at May 31, 2024</b>	<u>-</u>	<u>351,738</u>	<u>47,882</u>	<u>18,361,794</u>	<u>1,761,554</u>	<u>-</u>	<u>20,522,968</u>
<b>Exploration costs</b>							
Consulting	-	-	-	617,684	387	-	618,071
Drilling	-	-	-	3,334,942	-	-	3,334,942
Exploration site	-	-	-	109,209	3,381	-	112,590
Field equipment	-	-	-	133,533	12,427	-	145,960
Fuel	-	-	-	15,337	1,201	-	16,538
Geochemical	-	-	-	416,046	-	-	416,046
Geological	-	-	-	225,639	-	-	225,639
Metallurgy	-	-	-	21,253	-	-	21,253
Salaries and benefits	-	-	-	263,565	24,279	-	287,844
Travel	-	-	-	27,118	1,898	-	29,016
Vehicle rental and other	-	-	-	8,903	6,502	-	15,405
	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,173,229</u>	<u>50,075</u>	<u>-</u>	<u>5,223,304</u>
<b>Acquisition costs</b>							
Renewal fees	-	9,551	-	-	-	-	9,551
Purchase	-	-	-	-	228,550	-	228,550
Mining rights	-	-	-	52,603	-	-	52,603
	<u>-</u>	<u>9,551</u>	<u>-</u>	<u>52,603</u>	<u>228,550</u>	<u>-</u>	<u>290,704</u>
<b>Foreign exchange movement</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>35,162</u>	<u>3,041</u>	<u>-</u>	<u>38,203</u>
<b>Impairment provision</b>	<u>-</u>	<u>(361,289)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(361,289)</u>
<b>Balance at Nov. 30, 2024</b>	<u>-</u>	<u>-</u>	<u>47,882</u>	<u>23,622,788</u>	<u>2,043,220</u>	<u>-</u>	<u>25,713,890</u>

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**8. Exploration and Evaluation Assets (continued)**

(a) ***Rajapalot, Finland***

Through Mawson Oy, the Company had held claims and exploration permits (the Rajapalot Gold Project”) in northern Finland. On October 30, 2023 the Company agreed to sell Mawson Oy, as described in Note 5. Accordingly, during fiscal 2024, the Company recorded an impairment provision of \$39,020,951 to the Rajapalot Gold Project to reflect its net realizable value of \$6,490,760, which was then realized on the Closing.

(b) ***Skelleftea North, Sweden***

Effective December 24, 2021, as amended on October 19, 2023, the Company entered into an option agreement whereby it was granted the right to earn up to an 85% interest in four mineral permits (the “Skelleftea North Project”) located in the Skelleftea Mining District of Northern Sweden. Pursuant to the option agreement the Company has paid \$20,000 cash and issued 260,000 common shares of the Company at a fair value of \$40,300 and may earn the following interests:

- (i) an initial 75% interest by incurring \$3,000,000 in exploration expenditures over four years, provided that a minimum \$220,000 is incurred in year one (met) and \$280,000 on or before December 24, 2024; and
- (ii) an additional 10% interest by completion of a National Instrument 43-101 compliant pre-feasibility or feasibility study within 10 years.

On December 20, 2024 the Company notified the optionor of its decision to relinquish the Skelleftea North Project and return the mineral permits. Accordingly, the Company has recorded an impairment charge of \$361,289 for all capitalized exploration and evaluation costs incurred to November 30, 2024.

(c) ***Australia Projects***

The Company’s Australian mineral interests are held by Southern Cross as follows:

(i) ***Sunday Creek Project***

Pursuant to an acquisition agreement, dated March 24, 2020 the Company acquired 100% of the shares in Clonbinane from Nagambie. As consideration the Company paid Nagambie a total of \$454,480 (AUD \$528,880) cash, issued 1,000,000 common shares of the Company at a fair value of \$185,000 and incurred legal fees of \$35,786. Clonbinane’s sole asset was the Sunday Creek Project.

(ii) ***Redcastle, Australia***

On March 24, 2020 the Company entered into an option and joint venture agreement pursuant to which the Company had the right to earn up to a 70% joint venture interest in Nagambie’s Redcastle gold property located in Victoria, Australia by incurring AUD \$1,000,000 of exploration expenditures on the Redcastle property. In June 2021 the Company notified Nagambie that the Company had earned a 70% interest in the Redcastle gold property. On October 24, 2024 Nagambie and the Company entered into a purchase and sale agreement whereby the Company paid \$228,550 (AUD \$250,000) and acquired Nagambie’s remaining 30% joint venture interest.

(iii) ***Whroo JV, Australia***

On March 24, 2020 the Company entered into an option agreement with Nagambie pursuant to which the Company had the right to earn up to a 70% interest in Nagambie’s Doctors Gully property located in Victoria, Australia. On October 13, 2020 the parties entered into an amended and restated option agreement (the “Whroo JV Agreement”) on the Doctors Gully property and additional exploration licences (collectively the “Whroo JV”).

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**8. Exploration and Evaluation Assets (continued)**

Pursuant to the Whroo JV Agreement the Company had the option to earn up to a 70% joint venture interest in the Whroo JV by making cash payments totalling AUD \$250,000 (AUD \$100,000 paid) over four years ending December 31, 2024 and incurring the following exploration expenditures: AUD \$400,000 in the first year, ending on December 2, 2021, and an additional AUD \$500,000 in year two to earn an initial 25% interest, an additional AUD \$1,600,000 (cumulative AUD \$2,500,000) in years three and four to earn a 60% interest.

In April 2024 Nagambie was notified by the Company that it would not proceed with the Whroo JV Agreement and has, accordingly, recorded an impairment provision of \$919,192 during fiscal 2024 for all capitalized exploration and evaluation costs incurred on the Whroo JV.

(iv) *Commitments*

Australia tenement spending commitments are subject to renegotiation when an application for a mining lease and/or renewal of exploration permits are made or at other times and are subject to whether the Company decides to continue a tenement's rights until its expiry. The amounts detailed below are the minimum expenditures required to maintain ownership of the current tenements held as at November 30, 2024.

	AUD \$
Within one year	756,200
One to five years	<u>910,500</u>
Total	<u>1,666,700</u>

**9. Right of Use Assets**

	\$
<b>Cost:</b>	
Balance at May 31, 2023	886,879
Additions	68,342
Disposition of Mawson Oy	(657,666)
Foreign exchange movement	<u>8,651</u>
Balance at May 31, 2024	306,206
Additions	718,158
Foreign exchange movement	<u>9,869</u>
Balance at November 30, 2024	<u>1,034,233</u>
<b>Accumulated amortization:</b>	
Balance at May 31, 2023	(46,504)
Amortization	(136,381)
Disposition of Mawson Oy	82,209
Foreign exchange movement	<u>(2,771)</u>
Balance at May 31, 2024	(103,447)
Amortization	(86,054)
Foreign exchange movement	<u>(90)</u>
Balance at November 30, 2024	<u>(189,591)</u>

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**9. Right of Use Assets** (continued)

	\$
<b>Carrying value:</b>	
Balance at May 31, 2024	<u>202,759</u>
Balance at November 30, 2024	<u>844,642</u>

The Company has lease contracts for office and warehouse premises. It does not have any subleases. As at November 30, 2024 the lease liabilities have remaining lease terms of approximately three to eight years or less and were determined using an effective interest rate of between 5% to 5.68%.

	Six Months Ended	
	November 30,	
	2024	2023
	\$	\$
Balance, beginning of period	203,643	212,247
Additions	718,158	-
Accretion of interest	21,583	5,513
Payments	(84,560)	(13,708)
Foreign exchange movement	<u>(29,950)</u>	<u>41,305</u>
Balance, end of period	<u>828,874</u>	<u>245,357</u>
Current portion of lease liabilities	177,048	89,705
Non-current portion of lease liabilities	<u>651,826</u>	<u>155,652</u>
Total lease liabilities	<u>828,874</u>	<u>245,357</u>

As at November 30, 2024 the total of future minimum lease payments under the lease are as follows:

	\$
Less than one year	203,521
Greater than one year	<u>816,060</u>
	<u>1,019,581</u>

**10. Share Capital**

(a) *Authorized Share Capital*

The Company's authorized share capital consists of an unlimited number of common shares without par value. All issued common shares are fully paid.

(b) *Share Consolidation*

On January 10, 2025 the Company completed a consolidation of its share capital on a one new for 3.169432 old basis. The share and per share amounts have been adjusted within these consolidated financial statements to reflect the share consolidation. See also Note 4.

(c) *Equity Financings*

The Company did not conduct any equity financings during the six months ended November 30, 2024 or fiscal 2024.

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**10. Share Capital** (continued)

(d) *Warrants and Lead Manager / Broker Options*

- (i) A summary of the number of common shares reserved pursuant to the Company's outstanding warrants at November 30, 2024 and 2023 and the changes for the six months ended on those dates, is as follows:

	2024		2023	
	Number	Weighted Average Exercise Price \$	Number	Weighted Average Exercise Price \$
Balance, beginning of period	-	-	347,068	0.475
Exercised	-	-	(347,068)	0.475
Balance, end of period	-	-	-	-

- (ii) During fiscal 2023 SXG AUS issued 3,000,000 options (the "Lead Manager Options") to its broker in connection with its private placement conducted in November 2022. Each Lead Manager Option entitles the holder to purchase an additional ordinary share of SXG AUS at a price of AUD \$0.87 per share until November 28, 2025. The fair value of the Broker Options has been estimated using the Black-Scholes option pricing model. The assumptions used were: a risk-free interest rate of 3.13%; expected volatility of 120%; an expected life of 3 years; a dividend yield of 0%; and an expected forfeiture rate of 0%. The value assigned to the Lead Manager Options was \$1,258,076. The weighted average fair value of the Lead Manager Options issued was \$0.42 per Lead Manager Option. During the six months ended November 30, 2024 100,000 (fiscal 2024 - 1,795,000) Lead Manager Options were exercised and SXG AUS received AUD \$87,000 (fiscal 2024 - AUD \$1,561,650). As at November 30, 2024 1,105,000 Lead Manager options remained unexercised.

During fiscal 2022 SXG AUS issued 6,500,000 options (the "Broker Options") to its lead broker in connection with its IPO. Each Broker Option entitles the holder to purchase an additional ordinary share of SXG AUS at a price of AUD \$0.30 per share until May 5, 2025. The fair value of the Broker Options has been estimated using the Black-Scholes option pricing model. The assumptions used were: a risk-free interest rate of 0.66%; expected volatility of 80%; an expected life of 3 years; a dividend yield of 0%; and an expected forfeiture rate of 0%. The value assigned to the Broker Options was \$472,377. The weighted average fair value of the Broker Options issued was \$0.075 per Broker Option. During the six months ended November 30, 2024 1,937,584 (fiscal 2024 - 2,597,749) Broker Options were exercised and SXG AUS received AUD \$581,275 (fiscal 2024 - AUD \$779,325). As at November 30, 2024 1,964,667 Broker Options remained unexercised.

(e) *Share Option Plans*

- (i) The Company has established a rolling share option plan (the "Plan") in which the maximum number of common shares which can be reserved for issuance under the Plan which, when combined with the number of common shares issued under the Restricted Share Unit Plan adopted in Note 10(e), is 10% of the issued and outstanding shares of the Company. The minimum exercise price of the options is set at the Company's closing share price on the day before the grant date, less allowable discounts. Options granted may be subject to vesting provisions as determined by the Board of Directors and have a maximum term of ten years. The Plan permits the holder of share options to exercise cashless (net exercise) by surrendering a portion of the underlying share option shares to pay for the exercise cost.

No share options were granted during the six months ended November 30, 2024 or 2023 and no share compensation expense was recorded.

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**10. Share Capital (continued)**

A summary of the Company's share options at November 30, 2024 and 2023 and the changes for the six months ended on those dates, is as follows:

	2024		2023	
	Number of Options Outstanding	Weighted Average Exercise Price \$	Number of Options Outstanding	Weighted Average Exercise Price \$
Balance, beginning of period	1,117,865	0.76	4,905,979	0.82
Exercised	(297,529)	0.76	(839,267)	0.76
Expired	-	-	(459,072)	1.20
Balance, end of period	<u>820,336</u>	0.76	<u>3,907,640</u>	0.79

The following table summarizes information about the Company share options outstanding and exercisable at November 30, 2024:

Number Outstanding and Exercisable	Exercise Price \$	Expiry Date
<u>820,336</u>	0.76	February 10, 2026

- (ii) No share options were granted by SXG AUS during the six months ended November 30, 2024.

During the six months ended November 30, 2023 SXG AUS granted share options to purchase a total of 7,050,000 ordinary shares of SXG AUS and recorded compensation expense of \$1,972,576. In addition SXG AUS recorded additional compensation expense of \$76,122 on the vesting of share options previously granted.

A summary of SXG AUS share options at November 30, 2024 and 2023 and the changes for the six months ended on that date, is as follows:

	2024		2023	
	Number of Options Outstanding	Weighted Average Exercise Price AUD \$	Number of Options Outstanding	Weighted Average Exercise Price AUD \$
Balance, beginning of period	14,899,999	0.64	8,349,999	0.30
Granted	-	-	7,050,000	1.05
Exercised	(1,683,333)	0.35	-	-
Balance, end of period	<u>13,216,666</u>	0.68	<u>15,399,999</u>	0.64

The following table summarizes information about SXG AUS share options outstanding and exercisable at November 30, 2024:

Number	Exercise Price AUD \$	Expiry Date
1,350,000	0.30	May 5, 2025
2,783,333	0.30	May 5, 2026
1,250,000	0.66	August 15, 2026
1,500,000	1.20	October 23, 2026
3,550,000	1.20	November 7, 2026
<u>2,783,333</u>	0.30	May 5, 2027
<u>13,216,666</u>		

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**10. Share Capital** (continued)

(f) *Restricted Share Units Plan*

On November 6, 2018 the Company adopted a restricted share unit plan (the “RSU Plan”). Under the RSU Plan, RSUs may be granted to directors, officers, employees and consultants of the Company (excluding investor relations consultants) as partial compensation for the services they provide to the Company. The RSU Plan is a fixed number plan, and the number of common shares issued under the RSU Plan, when combined with the number of stock options available under the Company’s share option plan, will not exceed 10% of the Company’s outstanding common shares. As of November 30, 2024 the Company has been authorized to issue up to 631,027 RSUs.

No RSUs have been awarded during the six months ended November 30, 2024 and 2023.

(g) *Employer Security Ownership Plan*

On March 17, 2022 SXG AUS adopted an employer security ownership plan (the “ESO Plan”). The ESO Plan provided for the issuance of up to 8,970,000 ESOs. Under the ESO Plan, ESOs may be granted to directors, officers, employees and consultants of SXG AUS (excluding investor relations consultants) as partial compensation for the services they provide to SXG AUS. The ESO Plan is a fixed number plan, and the number of common shares issued under the ESO Plan, when combined with the number of stock options available under SXG AUS’ share option plan, will not exceed 10% of SXG AUS’ outstanding common shares.

During the six months ended November 30, 2024 SXG AUS granted 280,000 (2023 - nil) ESOs and recorded share-based compensation of \$64,129 (2023 - \$nil).

**11. Non-controlling Interests**

During fiscal 2022 the Company determined to restructure its Australian assets into a new entity which would conduct an IPO in Australia and a listing of its ordinary shares on the Australian Stock Exchange (“ASX”). On July 21, 2021 the Company incorporated SXG AUS as a wholly-owned Australian subsidiary. On August 9, 2021 the Company transferred its shareholdings in its 100% owned Australian subsidiaries, Mawson Queensland Pty Ltd. (“Queensland”), SXG Victoria Pty Ltd. (“Victoria”) and Clonbinane Goldfield Pty Ltd. (“Clonbinane”), to SXG AUS. On December 29, 2021 the Company transferred its holdings in Nagambie shares to SXG AUS. During fiscal 2022 SXG AUS conducted a number of private placements and its initial public offering and the Company’s interest in SXG AUS was diluted from 100% to 60%.

In fiscal 2023 SXG AUS completed a private placement of its common shares further diluting the Company’s interest to 50.99%. In fiscal 2024 SXG AUS completed a private placement and a rights offering, issued ordinary shares for the exercise of share options, Lead Manager Options and Broker Options and, as a result, the Company’s ownership interest was diluted to 49.6% as at May 31, 2024. During the six months ended November 30, 2024 SXG AUS issued ordinary shares for the exercise of share options and Broker Options. As a result, the Company’s ownership interest was diluted to 48.7%. Due to the distribution of the ownership in SXG AUS, the reductions in the Company’s ownership interest did not result in a loss of control and has been recorded as equity transactions.

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**11. Non-controlling Interests** (continued)

The following is a continuity of SXG AUS' non-controlling interest:

	\$
Balance at May 31, 2023	13,870,387
Non-controlling interest adjustment for change in ownership interests	4,505,852
Share-based compensation adjustment	2,341,645
Currency translation adjustment	(173,481)
Share of loss for the period June 1, 2023 to May 31, 2024	<u>(3,555,648)</u>
Balance at May 31, 2024	16,988,755
Non-controlling interest adjustment for change in ownership interests	741,797
Share-based compensation adjustment	64,129
Currency translation adjustment	(221,104)
Share of loss for the period June 1, 2024 to November 30, 2024	<u>(702,963)</u>
Balance at November 30, 2024	<u>16,870,614</u>

The following table summarizes the consolidated assets and liabilities of SXG AUS and the share of net liabilities which are attributable to the non-controlling interest as at November 30, 2024 and 2023.

	2024 \$	2023 \$
<b>Assets</b>		
Current	4,643,836	7,332,787
Non-current	<u>32,424,188</u>	<u>21,130,507</u>
	37,068,024	28,463,294
<b>Liabilities</b>		
Current	(1,218,359)	(1,824,209)
Non-current	<u>(651,826)</u>	<u>(155,651)</u>
<b>Net assets</b>	<u>35,197,839</u>	<u>26,483,434</u>
Non-controlling interest percentage	<u>51.3%</u>	<u>49.06%</u>

	2024 \$	2023 \$
Non-controlling interest in net assets	18,056,491	12,992,773
Adjustment for NCI contributed surplus	<u>(1,185,877)</u>	<u>1,389,896</u>
Non-controlling interest for the period	<u>16,870,614</u>	<u>14,382,669</u>

The following table presents the loss and comprehensive loss attributable to the non-controlling interest for the six months ended November 30, 2024 and 2023.

	2024 \$	2023 \$
Loss for the period - non-controlling interest	(702,963)	(1,845,173)
Currency translation adjustment	<u>(221,104)</u>	<u>210,295</u>
Comprehensive loss for the period	<u>(924,067)</u>	<u>(1,634,878)</u>

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**11. Non-controlling Interests** (continued)

The following table presents the cash flows of SXG AUS for the six months ended November 30, 2024 and 2023:

	2024 \$	2023 \$
Cash flow from:		
Operating activities	(1,480,866)	(558,565)
Investing activities	(7,542,020)	(5,914,182)
Financing activities	1,154,886	98,462

See also Note 4.

**12. Loss per Common Share**

	Six Months Ended November 30	
	2024 \$	2023 \$
Numerator		
Loss from continuing operations	(3,100,562)	(4,367,236)
Loss from discontinued operations	-	(39,319,807)
Net loss attributable to shareholders	<u>(3,100,562)</u>	<u>(43,687,043)</u>
Denominator		
For basic weighted average number of common shares outstanding	96,461,839	93,323,252
Effect of dilutive stock options	-	-
For diluted weighted average number of common shares outstanding	<u>96,461,839</u>	<u>93,323,252</u>
Basic and diluted loss per common share from continuing operations	<u>(0.03)</u>	<u>(0.05)</u>
Basic and diluted loss per common share from discontinued operations	<u>-</u>	<u>(0.42)</u>

**13. Related Party Disclosures**

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consists of members of the Company's Board of Directors and its executive officers.

(a) *Transactions with Key Management Personnel*

During the six months ended November 30, 2024 the Company incurred a total of \$126,500 (2023 - \$181,003) to current and former key management personnel for salaries and fees which have been allocated based on the nature of the services provided: expensed \$106,500 (2023 - \$112,500) to directors and officers compensation, expensed \$20,000 (2023 - \$nil) to restructuring costs and capitalized \$nil (2023 - \$68,503) to exploration and evaluation assets. As at November 30, 2024 \$62,000 (May 31, 2024 - \$31,500) remained unpaid and has been included in accounts payable and accrued liabilities.

The Company has a management agreement with its Chairman which provides that in the event the Chairman's services are terminated without cause or upon a change of control of the Company, a termination payment of two years of compensation is payable. If the termination had occurred on November 30, 2024 the amount payable under the agreement would be \$120,000.

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**13. Related Party Disclosures** (continued)

- (b) During the six months ended November 30, 2024 the Company incurred a total of \$44,500 (2023 - \$41,700) with Chase Management Ltd. (“Chase”), a private corporation owned by the CFO of the Company, for accounting and administration services provided by Chase personnel, excluding the CFO, and \$2,010 (2023 - \$2,010) for rent. As at November 30, 2024 \$7,170 (May 31, 2024 - \$4,670) remained unpaid and has been included in accounts payable and accrued liabilities.
- (c) During the six months ended November 30, 2024 SXG AUS incurred a total of \$125,703 (2023 - \$121,176) for fees to a director and officer who is also a current officer of the Company, of which \$29,331 (2023 - \$30,316) have been expensed to director and officer compensation and \$96,372 (2023 - \$90,860) capitalized to exploration and evaluation assets.

During the six months ended November 30, 2023 the Company also recorded \$572,504 share-based compensation for the granting and vesting of SXG AUS share options to this individual.

**14. Financial Instruments and Risk Management**

***Categories of Financial Assets and Financial Liabilities***

Financial instruments are classified into one of the following categories: fair value through profit or loss (“FVTPL”); amortized cost; and fair value through other comprehensive income (“FVOCI”). The carrying values of the Company’s financial instruments are classified into the following categories:

<b>Financial Instrument</b>	<b>Category</b>	<b>November 30, 2024 \$</b>	<b>May 31, 2024 \$</b>
Cash	FVTPL	6,612,773	15,497,519
Investments	FVTPL	1,079,333	492,506
Bonds	Amortized cost	86,960	69,545
Accounts payable and accrued liabilities	Amortized cost	(1,403,891)	(1,380,052)
Lease liabilities	Amortized cost	(828,874)	(203,643)

The Company’s financial instruments recorded at fair value require disclosure about how the fair value was determined based on significant levels of inputs described in the following hierarchy:

Level 1 - Quoted prices are available in active markets for identical assets or liabilities as of the reporting date. Active markets are those in which transactions occur in sufficient frequency and value to provide pricing information on an ongoing basis.

Level 2 - Pricing inputs are other than quoted prices in active markets included in Level 1. Prices in Level 2 are either directly or indirectly observable as of the reporting date. Level 2 valuations are based on inputs including quoted forward prices for commodities and time value and volatility factors, which can be substantially observed or corroborated in the market place.

Level 3 - Valuations in this level are those with inputs for the asset or liability that are not based on observable market data.

The recorded amounts for accounts payable and accrued liabilities approximate their fair value due to their short-term nature. The recorded amounts for lease liabilities approximate their fair value and they have interest at market rates for similar debt. The recorded amounts for cash, investments and bonds approximate their fair value. The Company’s fair value of cash, and investments under the fair value hierarchy are measured using Level 1 inputs.

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**14. Financial Instruments and Risk Management** (continued)

The Company's risk exposures and the impact on the Company's financial instruments are summarized below:

*Credit Risk*

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to cash. Management believes that the potential loss related to the credit risk included in cash is remote.

*Liquidity Risk*

Liquidity risk is the risk that the Company will not have the resources to meet its obligations as they fall due. The Company manages this risk by closely monitoring cash forecasts and managing resources to ensure that it will have sufficient liquidity to meet its obligations. All of the Company's financial liabilities are classified as current and are anticipated to mature within the next fiscal period. The following table is based on the contractual maturity dates of financial assets and the earliest date on which the Company can be required to settle financial liabilities.

	<b>Contractual Maturity Analysis at November 30, 2024</b>				
	<b>Less than 3 Months \$</b>	<b>3 - 12 Months \$</b>	<b>1 - 5 Years \$</b>	<b>Over 5 Years \$</b>	<b>Total \$</b>
Cash	6,612,773	-	-	-	6,612,773
Investments	-	-	1,079,333	-	1,079,333
Bonds	-	-	86,960	-	86,960
Accounts payable and accrued liabilities	(1,403,891)	-	-	-	(1,403,891)
Lease liabilities	(44,262)	(132,786)	(517,571)	(134,255)	(828,874)

*Market Risk*

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices. These fluctuations may be significant.

(a) Interest Rate Risk

The Company is exposed to interest rate risk to the extent that the cash bears floating rates of interest. The interest rate risk on cash and on the Company's obligations are not considered significant.

(b) Foreign Currency Risk

The Company's functional currency is the Canadian dollar. The Company maintains foreign currency bank accounts to support the cash needs of its foreign operations. Management believes the foreign exchange risk related to currency conversions is minimal and therefore does not hedge its foreign exchange risk. At November 30, 2024, 1 Canadian Dollar was equal to 1.10 AUD Dollar, 7.78 SEK, and 0.71 US Dollar.

Balances are as follows:

	<b>AUD Dollars</b>	<b>Swedish Kronors</b>	<b>US Dollars</b>	<b>CDN \$ Equivalent</b>
Cash	4,755,279	200,298	10,307	4,363,243
GST/VAT receivable	277,475	415	-	252,304
Bonds	68,961	68,880	11,010	86,960
Accounts payable and accrued liabilities	(1,229,953)	(100,145)	(3,959)	(1,136,588)
	<u>3,871,762</u>	<u>169,448</u>	<u>17,358</u>	<u>3,565,919</u>

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**14. Financial Instruments and Risk Management** (continued)

Based on the net exposures as of November 30, 2024 and assuming that all other variables remain constant, a 10% fluctuation on the Canadian Dollar against the SEK, AUD Dollar and US Dollar would result in the Company's net income or loss being approximately \$363,500 higher (or lower).

*Capital Management*

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition and exploration of mineral properties. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. The Company defines capital that it manages as share capital, cash and cash equivalents and short-term investments. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

**15. Supplemental Cash Flow Information**

During the six months ended November 30, 2024 and 2023 non-cash activities were conducted by the Company as follows:

	2024 \$	2023 \$
Operating activities		
Accounts payable and accrued liabilities	196,823	465,657
Lease liabilities	<u>718,158</u>	<u>-</u>
	<u>914,981</u>	<u>465,657</u>
Investing activities		
Exploration and evaluation assets	(196,823)	(465,657)
Addition to right of use assets	<u>(718,158)</u>	<u>-</u>
	<u>(914,981)</u>	<u>(465,657)</u>
Financing activities		
Issuance of common shares	122,590	389,301
Share-based payments reserve	<u>(122,590)</u>	<u>(389,301)</u>
	<u>-</u>	<u>-</u>

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# SOUTHERN CROSS GOLD CONSOLIDATED LTD.

*(formerly Mawson Gold Limited)*

## MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE SIX MONTHS ENDED NOVEMBER 30, 2024

This discussion and analysis of financial position and results of operations is prepared as at January 28, 2025 and should be read in conjunction with the unaudited condensed consolidated interim financial statements and the accompanying notes for the six months ended November 30, 2024 of Southern Cross Gold Consolidated Ltd. ("SXGC" or the "Company") *(formerly Mawson Gold Limited)*. The following disclosure and associated financial statements are presented in accordance with IFRS Accounting Standards ("IFRS"). Except as otherwise disclosed, all dollar figures included therein and in the following management's discussion and analysis ("MD&A") are quoted in Canadian dollars.

### Forward Looking Statements

This MD&A contains "forward-looking information" or "forward-looking statements" within the meaning of applicable securities laws. Forward-looking statements are included to provide information about management's current expectations and plans that allow investors and others to have a better understanding of the Company's business plans and financial performance and condition.

All statements, other than statements of historical fact included in this MD&A, regarding the Company's strategy, future operations, financial position, prospects, plans and objectives of management are forward- looking statements. Forward-looking statements are typically identified by words such as "plan", "expect", "estimate", "intend", "anticipate", "believe", or variations of such words and phrases or statements that certain actions, events, or results "may", "could", "would", "might" or "will" be taken, occur or be achieved. Forward-looking statements include but are not limited to, material factors and assumptions relating to, and risks and uncertainties associated with, the availability of financing for activities when required and on acceptable terms, the accuracy of the interpretation of drill results and the estimation of mineral resources and reserves, the geology, grade and continuity of mineral deposits, the consistency of future exploration, development or mining results with our expectations, metal price fluctuations, the achievement and maintenance of planned production rates, the accuracy of component costs of capital and operating cost estimates, current and future environmental and regulatory requirements, favourable governmental relations and support for the development and operation of mining projects, the threat associated with outbreaks of viruses and infectious diseases, risks related to negative publicity with respect to the Company or the mining industry in general, reliance on a single asset, planned drill programs and results varying from expectations; litigation risks, the availability of permits and the timeliness of the permitting process, local community relations, dealings with non-governmental organizations ("NGOs"), the availability of shipping services, the availability of specialized vehicles and similar equipment, costs of remediation and mitigation, maintenance of title to our mineral properties, industrial accidents, equipment breakdowns, contractor's costs, remote site transportation costs, materials costs for remediation, labour disputes, the potential for delays in exploration or development activities, other unforeseen events, developments, or factors causing any of the aforesaid expectations, assumptions, and other factors ultimately being inaccurate or irrelevant; and other risks described in the Company's documents filed with Canadian or Australian securities regulatory authorities, timely completion of future technical studies, the inherent uncertainty of production and cost estimates and the potential for unexpected costs and expenses, commodity price fluctuations, currency fluctuations, continuing global demand for base metals. Although the Company believes its expectations are based upon reasonable assumptions and has attempted to identify important factors that could cause actual actions, events, or results to differ materially from those described in forward-looking statements, there may be other factors that cause actions, events or results not to be as anticipated, estimated or intended. There can be no assurance that forward-looking information will prove to be accurate, as actual results and future events could differ materially from those anticipated in such information. As such, these risks are not exhaustive; however, they should be considered carefully. If any of these risks or uncertainties materialize, actual results may vary materially from those anticipated in the forward- looking statements found herein. Due to the risks, uncertainties, and assumptions inherent in forward-looking statements, readers should not place undue reliance on forward-looking statements.

Forward-looking statements contained herein are presented for the purpose of assisting investors in understanding the Company's expected financial and operational performance and results as at and for the periods ended on the dates presented in the Company's plans and objectives and may not be appropriate for other purposes.

The Company disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, except to the extent required by applicable law. The Company qualifies all of its forward-looking statements by these cautionary statements.

Historical results of operations and trends that may be inferred from this MD&A may not necessarily indicate future results from operations. In particular, the current state of the global securities markets may cause significant reductions in the price of the Company's securities and render it difficult or impossible for the Company to raise the funds necessary to continue operations.

All of the Company's public disclosure filings, including its most recent management information circular, material change reports, press releases and other information, may be accessed via [www.sedarplus.ca/](http://www.sedarplus.ca/) or the Company's website at [www.southerncrossgold.com](http://www.southerncrossgold.com) and readers are urged to review these materials, including the technical report filed with respect to the Company's mineral properties.

## Company Overview

The Company commenced operations on March 10, 2004. On July 31, 2020, the Company changed its name to Mawson Gold Limited and on January 10, 2025, the Company changed its name to Southern Cross Gold Consolidated Ltd. The Company is a reporting issuer in British Columbia, Alberta and Ontario. The Company's common shares trade on the TSX Venture Exchange ("TSXV") under the symbol "SXGC" and the Australian Securities Exchange ("ASX") under the symbol "SX2".

The Company is a natural resources company which has been continually engaged in the acquisition and exploration of precious and energy mineral interests since its incorporation in 2004. The Company's material property is the Sunday Creek Gold-Antimony Project in Victoria, Australia.

On December 19, 2023, the Company closed a transaction (the "Transaction") with Mawson Finland Limited ("Mawson Finland"). Pursuant to the Transaction, Mawson Finland acquired all of the issued shares and inter-company debt of the Company's then wholly-owned Finnish subsidiary, Mawson Oy, which holds the Rajapalot gold-cobalt project in Finland ("Rajapalot").

On July 30, 2024 the Company entered into a definitive binding scheme implementation agreement (the "SIA") with Southern Cross Gold Ltd. ("SXG AUS"), its 48.7% owned subsidiary on the date of the SIA, to acquire all of the ordinary shares of SXG AUS (the "SXG AUS Shares") that the Company did not already own, by way of a scheme of arrangement under the laws of Australia (the "SXG AUS Scheme"). Following completion of the SXG AUS Scheme on January 23, 2025, SXG AUS became a wholly owned subsidiary of the Company.

Under the terms of the SXG AUS Scheme, effective January 10, 2025, the Company:

1. completed the spin-out of the uranium assets held by its then wholly-owned subsidiary SUA Holdings Limited ("SUA") (the "SUA Arrangement") under the Business Corporations Act (British Columbia). Pursuant to the SUA Arrangement, the Company distributed 100% of the common shares of SUA (the "SUA Shares") held by it to shareholders of the Company of record as at January 10, 2025, on a pro rata basis. As a result, the Company shareholders also became shareholders of SUA and SUA ceased to be a subsidiary of the Company. SUA became a reporting issuer in British Columbia and Alberta. The Company made the necessary tax filings such that SUA is deemed to be a public corporation for Canadian income tax purposes and, as a result, SUA Shares is an eligible investment for all registered accounts.
2. effected a share consolidation of its common shares on the basis of one (1) post-consolidation share (a "Consolidated Share") for every 3.169432 pre-consolidation common shares (the "Consolidation"). As a result, the 306,138,320 common shares issued and outstanding prior to the Consolidation were reduced to 96,590,894 common shares, and outstanding stock options were adjusted accordingly. The Company has no warrants outstanding.
3. changed its name to Southern Cross Gold Consolidated Ltd. The Company's common shares resumed trading on the TSXV on a consolidated basis effective at the opening of the market on January 15, 2025, under the new ticker symbol "SXGC". The new CUSIP number assigned to the Company's common shares following the Name Change and Consolidation is 842685109 and ISIN CA8426851090.

4. applied to list its securities on the Australian Securities Exchange (the “ASX”). On January 15, 2025, the Company’s securities commenced quotation on the ASX under the ticker symbol “SX2” and are settled in the form of CHESD Depository Interests (“CDIs”).

In connection with the SXG Scheme, an independent technical report titled “NI 43-101 Technical Report, Sunday Creek Gold-Antimony Project, Victoria, Australia” with an effective date of September 25, 2024, by Mark Saxon, BSc (Hons) (Geology), FAusIMM, MAIG, an independent qualified person under NI 43-101, has been filed and is available for download under the Company’s profile on SEDAR+ at [www.sedarplus.ca](http://www.sedarplus.ca) and on the Company’s website at [www.southerncrossgold.com](http://www.southerncrossgold.com). Readers are encouraged to read the NI 43-101 Technical Report in its entirety.

On January 23, 2025, upon completion of the SXG Scheme, three members of the board of directors (the “Board”) of the Company were replaced with Tom Eadie, David Henstridge and Georgina Carnegie. Mr. Eadie was appointed as the Company’s Non-Executive Chairman and Mr. Michael Hudson, was appointed as President & Chief Executive Officer (“CEO”). Nick DeMare and Mariana Bermudez continue to serve as Chief Financial Officer (“CFO”) and Corporate Secretary, respectively.

### **Directors and Officers**

As of the date of this MD&A the directors and officers of the Company are as follows:

Tom Eadie	Director, Non-Executive Chairman
Michael Hudson	Director, President and CEO
David Henstridge	Director
Georgina Carnegie	Director
Nick DeMare	CFO
Mariana Bermudez	Corporate Secretary

### **Property Assets and Exploration Activities**

Following the completion of the SXG Scheme the Company is an exploration stage company with a focus on gold exploration in Australia. The Company’s focus is primarily on the exploration and development of its portfolio of exploration projects through its wholly owned subsidiaries, Clonbinane Goldfield Pty Ltd (“Clonbinane”), SXG Victoria Pty Ltd (“SXG Victoria”) and Mawson Queensland Pty Ltd (“Mawson Queensland”) which hold rights in the following Projects:

1. Sunday Creek Project - Victoria - 100% ownership via Clonbinane;
2. Redcastle Project - Victoria - 100% ownership via SXG Victoria

The Victorian projects cover 291.5 km<sup>2</sup> over two historic high grade epizonal goldfields of the Melbourne Zone in Central Victoria.

The Company also holds a strategic 6.7% ownership of Nagambie Resources Ltd (ASX: NAG) (“Nagambie”) which entitles the Company to a Right of First Refusal over tenements controlled by Nagambie in Central Victoria.

#### ***Sunday Creek Project***

The Sunday Creek epizonal-style gold project is located 60 km north of Melbourne within 19,365 hectares of granted exploration tenements. SXGC is also the freehold landholder of 133.29 hectares that form the key portion in and around the main drilled area at the Sunday Creek Project.

Gold and antimony form in a relay of vein sets that cut across a steeply dipping zone of intensely altered rocks (the “host”). When observed from above, the host resembles the side rails of a ladder, where the sub-vertical mineralised vein sets are the rungs that extend from surface to depth. At Apollo and Rising Sun these individual ‘rungs’ have been defined over 600 m depth extent from surface to 1,100 m below surface, are 2.3 m to 3.4 m wide (median widths) (and up to 10 m), and 20 m to 100 m in strike.

Cumulatively to the date of this quarterly, 154 drill holes for 69,693.69 m have been reported from Sunday Creek since late 2020. An additional 12 holes for 582.55 m from Sunday Creek were abandoned due to deviation or hole

conditions. Fourteen drillholes for 2,383 m have been reported regionally outside of the main Sunday Creek drill area. A total of 64 historic drill holes for 5,599 m were completed from the late 1960s to 2008. The project now contains a total of **fifty-four (54) >100 g/t AuEq x m and fifty-nine (59) >50 to 100 g/t AuEq x m drill holes** by applying a 2 m @ 1 g/t lower cut.

Our systematic drill program is strategically targeting these significant vein formations, initially these have been defined over 1,350 m strike of the host from Christina to Apollo prospects, of which approximately 620 m has been more intensively drill tested (Rising Sun to Apollo). At least 67 ‘rungs’ have been defined to date, defined by high-grade intercepts (20 g/t to >7,330 g/t Au) along with lower grade edges. Ongoing step-out drilling is aiming to uncover the potential extent of this mineralised system.

Geologically, the project is located within the Melbourne Structural Zone in the Lachlan Fold Belt. The regional host to the Sunday Creek mineralisation is an interbedded turbidite sequence of siltstones and minor sandstones metamorphosed to sub-greenschist facies and folded into a set of open north-west trending folds.

SXGC reported eighteen drill holes during the quarter. Continuity within wide zones and high-grades is now evident down to over 1,100 m vertical depth. Subsequent to the end of the period, the Company announced results from drillholes SDDSC129, 133, 136, 139, 143-145) and had thirteen holes (SDDSC120W1, 140, 142, 146, 146W1, 147-151, 153, 155, 157) being processed and analysed, with five holes (SDDSC149W1, 152, 154, 155A, 157A) in progress.

### Golden Dyke

Golden Dyke delivered results that defined it as the third bona fide discovery at Sunday Creek during the period.

The Company released **SDDSC130** early in the quarter which was the first hole at Golden Dyke to drill parallel to and within the dyke/breccia host structure (the ladder “rails”) and at a high angle to mineralised veins (the ladder “rungs”). The hole was successful and overall intercepted **eight high-grade vein sets**. Beneath the historic Golden Dyke mine, **seven high-grade vein sets were intersected over 230 m down hole interval (135 m ETW)**. The hole included ten occurrences of **visible gold, nine assayed intervals of > 20 g/t Au (up to 124 g/t Au) and ten assayed intervals of > 5% Sb (up to 31.5% Sb)**.

Broad downhole intercepts (no lower cut) included **214.4 m @ 1.3 g/t AuEq** (1.1 g/t Au, 0.1% Sb) from 320.4 m including **94.5 m @ 2.3 g/t AuEq** (1.5 g/t Au, 0.4% Sb) from 419.1 m.

The hole provided a 100 m down-dip extension to three existing vein sets, infill information for three vein sets in addition to two new vein sets. This drill hole displayed similarities in mineralisation style to that of analogous holes in the upper portion of Rising Sun, demonstrating Golden Dyke is the **third known significant mineralised body** on the project.

It occurs in the geological upper portion of the mineralised system, indicated by the presence of brittle structures, open space breccias and mineralised veins, with abundant massive stibnite occurring in quartz-carbonate veins. While the grade tenor of SDDSC130 is considered significant, analogues at Rising Sun and Apollo have shown that the tenor of gold mineralisation is likely to increase with depth. SDDSC130 also provided an exceptional example of continuity and width of mineralised structures at Sunday Creek, with 11.9 m @ 5.3 g/t AuEq (4.7 g/t Au, 0.4% Sb) from 357.7 m occurring 82 m down plunge of SDDSC049 (9.6 m @ 14.1 g/t AuEq (9.2 g/t Au, 2.6% Sb) – [20<sup>th</sup> October, 2022](#)) and being interpreted as a continuous vein set. Extended highlights included:

- **0.7 m @ 49.7 g/t AuEq** (49.7 g/t Au, 0.0% Sb) from 133.4 m
- **3.1 m @ 4.7 g/t AuEq** (1.3 g/t Au, 1.8% Sb) from 329.3 m, including:
  - **1.3 m @ 8.8 g/t AuEq** (2.1 g/t Au, 3.6% Sb) from 329.3 m
- **3.7 m @ 0.7 g/t AuEq** (0.6 g/t Au, 0.1% Sb) from 334.3 m
- **1.3 m @ 2.5 g/t AuEq** (0.9 g/t Au, 0.9% Sb) from 342.5 m
- **11.9 m @ 5.3 g/t AuEq** (4.7 g/t Au, 0.4% Sb) from 357.7 m, including:
  - **0.2 m @ 54.7 g/t AuEq** (44.2 g/t Au, 5.6% Sb) from 358.3 m
  - **3.8 m @ 10.7 g/t AuEq** (9.8 g/t Au, 0.5% Sb) from 359.8 m
- **2.1 m @ 2.1 g/t AuEq** (1.6 g/t Au, 0.3% Sb) from 372.0 m
- **1.9 m @ 2.2 g/t AuEq** (1.6 g/t Au, 0.3% Sb) from 377.0 m, including:
  - **0.3 m @ 8.4 g/t AuEq** (8.3 g/t Au, 0.1% Sb) from 378.7 m
- **4.3 m @ 1.3 g/t AuEq** (1.1 g/t Au, 0.1% Sb) from 387.6 m

- **1.3 m @ 5.8 g/t AuEq** (2.1 g/t Au, 2.0% Sb) from 399.2 m
- **12.6 m @ 8.0 g/t AuEq** (5.8 g/t Au, 1.2% Sb) from 419.1 m, including:
  - **1.1 m @ 7.4 g/t AuEq** (5.4 g/t Au, 1.0% Sb) from 420.7 m
  - **1.5 m @ 8.5 g/t AuEq** (7.7 g/t Au, 0.4% Sb) from 425.7 m
  - **0.9 m @ 75.8 g/t AuEq** (56.2 g/t Au, 10.4% Sb) from 429.7 m
- **0.4 m @ 21.8 g/t AuEq** (13.0 g/t Au, 4.7% Sb) from 446.2 m
- **1.1 m @ 2.2 g/t AuEq** (2.1 g/t Au, 0.0% Sb) from 461.3 m
- **5.8 m @ 5.1 g/t AuEq** (1.9 g/t Au, 1.7% Sb) from 479.2 m, including:
  - **0.1 m @ 20.0 g/t AuEq** (2.3 g/t Au, 9.4% Sb) from 479.2 m
  - **0.2 m @ 26.9 g/t AuEq** (17.3 g/t Au, 5.1% Sb) from 480.8 m
  - **0.7 m @ 23.2 g/t AuEq** (4.1 g/t Au, 10.2% Sb) from 484.2 m
- **8.7 m @ 4.6 g/t AuEq** (2.3 g/t Au, 1.3% Sb) from 498.8 m, including:
  - **0.2 m @ 25.0 g/t AuEq** (20.9 g/t Au, 2.2% Sb) from 498.8 m
  - **1.2 m @ 17.1 g/t AuEq** (7.6 g/t Au, 5.0% Sb) from 500.7 m
  - **1.1 m @ 5.7 g/t AuEq** (2.3 g/t Au, 1.8% Sb) from 505.3 m
- **1.0 m @ 19.8 g/t AuEq** (19.1 g/t Au, 0.4% Sb) from 512.6 m, including:
  - **0.3 m @ 65.9 g/t AuEq** (65.2 g/t Au, 0.4% Sb) from 513.3 m
- **3.1 m @ 0.8 g/t AuEq** (0.7 g/t Au, 0.1% Sb) from 530.3 m

Results from SDDSC132 and SDDSC138 soon followed and continued to demonstrate Golden Dyke's high-grade tenor.

**SDDSC132** drilled up to 480 m below surface. The hole intercepted six high-grade vein sets across Rising Sun and Golden Dyke while testing a prospective corridor of 210 m (cumulative downhole length of dyke and sericite/carbonate altered sediment). SDDSC132 was drilled up to 140 m below and parallel to SDDSC130. The hole included **five intervals of > 20 g/t Au (up to 77.0 g/t Au)** and **five intervals > 5% Sb (up to 17.6% Sb)**.

Extended highlights from SDDSC132 include:

- **0.8 m @ 6.5 g/t AuEq** (6.5 g/t Au, 0.0% Sb) from 126.0 m
- **2.2 m @ 16.7 g/t AuEq** (13.0 g/t Au, 2.0% Sb) from 146.2 m, including:
  - **0.3 m @ 110.1 g/t AuEq** (77.0 g/t Au, 17.6% Sb) from 146.4 m
  - **0.4 m @ 21.0 g/t AuEq** (20.9 g/t Au, 0.0% Sb) from 148.0 m
- **3.3 m @ 1.2 g/t AuEq** (0.7 g/t Au, 0.3% Sb) from 151.2 m
- **1.8 m @ 2.3 g/t AuEq** (2.3 g/t Au, 0.0% Sb) from 162.1 m
- **1.6 m @ 3.6 g/t AuEq** (3.2 g/t Au, 0.2% Sb) from 170.8 m
- **3.5 m @ 4.0 g/t AuEq** (2.8 g/t Au, 0.7% Sb) from 186.6 m, including:
  - **0.1 m @ 57.8 g/t AuEq** (28.5 g/t Au, 15.6% Sb) from 186.6 m
- **1.7 m @ 2.4 g/t AuEq** (1.9 g/t Au, 0.2% Sb) from 534.3 m
- **6.5 m @ 4.7 g/t AuEq** (3.0 g/t Au, 0.9% Sb) from 541.9 m, including:
  - **2.6 m @ 10.5 g/t AuEq** (6.9 g/t Au, 1.9% Sb) from 543.2 m
- **3.6 m @ 3.9 g/t AuEq** (3.0 g/t Au, 0.5% Sb) from 550.8 m, including:
  - **1.8 m @ 4.4 g/t AuEq** (2.8 g/t Au, 0.8% Sb) from 550.8 m
- **3.6 m @ 1.0 g/t AuEq** (0.7 g/t Au, 0.2% Sb) from 570.2 m
- **1.4 m @ 2.1 g/t AuEq** (0.3 g/t Au, 1.0% Sb) from 588.5 m
- **0.7 m @ 2.9 g/t AuEq** (1.7 g/t Au, 0.6% Sb) from 610.3 m

**SDDSC138** was drilled east to west, parallel to and within the dyke/breccia host structure (the ladder "rails") and intercepted twelve mineralised vein sets (the ladder "rungs") across Rising Sun and Golden Dyke, while testing a prospective corridor of 292 m (cumulative downhole length of dyke and sericite/carbonate altered sediment). SDDSC138 included **15 intercepts of Au > 20 g/t (up to 183 g/t Au)** and **19 intercepts of Sb > 5% (up to 33.8% Sb)**. This hole drilled up to 250 m below surface and 55 m to 85 m above and parallel to SDDSC130 which provided continuity of mineralised structures, some relatively close to surface:

Extended highlights from SDDSC138 include:

- **0.3 m @ 38.3 g/t AuEq** (24.7 g/t Au, 7.3% Sb) from 131.9 m, including:
  - **0.1 m @ 122.2 g/t AuEq** (77.5 g/t Au, 23.8% Sb) from 131.9 m
- **1.9 m @ 2.0 g/t AuEq** (0.7 g/t Au, 0.7% Sb) from 143.2 m
- **1.2 m @ 8.4 g/t AuEq** (8.2 g/t Au, 0.1% Sb) from 285.9 m

- **3.3 m @ 34.1 g/t AuEq** (24.6 g/t Au, 5.0% Sb) from 294.6 m, including:
  - o **1.8 m @ 62.3 g/t AuEq** (44.8 g/t Au, 9.3% Sb) from 294.6 m
- **1.0 m @ 2.9 g/t AuEq** (0.7 g/t Au, 1.2% Sb) from 302.5 m
- **12.9 m @ 7.4 g/t AuEq** (4.5 g/t Au, 1.6% Sb) from 311.0 m, including:
  - o **0.4 m @ 20.3 g/t AuEq** (16.4 g/t Au, 2.1% Sb) from 311.0 m
  - o **1.6 m @ 11.9 g/t AuEq** (7.9 g/t Au, 2.1% Sb) from 313.0 m
  - o **3.1 m @ 20.2 g/t AuEq** (11.3 g/t Au, 4.7% Sb) from 316.9 m
- **3.0 m @ 3.1 g/t AuEq** (2.8 g/t Au, 0.2% Sb) from 336.2 m, including:
  - o **1.0 m @ 5.5 g/t AuEq** (5.2 g/t Au, 0.1% Sb) from 337.7 m
- **6.9 m @ 3.2 g/t AuEq** (2.1 g/t Au, 0.6% Sb) from 351.6 m, including:
  - o **2.0 m @ 5.3 g/t AuEq** (4.0 g/t Au, 0.7% Sb) from 354.0 m
- **4.7 m @ 1.1 g/t AuEq** (0.9 g/t Au, 0.1% Sb) from 367.5 m
- **0.7 m @ 3.7 g/t AuEq** (1.1 g/t Au, 1.4% Sb) from 380.9 m
- **2.4 m @ 1.7 g/t AuEq** (1.1 g/t Au, 0.3% Sb) from 386.1 m
- **1.4 m @ 3.7 g/t AuEq** (2.9 g/t Au, 0.4% Sb) from 398.3 m
- **0.6 m @ 3.6 g/t AuEq** (2.9 g/t Au, 0.4% Sb) from 402.3 m
- **4.5 m @ 3.9 g/t AuEq** (3.2 g/t Au, 0.4% Sb) from 405.2 m, including:
  - o **1.1 m @ 10.8 g/t AuEq** (9.9 g/t Au, 0.5% Sb) from 408.2 m
- **10.5 m @ 6.2 g/t AuEq** (4.2 g/t Au, 1.1% Sb) from 414.0 m, including:
  - o **1.8 m @ 9.7 g/t AuEq** (6.7 g/t Au, 1.6% Sb) from 414.0 m
  - o **0.2 m @ 80.1 g/t AuEq** (78.2 g/t Au, 1.0% Sb) from 417.0 m
  - o **2.7 m @ 7.5 g/t AuEq** (3.9 g/t Au, 1.9% Sb) from 421.8 m
- **1.1 m @ 17.4 g/t AuEq** (12.9 g/t Au, 2.4% Sb) from 427.6 m
- **0.8 m @ 3.0 g/t AuEq** (0.5 g/t Au, 1.3% Sb) from 434.4 m
- **3.5 m @ 1.3 g/t AuEq** (0.4 g/t Au, 0.5% Sb) from 439.3 m
- **1.7 m @ 41.7 g/t AuEq** (38.3 g/t Au, 1.8% Sb) from 445.0 m
- **8.5 m @ 4.8 g/t AuEq** (1.7 g/t Au, 1.7% Sb) from 453.4 m, including:
  - o **0.5 m @ 22.2 g/t AuEq** (9.7 g/t Au, 6.6% Sb) from 456.7 m
  - o **0.9 m @ 22.8 g/t AuEq** (3.2 g/t Au, 10.4% Sb) from 458.6 m

The Company rounded out the quarter with the release of **SDDSC141** that was strategically positioned to test the system at depth, drilling parallel to the main structure. It successfully intercepted eight distinct mineralised zones, each representing one of these ladder “rungs”. The hole was drilled 65 m to 100 m below the successful SDDSC132 and intersected multiple high-grade intervals, including an impressive zone of 5.5 m grading 26.1 g/t gold equivalent from 589.3 m depth while testing a prospective corridor of 283 m (cumulative downhole length of dyke and sericite/carbonate altered sediment). SDDSC141 included **9 intercepts of Au > 20 g/t (up to 196 g/t)** and **5 intercepts of Sb > 2% (up to 4.1%)**. It was the fourth in a program testing high-grade mineralisation at depth underneath the prolific Golden Dyke Mine.

Highlights from drillhole SDDSC141 include:

- **2.3 m @ 4.3 g/t AuEq** (3.4 g/t Au, 0.5% Sb) from 448.8 m, including:
  - o **1.6 m @ 4.7 g/t AuEq** (3.4 g/t Au, 0.7% Sb) from 448.8 m
- **2.8 m @ 2.3 g/t AuEq** (1.4 g/t Au, 0.5% Sb) from 458.2 m
- **1.2 m @ 1.9 g/t AuEq** (1.3 g/t Au, 0.3% Sb) from 505.9 m
- **1.8 m @ 15.3 g/t AuEq** (10.0 g/t Au, 2.8% Sb) from 525.1 m
- **4.1 m @ 9.0 g/t AuEq** (8.3 g/t Au, 0.4% Sb) from 534.0 m, including:
  - o **0.6 m @ 13.2 g/t AuEq** (13.0 g/t Au, 0.1% Sb) from 534.0 m
  - o **1.0 m @ 26.4 g/t AuEq** (25.3 g/t Au, 0.6% Sb) from 536.6 m
- **1.6 m @ 5.9 g/t AuEq** (4.5 g/t Au, 0.7% Sb) from 549.8 m, including:
  - o **0.8 m @ 9.3 g/t AuEq** (7.5 g/t Au, 1.0% Sb) from 550.6 m
- **5.5 m @ 26.1 g/t AuEq** (25.4 g/t Au, 0.4% Sb) from 589.3 m, including:
  - o **1.4 m @ 101.6 g/t AuEq** (101.1 g/t Au, 0.3% Sb) from 592.4 m
- **1.5 m @ 2.0 g/t AuEq** (1.7 g/t Au, 0.2% Sb) from 603.8 m
- **6.3 m @ 5.0 g/t AuEq** (4.8 g/t Au, 0.1% Sb) from 613.0 m, including:
  - o **0.6 m @ 24.3 g/t AuEq** (24.0 g/t Au, 0.2% Sb) from 613.0 m
  - o **1.7 m @ 9.0 g/t AuEq** (8.7 g/t Au, 0.2% Sb) from 617.5 m
- **2.8 m @ 11.4 g/t AuEq** (10.0 g/t Au, 0.7% Sb) from 621.3 m, including:
  - o **0.1 m @ 188.2 g/t AuEq** (188.0 g/t Au, 0.1% Sb) from 621.3 m

- **2.4 m @ 1.8 g/t AuEq** (1.4 g/t Au, 0.2% Sb) from 634.7 m
- **1.5 m @ 2.2 g/t AuEq** (2.2 g/t Au, 0.0% Sb) from 650.3 m
- **0.2 m @ 10.5 g/t AuEq** (2.8 g/t Au, 4.1% Sb) from 670.3 m

## Apollo

**SDDSC124, SDDSC127 and SDDSC128** were reported from the Apollo prospect during the quarter.

**SDDSC124** is the deepest east to west drill hole (parallel to the ladder “rails”) drilled at the Apollo prospect. The hole intercepted eight high-grade vein sets across Apollo East and Apollo Deeps. This hole extended three vein set shapes by 95 m to 105 m down-dip at Apollo Deeps and was drilled ~100 m below and parallel to SDDSC108A ([27 February, 2024](#)). The hole included **three intervals of > 20 g/t Au (up to 54.4 g/t Au)** and **two intervals > 5% Sb (up to 23.4% Sb)**.

Extended highlights from SDDSC124 include:

- **0.3 m @ 33.9 g/t AuEq** (28.7 g/t Au, 2.8% Sb) from 364.4 m
- **0.4 m @ 29.9 g/t AuEq** (10.0 g/t Au, 10.6% Sb) from 375.8 m
- **1.0 m @ 7.9 g/t AuEq** (7.9 g/t Au, 0.0% Sb) from 404.0 m
- **6.3 m @ 6.6 g/t AuEq** (2.9 g/t Au, 2.0% Sb) from 427.3 m, including:
  - o **0.5 m @ 62.2 g/t AuEq** (18.2 g/t Au, 23.4% Sb) from 427.5 m
  - o **1.0 m @ 8.0 g/t AuEq** (7.4 g/t Au, 0.3% Sb) from 430.4 m
- **2.0 m @ 1.4 g/t AuEq** (0.7 g/t Au, 0.4% Sb) from 438.0 m
- **1.0 m @ 2.1 g/t AuEq** (2.0 g/t Au, 0.0% Sb) from 443.0 m
- **0.3 m @ 31.0 g/t AuEq** (25.1 g/t Au, 3.2% Sb) from 447.1 m
- **0.7 m @ 19.3 g/t AuEq** (19.3 g/t Au, 0.0% Sb) from 795.8 m, including:
  - o **0.2 m @ 54.4 g/t AuEq** (54.4 g/t Au, 0.0% Sb) from 796.3 m
- **3.8 m @ 3.4 g/t AuEq** (0.4 g/t Au, 1.6% Sb) from 833.2 m
- **3.9 m @ 0.7 g/t AuEq** (0.7 g/t Au, 0.0% Sb) from 897.1 m
- **2.2 m @ 1.2 g/t AuEq** (1.2 g/t Au, 0.0% Sb) from 904.5 m
- **1.0 m @ 4.8 g/t AuEq** (4.5 g/t Au, 0.1% Sb) from 913.3 m
- **1.3 m @ 2.1 g/t AuEq** (2.1 g/t Au, 0.0% Sb) from 920.8 m

**SDDSC127** drilled **four vein sets** (with two new vein sets identified) at Apollo East. Extended highlights from SDDSC127 include:

- **1.8 m @ 1.3 g/t AuEq** (1.3 g/t Au, 0.0% Sb) from 274.3 m
- **3.6 m @ 1.3 g/t AuEq** (0.5 g/t Au, 0.4% Sb) from 283.6 m
- **0.5 m @ 16.7 g/t AuEq** (13.8 g/t Au, 1.6% Sb) from 384.0 m, including:
  - o **0.2 m @ 30.7 g/t AuEq** (26.7 g/t Au, 2.1% Sb) from 384.2 m
- **0.5 m @ 10.9 g/t AuEq** (9.6 g/t Au, 0.7% Sb) from 396.1 m
- **0.4 m @ 20.1 g/t AuEq** (19.1 g/t Au, 0.6% Sb) from 413.6 m
- **0.1 m @ 54.6 g/t AuEq** (54.6 g/t Au, 0.0% Sb) from 420.3 m
- **3.5 m @ 6.2 g/t AuEq** (4.0 g/t Au, 1.2% Sb) from 423.2 m, including:
  - o **1.0 m @ 19.4 g/t AuEq** (11.7 g/t Au, 4.1% Sb) from 425.8 m
- **5.2 m @ 1.6 g/t AuEq** (1.4 g/t Au, 0.1% Sb) from 436.0 m

**SDDSC128** was drilled east to west, parallel to and within the dyke/breccia host structure (the ladder “rails”) and intercepted eleven mineralised vein sets (the ladder “rungs”) across Apollo East and Apollo Deeps. Two high-grade vein sets were extended 20 m and 60 m down-dip. SDDSC128 included **11 intercepts of Au > 20 g/t (up to 167 g/t Au)** and **11 intercepts of Sb > 5% (up to 16.4% Sb)**. Extended highlights from SDDSC128 include:

- **0.3 m @ 15.7 g/t AuEq** (15.7 g/t Au, 0.0% Sb) from 495.5 m
- **3.0 m @ 1.6 g/t AuEq** (1.4 g/t Au, 0.1% Sb) from 499.9 m
- **21.9 m @ 4.0 g/t AuEq** (2.6 g/t Au, 0.8% Sb) from 505.4 m, including:
  - o **2.5 m @ 15.5 g/t AuEq** (9.6 g/t Au, 3.1% Sb) from 512.4 m
  - o **1.9 m @ 14.7 g/t AuEq** (9.8 g/t Au, 2.6% Sb) from 519.8 m
- **7.8 m @ 7.5 g/t AuEq** (6.8 g/t Au, 0.4% Sb) from 547.7 m, including:
  - o **0.6 m @ 81.9 g/t AuEq** (74.7 g/t Au, 3.8% Sb) from 547.7 m

- **0.9 m @ 7.7 g/t AuEq** (7.1 g/t Au, 0.3% Sb) from 553.7 m
- **5.7 m @ 6.3 g/t AuEq** (4.6 g/t Au, 0.9% Sb) from 575.6 m, including:
  - **1.6 m @ 8.1 g/t AuEq** (6.1 g/t Au, 1.0% Sb) from 575.8 m
  - **2.4 m @ 8.3 g/t AuEq** (6.1 g/t Au, 1.2% Sb) from 578.8 m
- **0.5 m @ 23.4 g/t AuEq** (18.7 g/t Au, 2.5% Sb) from 626.5 m, including:
  - **0.1 m @ 76.6 g/t AuEq** (62.3 g/t Au, 7.6% Sb) from 626.5 m
- **0.3 m @ 135.9 g/t AuEq** (116.0 g/t Au, 10.6% Sb) from 628.8 m
- **1.3 m @ 5.2 g/t AuEq** (5.0 g/t Au, 0.1% Sb) from 634.4 m, including:
  - **0.1 m @ 38.5 g/t AuEq** (38.1 g/t Au, 0.2% Sb) from 635.6 m
- **0.7 m @ 4.3 g/t AuEq** (1.7 g/t Au, 1.4% Sb) from 638.2 m
- **3.3 m @ 4.7 g/t AuEq** (3.8 g/t Au, 0.5% Sb) from 642.1 m, including:
  - **1.6 m @ 7.9 g/t AuEq** (6.2 g/t Au, 0.9% Sb) from 643.7 m
- **0.2 m @ 55.7 g/t AuEq** (35.8 g/t Au, 10.6% Sb) from 660.1 m
- **3.1 m @ 1.2 g/t AuEq** (1.0 g/t Au, 0.1% Sb) from 665.7 m
- **4.6 m @ 1.8 g/t AuEq** (1.3 g/t Au, 0.3% Sb) from 674.9 m
- **9.7 m @ 2.3 g/t AuEq** (1.2 g/t Au, 0.6% Sb) from 684.1 m, including:
  - **0.3 m @ 20.1 g/t AuEq** (12.1 g/t Au, 4.2% Sb) from 688.7 m
  - **1.1 m @ 5.4 g/t AuEq** (3.1 g/t Au, 1.2% Sb) from 692.7 m
- **3.6 m @ 4.0 g/t AuEq** (2.6 g/t Au, 0.7% Sb) from 696.0 m, including:
  - **0.6 m @ 19.2 g/t AuEq** (14.5 g/t Au, 2.5% Sb) from 699.0 m
- **0.3 m @ 43.4 g/t AuEq** (28.6 g/t Au, 7.9% Sb) from 704.7 m

### Christina

The Company reported the first ever drill results below the historic Christina mine during the quarter with spectacular results that included **1.7 m @ 250.8 g/t Au and 1.7% Sb, the 7<sup>th</sup> best intersection recorded on the project at the time.** The new drilling at Christina expanded the footprint of drilled mineralisation at Sunday Creek by 19% to 1,350 m.

Six drill holes (**SDDSC131, SDDSC134, SDDSC135, SDDSC137, SDDSC137W1 and SDDSC137W2**) reported were the first holes from below the historic Christina mine. All holes here were drilled across the targeted mineralised host (determining the extent of the rails of “the ladder”) and demonstrated high-grade mineralisation within vein sets (“rungs of the ladder”) up to 260 m west of previous drilling.

**SDDSC137W2** (110 m west of previous drilling) drilled three high-grade vein sets over a 38 m down hole interval (16 m estimated true width (“ETW”)) adjacent to the Christina historic mining area with two occurrences of visible gold noted in the drill core. The highest-grade interval (**1.7 m @ 250.8 g/t Au**) was intersected 175 m vertically below the surface. SDDSC137W2 was successfully drilled to recover core from a zone of core loss in the adjacent parent hole SDDSC137.

The hole was drilled at a higher angle to the mineralised vein sets (the “rungs” of the ladder) than SDDSC131,134 and 135. The intersection of high-grade mineralisation at this shallow depth strongly indicates the potential for additional and even higher-grade mineralisation at depth, consistent with the now well understood Sunday Creek characteristics. Extended highlights include:

- **11.9 m @ 1.8 g/t AuEq** (0.9 g/t Au, 0.5% Sb) from 166.9 m, including
  - **1.0 m @ 10.6 g/t AuEq** (4.9 g/t Au, 3.0% Sb) from 174.0 m
- **0.7 m @ 8.1 g/t AuEq** (6.2 g/t Au, 1.1% Sb) from 181.0 m
- **3.0 m @ 1.3 g/t AuEq** (0.6 g/t Au, 0.3% Sb) from 184.0 m
- **2.0 m @ 4.6 g/t AuEq** (3.8 g/t Au, 0.4% Sb) from 195.0 m, including:
  - **0.9 m @ 8.9 g/t AuEq** (8.2 g/t Au, 0.4% Sb) from 196.1 m
- **1.0 m @ 2.6 g/t AuEq** (1.3 g/t Au, 0.7% Sb) from 199.8 m
- **1.7 m @ 254.0 g/t AuEq** (250.8 g/t Au, 1.7% Sb) from 208.2 m, including:
  - **0.3 @ 187.1 g/t AuEq** (184 g/t Au, 1.7% Sb) from 208.2 m\* and
  - **1.0 m @ 372.0 g/t AuEq** (369.0 g/t Au, 1.6% Sb) from 209.0 m\*

**SDDSC137** (110 m west of previous drilling) drilled **six new high-grade vein sets** over a 54 m down hole interval (27 m ETW) adjacent to the Christina historic mining area and successfully intercepted spatially consistent high-grade vein sets with the wedge hole SDDSC137W2). Seven occurrences of visible gold noted in the drill core.

SDDSC137W2 was successfully drilled to recover core from a zone of core loss in the parent hole SDDSC137. Extended highlights include:

- **2.0 m @ 1.7 g/t AuEq** (0.7 g/t Au, 0.5% Sb) from 173.0 m
- **3.0 m @ 0.9 g/t AuEq** (0.7 g/t Au, 0.1% Sb) from 180.0 m
- **3.0 m @ 1.0 g/t AuEq** (0.5 g/t Au, 0.3% Sb) from 186.0 m
- **2.3 m @ 2.5 g/t AuEq** (2.5 g/t Au, 0.0% Sb) from 201.7 m (core loss 200.8 m - 201.7 m)
- **3.8 m @ 11.8 g/t AuEq** (10.2 g/t Au, 0.9% Sb) from 209.2 m (core loss 207.2 m – 209.2 m), including:
  - **2.0 m @ 20.7 g/t AuEq** (18.2 g/t Au, 1.3% Sb) from 210.0 m
- **3.6 m @ 1.6 g/t AuEq** (1.0 g/t Au, 0.3% Sb) from 215.9 m
- **1.4 m @ 10.9 g/t AuEq** (8.3 g/t Au, 1.4% Sb) from 222.1 m, including:
  - **0.3 m @ 38.6 g/t AuEq** (32.3 g/t Au, 3.4% Sb) from 222.6 m
- **0.7 m @ 9.3 g/t AuEq** (7.7 g/t Au, 0.8% Sb) from 225.3 m
- **1.3 m @ 36.9 g/t AuEq** (35.0 g/t Au, 1.0% Sb) from 228.2 m, including:
  - **0.7 m @ 69.4 g/t AuEq** (66.4 g/t Au, 1.6% Sb) from 228.6 m
- **0.7 m @ 4.6 g/t AuEq** (3.5 g/t Au, 0.5% Sb) from 233.8 m

**SDDSC131, 134 and 135** were designed to drill south to north to identify the mineralised corridor below the historic Christina mining area (“Control Holes”) and confirm the continuity of dyke and altered sediment. A significant pyritic halo with altered sediment and dyke was confirmed. These holes were drilled sub-parallel to the mineralised vein set orientation (drilled to define the mineralised structure) and were not expected to intersect significant mineralisation. Highlights include:

**SDDSC134** (240 m west of previous drilling)

- **2.7 m @ 6.4 g/t AuEq** (6.3 g/t Au, 0.0% Sb) from 110.6 m, including:
  - **0.8 m @ 17.1 g/t AuEq** (17.0 g/t Au, 0.1% Sb) from 110.6 m

**SDDSC135** (210 m west of previous drilling)

- **2.0 m @ 1.9 g/t AuEq** (1.8 g/t Au, 0.0% Sb) from 78.8 m

**SDDSC131** (250 m west of previous drilling), successfully intercepted the dyke and altered sediment host structure.

- **3.7 m @ 1.0 g/t AuEq** (0.7 g/t Au, 0.2% Sb) from 186.9 m

## Rising Sun

The Company commenced the detailed drilling program in June 2024 and announced results from five navigational (“NAVI”) diamond drillholes (**SDDSC050W1, 050W2, 092W1, 092W2 and 092W3**). NAVI drilling is a specialised drilling application utilising down hole motors to make alterations to the direction of a diamond core drill hole. Detailed drilling was undertaken around high-grade areas with the aim to build further confidence of grade continuity between high-grade intersections by drilling branch holes off an already drilled ‘parent hole’. NAVI drilling also has the advantage of saving drill metres by utilising an existing parent hole.

Five navigational “daughter” holes were drilled at the Rising Sun prospect from existing parent holes (SDDSC050 and SDDSC092). All holes were considered successful in their goal of proving continuity of geology and grade in close spacing (12 m – 25 m) and additionally intercepted grade in previously untested areas.

The NAVI drill program successfully demonstrated:

1. Predictability of intercepting mineralised veins sets at interpreted positions.
2. The CV maintained a consistent low value (average of 1.63 (pre NAVI drilling) to 1.65 (post NAVI drilling)) for all of the six veins intersected by the NAVI program (based on uncut, sample composites). This provides confidence in both continuity at all grades and the robustness of the geological model. It also suggests the current broader drill spacing across the Sunday Creek deposit supports the geological/resource modelling assumptions and methodology.
3. Additional gold-antimony mineralised vein sets were intersected by the detailed drill spacing provided by the NAVI drilling in areas where earlier broader spaced drilling had not previously tested. This augurs well for the discovery of further mineralisation with increased drilling.
4. The successful execution of the NAVI drill program demonstrated it will be a key method during future infill drill programs.

Holes **SDDSC092W1**, **SDDSC092W2** and **SDDSC092W3** were drilled to test up dip extension of mineralisation on the margins of the Golden Orb Fault. **SDDSC092W1**, **SDDSC092W2** drilled through the Golden Orb Fault earlier than predicted and therefore failed to test the Rising Sun mineralisation. However, the holes intercepted high grade gold and antimony mineralisation in a previously undrilled zone before the Rising Sun target area. Drill hole **SDDSC092W3**, drilled below the Golden Orb Fault, also intercepted the untested mineralisation as well as confirming geological continuity at 15 m to 30 m separation from mineralisation defined in the parent hole.

- **SDDSC092W1** was collared at 610.1 m and core drilling commenced at 647 m. The drillhole intercepted previously untested mineralisation higher in the hole before intersecting the Golden Orb Fault. Highlights include:
  - **4.0 m @ 6.9 g/t AuEq** (5.3 g/t Au, 0.8% Sb) from 648.5 m, including:
    - **1.7 m @ 14.5 g/t AuEq** (12.0 g/t Au, 1.3% Sb) from 650.4 m
- **SDDSC092W2** was collared at 613.5 m down SDDSC092 and core drilling commenced at 648.6 m. This drillhole intercepted untested mineralisation between known vein surfaces and confirmed continuity on the RS90 vein set, 22 m from the parent hole. Highlights include:
  - **1.5 m @ 7.3 g/t AuEq** (1.6 g/t Au, 3.0% Sb) from 648.6 m, including:
    - **1.1 m @ 8.8 g/t AuEq** (1.8 g/t Au, 3.7% Sb) from 648.6 m
  - **0.2 m @ 31.0 g/t AuEq** (31.0 g/t Au, 0.0% Sb) from 701.3 m
  - **4.7 m @ 0.8 g/t AuEq** (0.8 g/t Au, 0.0% Sb) from 712.3 m
- **SDDSC092W3** was collared at 613.5 m and core drilling commenced at 636.1 m. This drillhole intercepted extensive untested mineralisation before the RS80 vein set as well as confirming geological continuity at 15 m to 30 m separation from the parent hole on the RS80 and RS90 vein sets. Highlights include:
  - **0.6 m @ 10.1 g/t AuEq** (6.3 g/t Au, 2.0% Sb) from 636.1 m, including:
    - **0.5 m @ 11.4 g/t AuEq** (7.3 g/t Au, 2.1% Sb) from 636.1 m
  - **2.0 m @ 1.9 g/t AuEq** (0.9 g/t Au, 0.5% Sb) from 658.0 m
  - **0.2 m @ 29.8 g/t AuEq** (9.1 g/t Au, 11.0% Sb) from 663.1 m
  - **3.4 m @ 3.1 g/t AuEq** (0.9 g/t Au, 1.2% Sb) from 666.9 m, including:
    - **0.7 m @ 13.9 g/t AuEq** (4.0 g/t Au, 5.3% Sb) from 669.6 m
  - **0.3 m @ 81.4 g/t AuEq** (62.2 g/t Au, 10.2% Sb) from 674.3 m
  - **8.5 m @ 1.4 g/t AuEq** (0.6 g/t Au, 0.4% Sb) from 683.8 m
  - **1.7 m @ 4.6 g/t AuEq** (1.7 g/t Au, 1.5% Sb) from 696.3 m, including:
    - **0.4 m @ 15.8 g/t AuEq** (3.8 g/t Au, 6.4% Sb) from 697.6 m – RS80

Drillholes **SDDSC050W1** and **SDDSC050W2** were drilled to confirm geological and grade continuity of four high-grade vein sets.

**SDDSC050W2** was collared 602 m down SDDSC050 and core return commenced at 657.4 m. This drillhole intercepted four mineralised vein sets at a separation of 29 m to 56 m from the parent hole. Three of the vein sets are high-grade intercepts and all confirm geological and grade continuity. Highlights include:

- **0.5 m @ 9.1 g/t AuEq** (8.7 g/t Au, 0.2% Sb) from 694.1 m – RS80
- **2.0 m @ 2.5 g/t AuEq** (1.4 g/t Au, 0.6% Sb) from 702.0 m
- **1.3 m @ 52.6 g/t AuEq** (52.6 g/t Au, 0.0% Sb) from 730.0 m – RS90
- **0.1 m @ 173.0 g/t AuEq** (173.0 g/t Au, 0.0% Sb) from 739.1 m – RS100
- **1.0 m @ 4.2 g/t AuEq** (4.2 g/t Au, 0.0% Sb) from 743.0 m

**SDDSC050W1** was collared 626 m down SDDSC050 and core return commenced at 675.3 m. This drillhole intersected each vein set at lower grades from 12 m, 18 m, 20 m and 28 m of separation from the parent hole on the RS80, RS90, RS100 and RS110L vein sets, respectively, confirming geological continuity. Highlights included **1.2 m @ 1.8 g/t AuEq** (1.7 g/t Au, 0.1% Sb) from 736.8 m from vein set RS80.

Subsequent to the end of the quarter, the Company released two separate sets of spectacular drill results which solidified Sunday Creek as the premier new global gold discovery of recent years.

The first set from Apollo included **SDDSC133, SDDSC136, SDDSC139, SDDSC143 and SDDSC145.**

Drill hole **SDDSC145** continues the systematic stepdown drilling program at Apollo, delivering exceptional results including a 0.5 m intersection grading 2,554 g/t AuEq. The hole achieved the **highest-grade gold intersection ever recorded at Apollo and the second highest across the entire Sunday Creek Project, while also representing the fourth highest composite intercept to date.**

The hole was strategically drilled parallel to the mineralised corridor (but at a high angle to the mineralised vein sets), testing a prospective window of 310 m within the host position and averaged **186.0 m @ 9.6 g/t AuEq (8.8 g/t Au, 0.4% Sb)**\*(uncut).

A key achievement was extending the high-grade core of the A138 vein set in SDDSC145 **0.5 m @ 2,544.0 g/t AuEq** (2,541.9 g/t Au, 1.1% Sb) from 876.4 m, by 76 m down-dip below previously drilled SDDSC0128 **0.3 m @ 43.4 g/t AuEq** (28.6 g/t Au, 7.9% Sb) from 704.7 m, confirming strong vertical continuity of the mineralisation.

Significant mineralisation was intersected throughout the hole from 708 m to 890 m depth, with the deepest sections (>870 m) yielding some of the most impressive grades. This pattern of increasing grade with depth aligns with typical characteristics of Victorian epizonal deposits.

The drill hole intersected eight distinct mineralised vein-sets:

- Four represent down-dip extensions
- Four are infill intersections
- Nine intervals exceeded 50 g/t Au (with a high of 4,880.0 g/t Au)
- Eight intervals contained over 5% antimony (Sb), with values up to 32.2% Sb

These multiple high-grade zones demonstrate the presence of a robust mineralising system that continues to improve with depth, supporting the ongoing systematic deeper drilling program at Apollo. At Apollo, as for the adjacent Rising Sun mineralisation, grades are increasing at depth. Extended highlights include:

- **2.1 m @ 1.3 g/t AuEq** (1.3 g/t Au, 0.0% Sb) from 548.8 m
- **11.6 m @ 5.8 g/t AuEq** (3.5 g/t Au, 1.3% Sb) from 708.6 m, including:
  - **1.6 m @ 9.8 g/t AuEq** (6.5 g/t Au, 1.8% Sb) from 710.2 m
  - **2.7 m @ 7.3 g/t AuEq** (3.8 g/t Au, 1.9% Sb) from 713.0 m
  - **1.8 m @ 11.7 g/t AuEq** (6.4 g/t Au, 2.8% Sb) from 716.9 m
- **8.0 m @ 11.9 g/t AuEq** (10.6 g/t Au, 0.7% Sb) from 722.5 m, including:
  - **0.5 m @ 133.2 g/t AuEq** (131.2 g/t Au, 1.1% Sb) from 724.4 m
  - **2.2 m @ 6.5 g/t AuEq** (4.2 g/t Au, 1.2% Sb) from 727.5 m
- **2.0 m @ 1.1 g/t AuEq** (0.5 g/t Au, 0.3% Sb) from 733.4 m
- **1.5 m @ 29.4 g/t AuEq** (18.9 g/t Au, 5.6% Sb) from 753.2 m, including:
  - **0.7 m @ 62.9 g/t AuEq** (39.8 g/t Au, 12.3% Sb) from 753.4 m
- **6.2 m @ 1.3 g/t AuEq** (0.6 g/t Au, 0.4% Sb) from 758.8 m
- **5.4 m @ 2.0 g/t AuEq** (1.2 g/t Au, 0.5% Sb) from 781.1 m, including:
  - **1.2 m @ 5.5 g/t AuEq** (2.3 g/t Au, 1.7% Sb) from 783.9 m
- **0.9 m @ 45.9 g/t AuEq** (44.1 g/t Au, 0.9% Sb) from 797.2 m, including:
  - **0.3 m @ 130.5 g/t AuEq** (127.0 g/t Au, 1.9% Sb) from 797.2 m
- **1.4 m @ 5.2 g/t AuEq** (4.2 g/t Au, 0.5% Sb) from 801.7 m, including:
  - **0.4 m @ 15.5 g/t AuEq** (13.1 g/t Au, 1.3% Sb) from 801.7 m
- **4.1 m @ 1.4 g/t AuEq** (0.5 g/t Au, 0.5% Sb) from 805.6 m
- **1.3 m @ 8.0 g/t AuEq** (3.6 g/t Au, 2.4% Sb) from 822.5 m
- **0.5 m @ 93.4 g/t AuEq** (48.9 g/t Au, 23.6% Sb) from 828.8 m
- **1.8 m @ 4.4 g/t AuEq** (2.6 g/t Au, 0.9% Sb) from 837.3 m, including:
  - **1.5 m @ 4.6 g/t AuEq** (2.7 g/t Au, 1.0% Sb) from 837.3 m
- **2.3 m @ 19.2 g/t AuEq** (19.2 g/t Au, 0.0% Sb) from 870.6 m, including:
  - **0.5 m @ 85.3 g/t AuEq** (85.2 g/t Au, 0.1% Sb) from 872.3 m
- **0.5 m @ 2,544.0 g/t AuEq** (2,541.9 g/t Au, 1.1% Sb) from 876.4 m
- **4.8 m @ 21.8 g/t AuEq** (14.7 g/t Au, 3.8% Sb) from 887.2 m, including:
  - **1.7 m @ 59.8 g/t AuEq** (40.4 g/t Au, 10.3% Sb) from 890.3 m

Drill hole **SDDSC143**, positioned 155 m up-dip from SDDSC145, successfully tested a 224 m prospective corridor, delivering strong infill results across nine mineralised vein sets. The hole extended three high-grade vein sets by 20 m to 40 m while returning **five intercepts greater than 20 g/t Au (with values up to 86.6 g/t Au) and twelve intercepts exceeding 5% Sb (reaching up to 34.9% Sb)**. This infill hole has effectively enhanced the understanding of the mineralisation between previously drilled sections. Extended highlights include:

- **1.5 m @ 8.0 g/t AuEq** (3.9 g/t Au, 2.2% Sb) from 449.7 m
- **1.6 m @ 2.1 g/t AuEq** (1.5 g/t Au, 0.4% Sb) from 459.9 m
- **1.9 m @ 1.6 g/t AuEq** (0.5 g/t Au, 0.6% Sb) from 496.9 m
- **2.1 m @ 5.3 g/t AuEq** (4.5 g/t Au, 0.4% Sb) from 508.1 m, including:
  - o **0.5 m @ 21.4 g/t AuEq** (20.2 g/t Au, 0.7% Sb) from 509.8 m
- **2.8 m @ 17.5 g/t AuEq** (9.9 g/t Au, 4.1% Sb) from 525.0 m, including:
  - o **1.6 m @ 29.7 g/t AuEq** (16.1 g/t Au, 7.2% Sb) from 525.6 m
- **4.9 m @ 1.5 g/t AuEq** (1.1 g/t Au, 0.2% Sb) from 537.7 m
- **1.3 m @ 5.1 g/t AuEq** (3.7 g/t Au, 0.8% Sb) from 545.3 m
- **5.4 m @ 1.8 g/t AuEq** (1.0 g/t Au, 0.4% Sb) from 553.3 m
- **3.7 m @ 1.0 g/t AuEq** (0.8 g/t Au, 0.1% Sb) from 602.4 m
- **2.5 m @ 6.4 g/t AuEq** (2.0 g/t Au, 2.3% Sb) from 611.9 m, including:
  - o **0.4 m @ 34.3 g/t AuEq** (7.2 g/t Au, 14.4% Sb) from 612.4 m
- **3.1 m @ 8.8 g/t AuEq** (4.9 g/t Au, 2.1% Sb) from 630.4 m, including:
  - o **1.6 m @ 14.6 g/t AuEq** (7.3 g/t Au, 3.9% Sb) from 631.9 m
- **0.9 m @ 21.9 g/t AuEq** (12.1 g/t Au, 5.2% Sb) from 640.8 m, including:
  - o **0.6 m @ 34.0 g/t AuEq** (18.5 g/t Au, 8.2% Sb) from 641.2 m
- **0.8 m @ 3.5 g/t AuEq** (0.8 g/t Au, 1.5% Sb) from 649.9 m

Drill hole **SDDSC139**, originally designed to extend vein sets at Apollo East, deviated from its planned trajectory and was unsuccessful at intersecting the original target position. While the hole intersected four mineralised zones, only one achieved significant grades - the A130 vein set, which returned **1.1 m @ 19.2 g/t AuEq**. The hole included **three intercepts of >10 g/t Au (up to 77.5 g/t Au) and three intercepts of >5% Sb (up to 7.36% Sb)**. Extended highlights include:

- **0.7 m @ 3.6 g/t AuEq** (0.8 g/t Au, 1.5% Sb) from 367.5 m
- **0.9 m @ 5.5 g/t AuEq** (1.6 g/t Au, 2.1% Sb) from 395.1 m
- **0.2 m @ 13.1 g/t AuEq** (3.7 g/t Au, 5.0% Sb) from 401.2 m
- **1.1 m @ 19.2 g/t AuEq** (16.4 g/t Au, 1.5% Sb) from 436.3 m, including:
  - o **0.9 m @ 21.2 g/t AuEq** (18.4 g/t Au, 1.5% Sb) from 436.3 m

**SDDSC133** and **SDDSC136** were designed as control holes at Apollo East, with the intention to locate the dyke position. Both holes drilled N-S striking faults at the expected dyke location and hence did not intercept the dyke body. **SDDSC133** intercepted the Goliath Fault, and **SDDSC136** intercepted the Gatekeeper Fault.

Highlight from SDDSC136:

- **1.6 m @ 2.6 g/t AuEq** (2.6 g/t Au, 0.0% Sb) from 147.0 m

The following week, the Company released results from drill holes **SDDSC129** and **SDDSC144** are announced here from the Rising Sun prospect at the 100%-owned Sunday Creek Gold-Antimony Project in Victoria.

**Drill hole SDDSC144** delivered outstanding results at Sunday Creek, intercepting multiple high-grade gold-antimony veins across a 270 m prospective corridor. The hole, which was strategically drilled parallel to the dyke/breccia/altered sediment host and at a high angle to the mineralised vein sets, returned a **242.1 m @ 6.0 g/t gold (uncut) traversing eight distinct high-grade vein sets**. Five vein sets represent down-dip extensions of 25 m to 55 m and three are infill intersections. Highlights included **3.6 m @ 117.3 g/t AuEq** (114.6 g/t Au, 1.4% Sb) from 748.8 m and most notably, the hole produced one of the project's highest-grade intersections to date, returning **0.16 m at 3,352.0 g/t AuEq** (3,330.0 g/t Au, 11.7% Sb) from 776.6 m, ranking as the seventh-best composite interval and containing the fourth-highest gold assay in the project's history.

The high-grade nature of mineralisation is further demonstrated by **ten intervals exceeding 100 g/t Au**, with values up to 3,330.0 g/t Au, and four intervals containing more than 2% antimony, reaching a maximum of 11.7% Sb. **The hole has significantly contributed to the project's high-grade inventory, adding four new >100 g/t AuEq \* m intercepts and one intersection in the 50 to 100 g/t AuEq \* m range (at a 2.0 m @ 1.0 g/t AuEq cutoff), bringing the project total to fifty-four high-grade intersections.**

These results continue to demonstrate the high-grade nature and expanding scale of the Sunday Creek mineralised system, with successful extensions of known mineralised shapes and the discovery of new high-grade vein sets within the exploration target area. Extended highlights for SDDSC144 include:

- **3.4 m @ 1.8 g/t AuEq** (1.1 g/t Au, 0.3% Sb) from 545.3 m
- **6.3 m @ 2.5 g/t AuEq** (1.7 g/t Au, 0.4% Sb) from 554.0 m
- **15.7 m @ 12.0 g/t AuEq** (11.4 g/t Au, 0.3% Sb) from 567.1 m, including:
  - o **4.1 m @ 40.8 g/t AuEq** (40.2 g/t Au, 0.3% Sb) from 568.9 m
- **1.9 m @ 2.4 g/t AuEq** (1.8 g/t Au, 0.3% Sb) from 591.7 m
- **1.0 m @ 4.0 g/t AuEq** (3.9 g/t Au, 0.0% Sb) from 596.6 m
- **0.7 m @ 193.5 g/t AuEq** (193.4 g/t Au, 0.1% Sb) from 609.3 m
- **0.5 m @ 87.1 g/t AuEq** (84.8 g/t Au, 1.2% Sb) from 632.5 m, including:
  - o **0.2 m @ 210.6 g/t AuEq** (206.0 g/t Au, 2.5% Sb) from 632.5 m
- **3.7 m @ 1.5 g/t AuEq** (0.9 g/t Au, 0.3% Sb) from 638.0 m
- **0.5 m @ 7.7 g/t AuEq** (7.6 g/t Au, 0.1% Sb) from 650.0 m
- **1.0 m @ 4.2 g/t AuEq** (3.9 g/t Au, 0.2% Sb) from 656.0 m
- **5.8 m @ 4.8 g/t AuEq** (4.3 g/t Au, 0.3% Sb) from 659.4 m, including:
  - o **0.4 m @ 56.8 g/t AuEq** (56.1 g/t Au, 0.4% Sb) from 664.8 m
- **3.6 m @ 18.2 g/t AuEq** (18.2 g/t Au, 0.0% Sb) from 697.4 m, including:
  - o **1.2 m @ 55.3 g/t AuEq** (55.2 g/t Au, 0.1% Sb) from 697.4 m
- **1.2 m @ 2.7 g/t AuEq** (2.5 g/t Au, 0.1% Sb) from 719.5 m
- **2.2 m @ 1.4 g/t AuEq** (1.3 g/t Au, 0.0% Sb) from 733.9 m
- **2.8 m @ 0.8 g/t AuEq** (0.7 g/t Au, 0.1% Sb) from 743.5 m
- **3.6 m @ 117.3 g/t AuEq** (114.6 g/t Au, 1.4% Sb) from 748.8 m, including:
  - o **0.6 m @ 653.6 g/t AuEq** (639.8 g/t Au, 7.3% Sb) from 751.8 m
- **0.16 m @ 3,352.0 g/t AuEq** (3,330.0 g/t Au, 11.7% Sb) from 776.6 m

**Drill hole SDDSC129** is the deepest hole (1,269.8 m) drilled to date at Sunday Creek, successfully extended known mineralisation. The hole served as a crucial control hole for SDDSC144, effectively defining the system's southern margins and leading to the discovery of high-grade mineralisation 30 m north of the subsequently drilled SDDSC144. Mineralisation remains open to the north of SDDSC144.

SDDSC129 intercepted three distinct high-grade vein sets. The most significant intersection returned **1.5 m @ 21.5 g/t AuEq** (21.5 g/t Au, 0.0% Sb) from 1,238.6 m, representing the equal-deepest high-grade intercept on the project to date. This intersection is significant, extending mineralization 100 m down-dip from previous drilling.

The hole extended known mineralisation by 52 m below SDDSC118 (which returned **3.6 m @ 124.8 g/t AuEq** from 1,120.4 m). The high-grade nature of the mineralisation is demonstrated by six intervals exceeding 5 g/t Au, with values reaching up to 56.3 g/t Au. Extended highlights include:

- **1.1 m @ 2.8 g/t AuEq** (2.8 g/t Au, 0.0% Sb) from 826.1 m
- **1.6 m @ 1.3 g/t AuEq** (1.3 g/t Au, 0.0% Sb) from 830.2 m
- **0.8 m @ 8.4 g/t AuEq** (8.4 g/t Au, 0.0% Sb) from 890.7 m
- **0.9 m @ 4.9 g/t AuEq** (4.9 g/t Au, 0.0% Sb) from 1,079.2 m
- **1.5 m @ 21.5 g/t AuEq** (21.5 g/t Au, 0.0% Sb) from 1,238.6 m, including:
  - o **0.8 m @ 36.6 g/t AuEq** (36.6 g/t Au, 0.0% Sb) from 1,239.3 m
- **1.6 m @ 1.8 g/t AuEq** (1.8 g/t Au, 0.0% Sb) from 1,243.1 m

#### **Other Reported Drill Holes During the Quarter**

SDDSC123 was abandoned at 127 m due to the hole deviating from its original plan and was successfully redrilled as SDDSC124. Additionally, a further hole SDDSC137W1 was abandoned as it failed to recover the zone of core loss in the parent hole SDDSC137. Full information can be found in our announcements during the quarter at <https://www.southerncrossgold.com.au/investor/asx-announcements>.

## Regional Geophysical Survey

In addition to the above drill results, the Company commenced a large induced polarisation (“IP”) geophysical survey has commenced at Sunday Creek during the quarter. The aim of the program is to cover the significant historical occurrences and associated soil geochemical anomalies at Tonstal, Leviathan, Consols and Aftermath with a view to defining regional drill targets at the project. The survey will test over 6 km of dyke and altered sediment strike extent, covering a 12 km<sup>2</sup> footprint of multiple prospective trends along the same mineralised structure from the main drill area at Sunday Creek.

Previous regional drilling (ASX Release 12th October 2023) up to 8 km along strike from the main drill area at Sunday Creek confirmed the presence of the same dyke breccia host and crosscutting high grade gold-bearing veins as currently being drilled within the main mineralised zone. These results were commensurate with the very early drilling undertaken in what is now the core drill area at Sunday Creek. High grade gold, with anomalous and broad (150 m) mineralised halo were discovered with highlights including 0.5 m @ 15.7 g/t Au from 87.0 m (including visible gold) in SDDL003 at the Leviathan prospect.

The survey consists of a dipole-dipole 3D offset electrode configuration with 100 m spaced lines. Transmitter electrodes are spaced every 100 m along the line while receiver spacing is 50 m. In this configuration data is recorded over three lines simultaneously, providing ample current paths for 3D inversion and to maintain good depth penetration. The length of the lines range between 0.65 km and 2.0 km, with 62 lines tracking the interpreted regional strike extensions. The equipment consists of a GDD transmitter and 2 GDD receivers with 16 and 32 channels. The survey is expected to take three months to complete from its initiation.

## About Sunday Creek – Scale and Opportunity

The Sunday Creek epizonal-style gold project is located 60 km north of Melbourne within 19,365 hectares of granted exploration tenements. SXGC is also the freehold landholder of 133.29 hectares that form the key portion in and around the main drilled area at the Sunday Creek Project.

Gold and antimony form in a relay of vein sets that cut across a steeply dipping zone of intensely altered rocks (the “host”). When observed from above, the host resembles the side rails of a ladder, where the sub-vertical mineralised vein sets are the rungs that extend from surface to depth. At Apollo and Rising Sun these individual ‘rungs’ have been defined over 600 m depth extent from surface to 1,100 m below surface, with volume weighted median widths of 2.3 m (Rising Sun) to 3.4 m (Apollo), but can extend up to 10 m wide, and 20 m to 100 m long in strike length (30 m to 40 m average).

Cumulatively to the time of writing, 154 drill holes for 69,693.69 m have been reported from Sunday Creek since late 2020. An additional 12 holes for 582.55 m from Sunday Creek were abandoned due to deviation or hole conditions. Fourteen drillholes for 2,383 m have been reported regionally outside of the main Sunday Creek drill area. A total of 64 historic drill holes for 5,599 m were completed from the late 1960s to 2008. The project now contains a total of **fifty-four (54) >100 g/t AuEq x m and fifty-nine (59) >50 to 100 g/t AuEq x m drill holes** by applying a 2 m @ 1 g/t lower cut.

Our systematic drill program is strategically targeting these significant vein formations, initially these have been defined over 1,350 m strike of the host from Christina to Apollo prospects, of which approximately 620 m has been more intensively drill tested (Rising Sun to Apollo). At least 67 ‘rungs’ have been discovered to the date of writing, defined by high-grade intercepts (20 g/t to >7,330 g/t Au) along with lower grade edges. Ongoing step-out drilling is aiming to uncover the potential extent of this mineralised system.

Geologically, the project is located within the Melbourne Structural Zone in the Lachlan Fold Belt. The regional host to the Sunday Creek mineralisation is an interbedded turbidite sequence of siltstones and minor sandstones metamorphosed to sub-greenschist facies and folded into a set of open north-west trending folds.

## Mineralisation, Scale and Comparison to Other Epizonal Deposits

Mineralisation at Sunday Creek is structurally controlled, with increased mineralisation associated with brittle-ductile shear veins that show quartz-stibnite extension veining, stibnite-gold-matrix breccias and disseminated mineralisation in the form of arsenian pyrite, pyrite and arsenopyrite. The host for mineralisation is an east to north-east trending zone of intensely altered ‘bleached’ sericite-carbonate +/- silica altered siltstones and dyke rocks that ranges from

50 m to 200 m wide. A larger arsenic anomaly is associated with gold mineralisation, mostly represented by arsenian-pyrite but arsenopyrite-bearing zones predominate below 700 m vertical depth with a clear spatial relationship to high-grade gold. A sulphidic (pyritic) halo, predominately in bleached pyrite-sericitic veins rounds out the larger visible alteration footprint.

Mineralised vein sets cross the host structure at on a predominate north-west orientation and are typically 10 m to 40 m wide (cut off dependent), 20 m to 60 m along strike, and 300 m to 830 m down-dip. As compared to other deposits, Sunday Creek benefits from the presence of multiple high-grade veins. Mineralised shoots at Sunday Creek can also be formed at the intersection of the sub-vertical to shallower dipping 330 degree (NW) striking mineralised veins sets and the east-west striking, steeply north dipping structure hosting dioritic dykes and related intrusive breccias. Higher grades of mineralisation are often observed to concentrate on the dyke/altered sediment interface within individual vein sets.

At Sunday Creek, and as is typical for epizonal deposits (for example Fosterville and Costerfield, Reefton (NZ)), visible gold becomes increasingly significant at depth below approximately 500 m at Sunday Creek. This represents the different temperatures and changes in structural regimes of formation of epizonal Au-Sb and Au dominant mineralisation. Gold at Sunday Creek is hosted in quartz and carbonate vein sets, associated with stibnite bearing veins and breccias.

### **Critical Metal Epizonal Gold-Antimony Deposits**

Sunday Creek is an epizonal gold-antimony deposit formed in the late Devonian (like Fosterville, Costerfield and Redcastle), 60 million years later than mesozonal gold systems formed in Victoria (for example Ballarat and Bendigo). Epizonal deposits are a form of orogenic gold deposit classified according to their depth of formation: epizonal (<6 km), mesozonal (6-12 km) and hypozonal (>12 km).

Epizonal deposits in Victoria often have associated high levels of the critical metal, antimony, and Sunday Creek is no exception. China claims a 56 per cent share of global mined supplies of antimony, according to a 2023 European Union study. Antimony features highly on the critical minerals lists of many countries including Australia, the United States of America, Canada, Japan and the European Union. Australia ranks seventh for antimony production despite all production coming from a single mine at Costerfield in Victoria, located nearby to all SXGC projects. Antimony alloys with lead and tin which results in improved properties for solders, munitions, bearings and batteries. Antimony is a prominent additive for halogen-containing flame retardants. Adequate supplies of antimony are critical to the world's energy transition, and to the high-tech industry, especially the semi-conductor and defence sectors where it is a critical additive to primers in munitions.

In August 2024, the Chinese government announced it will place export limits from September 15, 2024 on antimony and antimony products. This will put pressure on Western defence supply chains and negatively affect the supply of the metal and push up pricing given China's dominance of the supply of the metal in the global markets. This is positive for SXGC as we are likely to have one of the very few large and high-quality projects of antimony in the western world that can feed western demand into the future.

Antimony represents approximately 20% in situ recoverable value of Sunday Creek at an AuEq of 1.88.

### **Gold Equivalent Calculation**

SXGC considers that both gold and antimony that are included in the gold equivalent calculation ("AuEq") have reasonable potential to be recovered at Sunday Creek, given current geochemical understanding, historic production statistics and geologically analogous mining operations. Historically, ore from Sunday Creek was treated onsite or shipped to the Costerfield mine, located 54 km to the northwest of the project, for processing during WW1. The Costerfield mine corridor, now owned by Mandalay Resources Ltd contains two million ounces of equivalent gold (Mandalay Q3 2021 Results), and in 2020 was the sixth highest-grade global underground mine and a top 5 global producer of antimony.

SXGC considers that it is appropriate to adopt the same gold equivalent variables as Mandalay Resources Ltd in its [Mandalay Technical Report, 2024](#) dated 28 March 2024. The gold equivalence formula used by Mandalay Resources was calculated using Costerfield's 2023 production costs, using a gold price of US \$1,900 per ounce, an antimony

price of US \$12,000 per tonne and 2023 total year metal recoveries of 94% for gold and 89% for antimony, and is as follows:

$$AuEq = Au (g/t) + 1.88 \times Sb (\%)$$

Based on the latest Costerfield calculation and given the similar geological styles and historic toll treatment of Sunday Creek mineralisation at Costerfield, SXGC considers that a  $AuEq = Au (g/t) + 1.88 \times Sb (\%)$  is appropriate to use for the initial exploration targeting of gold-antimony mineralisation at Sunday Creek.

## **Corporate**

### **FIRB Approval to Acquire Land**

Subsequent to the end of the quarter, the SXG AUS received approval from the Australian Treasurer, through the Foreign Investment Review Board (FIRB), to complete an arm's length share swap agreement to acquire all shares in Sparr Nominees Pty Ltd ("Sparr"), as announced earlier in the quarter on October 4, 2024.

Sparr held substantial agricultural properties totalling 921.22 hectares as well as approximately AUD \$18.75 million in cash. The terms of the acquisition specify consideration as 22,088,670 SXG AUS shares for 100% of Sparr's shares. Completion took place on December 19, 2024 at which the shares were issued.

With the acquisition, SXG AUS' total landholding in the area increased to 1,054.51 hectares (2,605.8 acres).

### **Acquisition of Remaining 30% of the Redcastle Gold-Antimony Joint Venture**

During the quarter, SXA AUS entered into a Sale and Purchase Agreement with Nagambie Resources Limited (ASX:NAG) ("NAG") to acquire the remaining 30% interest and royalty from NAG in the Redcastle gold-antimony Joint Venture ("JV") tenements during the quarter.

The acquisition of the remaining 30% interest in Redcastle gold-antimony JV was at the purchase price of AUD \$250,000 and eliminates any remaining obligations in respect of royalty payments and concludes the JV.

The Redcastle gold-antimony project is located in the heart of Victoria's Goldfields, approximately 120 km north of Melbourne. Redcastle is an historically significant goldfield, with high-grade gold production dating back to the 1850s with 17 km of undrilled reef systems that remain to be explored to depth. The Company remains focussed on the 100% Sunday Creek project, while the transaction provides full ownership and control of the Redcastle project.

## **ESG**

### **Safety**

#### **Incidents**

- One Lost Time Injury (LTI): A contractor fell and dislocated their shoulder. Efforts are in place to reduce this form of injury occurring in the future.

#### **Risk Reduction Measures**

- SXG AUS has purchased an electric pallet truck to minimize manual handling risks, with staff training completed this quarter.

#### **Fire Safety**

- CFA Bushfire and fire extinguisher training for staff and contractors was undertaken.

#### **4WD Training**

- All new staff and contractors completed a 4WD course and existing staff completed a refresher tyre changing and vehicle recovery course.

## Security Enhancements

- Installed new security systems at Sunday Creek and the core logging shed at Kilmore.

## Safe-Tea Initiative

- Throughout October SXG AUS celebrated Work Safe Australia's Safe-Tea Month, holding weekly morning tea discussions on health and safety topics such as:
  - Work health and safety fundamentals
  - Psychosocial hazards
  - Risk management fundamentals
  - Musculoskeletal injuries

## Environment

### Biodiversity Baseline Studies

- Initiated the Spring round of baseline biodiversity studies at Sunday Creek.

### New Freehold Land Management

With the purchase and FIRB approval for 921.22 hectares of freehold property making SXG AUS's total landholding around the Sunday Creek Project now 1,054.51 hectares, the Company is focused on making our properties sustainable productive farming areas. As part of this, our land management team have:

- Implemented a biosecurity protocol, farming safety procedures, and a weed management program
- Progressed blackberry spraying, pasture reseeding, and completed 1.5 km of fencing
- All field staff undertook a weed and feral animal identification course to help combat pest animals and weeds
- Produced the first hay cut on the new property since 2009

### Sunday Creek Management

- SXG AUS staff in collaboration with the Goulburn Catchment Management Authority, Sunday Creek Dry Creek Landcare, and specialist land management consultants, are formulating a Sunday Creek Management Plan. This plan will influence Freehold Land Management Plan that will be completed in Q1 2025.

### Waste Reduction

- SXG AUS has replaced plastic bags with reusable buckets for the core blocks that are manufactured locally by Goulburn Options to reduce waste.

## Social

### Community Engagement

SXG AUS Hosted several community tours at the Sunday Creek Project, including:

- Two successful open public tours that were widely advertised and fully booked out
- A neighbours' tour and a Clonbinane CFA tour
- A tour of the Fender Geophysics Induced Polarisation program that SXG AUS has commissioned in the Mt Disappointment State Forest

### Community Support

- Launched the **Southern Cross Gold Community Grants Program**, awarding grants to five worthwhile recipients:

- Southern Mitchell Rotary to host the Kilmore Regional Busking Championships
- The Zonta Club of Broadford to make Dignity bags for women fleeing domestic violence
- The First Broadford Scout Group to upgrade lighting at their hall
- The Kilmore Historical Society for storage boxes
- The Broadford and District Historical Society to produce a pamphlet on historic police lockups

SXG AUS continued support for local initiatives, including:

- Love in Action Broadford helping local disadvantaged people
- Freedom Care Food Bank in Kilmore
- Kilmore Community Christmas Carols - SXG AUS was a major sponsor of the free Coming Together Christmas Event, which featured live entertainment, food trucks, market stalls, kids' activities. The at capacity event was held at Hudson Park and broadcast on a local TV station.

#### **Community Water Tank Monitoring Initiative**

- SXG AUS expanded the baseline water tank testing program, with increasing participation from property owners.

#### **Diversity Recognition**

- Part of SXG AUS' strength lies in our diverse workforce. One SXG AUS employee this quarter was part of an Australian Broadcasting Corporation media story highlighting the pay discrepancies that people with a disability can face in Australia. The media article showed how SXG AUS employee Davis Stokes is part of Yooralla Seymour's "Wall of Fame", comprising of employees who've progressed into open employment and equal pay (ABC News: Patrick Stone).

#### **Governance**

##### **Audit and Improvements**

- SXG AUS engaged Safety First Professionals Pty Ltd for an independent audit of safety and traffic management systems at Sunday Creek. As a result of this audit new signage and safety enhancements were immediately implemented based on the reported recommendations.
- Non-Executive Chairman Tom Eadie has joined the SXG AUS Sustainability Committee. The committee oversees a variety of sustainability initiatives including water and energy efficiency, waste reduction and supply chain sustainability.

##### ***Finland***

On December 19, 2023, the Company closed on the sale of its wholly owned Finnish subsidiary, Mawson Oy, which holds Rajapalot, for total consideration of \$6,500,000. The Company no longer has any retained interest in Rajapalot. Mawson Finland will advance the further development of Rajapalot.

##### ***Sweden - Gold***

The Skelleftea North Gold Project (the "Skelleftea Project") located in Northern Sweden was relinquished and during the quarter and the Company recorded an impairment charge of \$361,289 for all costs capitalized.

##### **Qualified Person**

Michael Hudson President & CEO of the Company, and a Fellow of the Australasian Institute of Mining and Metallurgy is a qualified person as defined by National Instrument 43-101 - Standards of Disclosure or Mineral Projects, has reviewed and verified the scientific and technical information provided under Property Assets and Exploration Activities of this MD&A and is responsible for the technical information in the MD&A.

## Financial Data

### Share Consolidation

On January 10, 2025 the Company completed a consolidation of its share capital on a one new for 3.169432 old basis. The share and per share amounts have been adjusted to reflect the share consolidation. See also “Company Overview”.

### Selected Financial Data

Effective October 30, 2023 the Company entered into an agreement to sell Mawson Oy. The sale closed on December 19, 2023. The segment of Mawson Oy meets the criteria of a discontinued operation under IFRS 5 - *Non-current Assets Held for Sale and Discontinued Operations*. This operating segment was not previously classified as held-for-sale or as discontinued operations. The comparative consolidated statements of comprehensive loss and cash flows have been restated to show the discontinued operations separately from continuing operations.

The following selected financial information is derived from the unaudited condensed consolidated interim financial statements of the Company.

	Fiscal 2024		Fiscal 2024				Fiscal 2023	
	Nov 30 2024 \$	Aug 31 2024 \$	May 31 2024 \$	Feb 29 2024 \$	Nov 30 2023 \$	Aug 31 2023 \$	May 31 2023 \$	Feb 28 2023 \$
<b>Operations:</b>								
Revenues	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Expenses	(390,647)	(1,281,814)	(842,669)	(1,141,972)	(2,578,516)	(1,325,283)	(806,865)	(1,995,980)
Other items	(2,022,080)	593,379	(611,809)	(954,496)	1,085	(464,522)	(128,720)	(2,181,866)
(Loss) income from continuing operations	(2,412,727)	(687,835)	(1,454,478)	(2,096,468)	(2,577,431)	(1,789,805)	(935,585)	(4,177,846)
Loss from discontinued operations	Nil	Nil	Nil	Nil	(39,165,671)	(154,136)	(263,763)	(116,628)
Other comprehensive (loss) income	(573,646)	142,701	(301,697)	(463,105)	748,634	(328,044)	(1,174,167)	215,590
Comprehensive loss	(2,986,373)	(545,134)	(1,756,175)	(2,559,573)	(40,994,468)	(2,771,985)	(2,373,515)	(4,078,884)
Basic and diluted loss per share from continuing operations	(0.03)	(0.00)	(0.01)	(0.02)	(0.03)	(0.02)	(0.01)	(0.04)
Basic and diluted loss per share from discontinued operations	Nil	Nil	Nil	Nil	(0.42)	(0.00)	(0.00)	(0.00)
Dividends per share	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
<b>Comprehensive loss attributed to:</b>								
Shareholders of the Company	(2,117,072)	(490,368)	(880,724)	(1,477,195)	(40,293,120)	(1,338,455)	(1,119,398)	(3,586,076)
Non-controlling interest	(869,301)	(54,766)	(1,011,873)	(1,082,378)	(701,348)	(933,530)	(1,254,117)	(492,808)
<b>Balance Sheet:</b>								
Working capital	5,425,387	11,625,413	14,384,726	10,609,307	5,365,287	9,098,100	13,113,119	17,158,267
Total assets	39,263,268	42,083,125	40,409,261	33,385,786	36,554,054	74,585,846	76,123,760	77,184,291
Total long-term liabilities	(651,826)	(673,080)	(103,519)	(133,386)	(664,583)	(666,260)	(710,097)	(170,246)

### Results of Operations for Continuing Operations

As at the date of this MD&A the Company has not earned any production revenue, nor found proved reserves on any of its unproven mineral interests; therefore, the expenses are not subject to seasonal fluctuations or general trends. The Company’s expenses and cash requirements will fluctuate from period to period depending on the level of activity and, therefore, lack some degree of comparability. The Company’s quarterly results may be affected by many factors such as timing of exploration activity, share-based payment costs, marketing activities and other factors that affect Company’s exploration and financing activities. Furthermore, the Company’s net loss/income may also be affected by the current fair value of its investments held.

*Three Months Ended November 30, 2024 Compared to Three Months Ended August 31, 2024*

During the three months ended November 30, 2024 (“Q2”) the Company reported a net loss of \$2,412,727 compared to a net loss of \$687,835 for the three months ended August 31, 2024 (“Q1”), an increase in loss of \$1,724,892. The increase was due to:

- (i) the recognition of a \$584,414 unrealized holding gain (mainly in SXG AUS’ investment in the Nagambie shares) recorded during Q1 compared to a \$2,413 gain recognized in Q2, resulting in a fluctuation of \$582,001;
- (ii) the recognition of \$1,941,655 for restructuring costs in Q2 (which includes \$543,414 of costs previously reported in Q1 as legal and professional expenses), compared to \$nil in Q1. These costs relate to the SIA, as described in “Company Overview”); and
- (iii) the recognition of a \$361,289 impairment charge due to the relinquishment of its option to earn-in to the Skelleftea North Gold Project the in Q2. No impairment amounts were recognized in Q1.

*Six Months Ended November 30, 2024 Compared to Six Months Ended November 30, 2023*

During the six months ended November 30, 2024 (the “2024 period”) the Company reported a net loss of \$3,100,562 compared to a net loss of \$43,687,043 for the six months ended November 30, 2023 (the “2023 period”) a decrease in loss of \$40,586,481. The decrease in loss was attributed to:

- (a) during the 2023 period the Company recorded a loss of discontinued operations of \$39,319,807 mainly attributed to the impairment charge on the Rajapalot Gold Project property to reflect its net realizable value of \$6,490,760;
- (b) during the 2024 period the Company recorded a \$586,827 unrealized holding gain mainly due to an appreciation of the share price of its investment in the Nagambie shares, compared to a \$452,479 loss recognized in the 2023 period, resulting in a fluctuation of \$1,039,306;
- (c) \$2,231,338 decrease in expenses, from \$3,903,799 in the 2023 period to \$1,672,461 in the 2024 period. The decrease is due to recognition of share-based compensation of \$64,129 in the 2024 period compared to \$2,048,698 in the 2023 period on the granting and vesting of share options in both the Company and in SXG AUS; and
- (d) during the 2024 period the Company recognized \$1,941,655 for restructuring costs associated with the SIA.

As the Company is in the exploration stage of investigating and evaluating its unproven mineral interests, it has no source of operating revenue. Interest income is generated from cash on deposit and short-term money market instruments issued by major financial institutions. During the 2024 period the Company reported interest of \$70,563 compared to \$13,524 during the 2023 period due to higher yields received during the 2024 period.

**Results from Discontinued Operations**

Pursuant to a share purchase agreement dated October 30, 2023 the Company agreed to sell all of the issued share capital and intercompany debt of Mawson Oy to Mawson Finland Limited (“Mawson Finland”) (*formerly Springtide Capital Acquisitions 7 Inc.*) for \$6,500,000 cash (the “Springtide Transaction”). On December 19, 2023 (the “Closing”) Mawson Finland paid \$6,500,000 to the Company and completed the Springtide Transaction pursuant to which Mawson Oy became a wholly-owned subsidiary of Mawson Finland.

*Assets and Liabilities of Discontinued Operations*

Mawson Oy’s assets and liabilities were stated at its net realizable value of \$6,500,000 prior to Closing as follows:

	\$
<b>Assets</b>	
Cash	92,277
VAT receivable	32,633
Prepaid expenses and deposits	54,587
Property, plant and equipment	45,444
Exploration and evaluation assets	6,490,760

	\$
Right of use asset	575,457
Bonds	194,533
<b>Total assets</b>	<b>7,485,691</b>
<b>Liabilities</b>	
Accounts payable and accrued liabilities	(390,406)
Lease liability	(595,285)
	<u>(985,691)</u>
<b>Total liabilities</b>	<b>6,500,000</b>

*Net Loss from Discontinued Operations*

	<u>Six Months Ended November 30,</u>	
	2024 \$	2023 \$
<b>Expenses</b>		
Accounting and administration	-	16,163
Accretion of interest on lease liability	-	31,001
Audit		11,343
Corporate development	-	2,406
Depreciation and amortization	-	62,338
Legal	-	8,275
Office and sundry	-	49,417
Professional fees	-	51,642
Rent	-	23,312
Salaries and benefits	-	10,570
Travel	-	23,887
Vehicles	-	8,502
	<u>-</u>	<u>298,856</u>
<b>Loss before impairment of exploration and evaluation assets</b>	-	(298,856)
Impairment of exploration and evaluation assets	-	<u>(39,020,951)</u>
<b>Net loss from discontinued operations</b>	<u>-</u>	<u>(39,319,807)</u>

*Investments*

	<u>As at November 30, 2024</u>			
	Number	Cost \$	Unrealized Loss \$	Carrying Value \$
Common shares				
Nagambie Resources Limited (“Nagambie”)	53,361,046	1,768,741	(697,283)	1,071,458
Kingsmen Resources Limited (“Kingsmen”)	18,750	45,000	(37,125)	7,875
		<u>1,813,741</u>	<u>(734,408)</u>	<u>1,079,333</u>

	<u>As at May 31, 2024</u>			
	Number	Cost \$	Unrealized Loss \$	Carrying Value \$
Common shares				
Nagambie Resources Limited (“Nagambie”)	53,361,046	1,768,741	(1,282,798)	485,943
Kingsmen Resources Limited (“Kingsmen”)	18,750	45,000	(38,437)	6,563
		<u>1,813,741</u>	<u>(1,321,235)</u>	<u>492,506</u>

## Financings

No financings were completed by the Company during the 2024 or 2023 periods.

## Exploration and Evaluation Assets

	As at November 30, 2024			Total \$
	Acquisition Costs \$	Deferred Exploration Costs \$	Foreign Exchange Movement \$	
Sweden				
Other	40,748	7,134	-	47,882
Australia				
Sunday Creek	851,661	22,454,363	316,764	23,622,788
Redcastle	284,794	1,772,681	(14,255)	2,043,220
	<u>1,177,203</u>	<u>24,234,178</u>	<u>302,509</u>	<u>25,713,890</u>
	As at May 31, 2024			
	Acquisition Costs \$	Deferred Exploration Costs \$	Foreign Exchange Movement \$	Total \$
Sweden				
Skelleftea North	70,357	281,381	-	351,738
Other	40,748	7,134	-	47,882
Australia				
Sunday Creek	799,058	17,281,134	281,602	18,361,794
Redcastle	56,244	1,722,606	(17,296)	1,761,554
	<u>996,407</u>	<u>19,292,255</u>	<u>264,306</u>	<u>20,522,968</u>

During the 2024 period the Company incurred a total of \$5,552,211 (2023 - \$5,665,713) on the acquisition, exploration and evaluation of its unproven resource assets of which \$nil (2023 - \$686,846) was incurred on Rajapalot property, \$9,551 (2023 - \$nil) on its Swedish properties and \$5,542,660 (2023 - \$4,978,867) on its Australian properties net of foreign exchange movement. During the 2024 period, the Company recorded an impairment of \$361,289 on the Skelleftea North Gold Project. During the Company's fiscal year ended May 31, 2024 the Company recorded an impairment of \$39,020,951 to the Rajapalot property to reflect its net realizable value of \$6,490,760 which was then realized on completion of the Transaction with Mawson Finland on December 19, 2023. See "Exploration Projects" in this MD&A for details.

## Financial Condition / Capital Resources

As at November 30, 2024 the Company had working capital in the amount of \$5,425,387. To date the Company has not earned any revenue and is considered to be in the exploration stage. The Company's operations are funded from equity financings which are dependent upon many external factors and may be difficult to impossible to secure or raise when required. Management considers that the Company may need to raise additional capital from the sale of common shares or other equity or debt instruments to maintain its core operations and planned exploration programs on its existing exploration and evaluation assets for the next twelve months. The Company also recognizes that exploration expenditures may change with ongoing results and, as a result, it may be required to obtain additional financing. While the Company has been successful in securing financings in the past there can be no assurance that it will be able to do so in the future.

## Off-Balance Sheet Arrangements

The Company has no off-balance sheet arrangements.

## Proposed Transaction

See "Proposed Reorganization".

## Critical Accounting Estimates

The preparation of financial statements in conformity with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Examples of significant estimates made by management include estimating the fair values of financial instruments and assumptions used for share-based compensation. Actual results may differ from those estimates.

A detailed summary of the Company's critical accounting estimates and sources of estimation is included in Note 3 to the May 31, 2024 audited annual consolidated financial statements.

## Changes in Accounting Policies

There were no changes to accounting policies.

A detailed summary of all the Company's significant accounting policies and accounting standards and interpretations issued but not yet effective, is included in Note 3 to the May 31, 2024 audited annual consolidated financial statements.

## Related Parties Disclosures

A number of key management personnel, or their related parties, hold positions in other entities that result in them having control or significant influence over the financial or operating policies of those entities. Certain of these entities transacted with the Company during the reporting period. The Company has determined that key management personnel consists of members of the Company's Board of Directors and its executive officers.

- (a) During the 2024 and 2023 periods the following fees were incurred by the Company to current and former key management personnel:

	2024 \$	2023 \$
Professional fees - Mr. Hudson - Executive Chairman and director	39,000	39,000
Professional fees - Ms. Ahola - director <sup>(1)</sup>	9,000	77,503
Professional fees - Mr. DeMare - CFO	12,000	12,000
Professional fees - Mr. Williams - director	9,000	9,000
Professional fees - Mr. Jentz - director <sup>(2)</sup>	-	7,500
Professional fees - Mr. Griffin - director	29,000	9,000
Professional fees - Mr. Maclean - former director <sup>(3)</sup>	-	4,500
Professional fees - Mr. MacRae - director <sup>(4)</sup>	-	1,500
Professional fees - Ms. Bermudez - Corporate Secretary	28,500	21,000
	<u>126,500</u>	<u>181,003</u>

(1) Ms. Ahola received \$9,000 (2023 - \$9,000) for director fees and \$nil (2023 - \$68,053) for being a member of the Environmental Health and Safety Committee.

(2) Mr. Jentz was appointed as a director of the Company on September 8, 2022 and resigned as a director October 27, 2023. .

(3) Mr. MacLean passed away August 22, 2023.

(4) Mr. MacRae was appointed as a director of the Company on October 27, 2023 and resigned on December 19, 2023.

During the 2024 period the Company incurred a total of \$126,500 (2023 - \$181,003) to current and former key management personnel for salaries and fees which have been allocated based on the nature of the services provided: expensed \$106,500 (2023 - \$112,500) to directors and officers compensation, expensed \$20,000 (2023 - \$nil) to restructuring costs and capitalized \$nil (2023 - \$68,503) to exploration and evaluation assets. As at November 30, 2024 \$62,000 (May 31, 2024 - \$31,500) remained unpaid

The Company has a management agreement with its Executive Chairman which provides that in the event the Executive Chairman's services are terminated without cause or upon a change of control of the Company, a termination payment of two years of compensation is payable. If the termination had occurred on November 30, 2024 the amount payable under the agreement would be \$120,000.

- (b) During the 2024 period the Company incurred a total of \$44,500 (2023 - \$41,700) with Chase Management Ltd. ("Chase"), a private corporation owned by Mr. DeMare for accounting and administration

services provided by Chase personnel, excluding Mr. DeMare and \$2,010 (2023 - \$2,010) for rent. As at November 30, 2024 \$7,170 (May 31, 2024 - \$4,670) remained unpaid.

- (c) During the 2024 period SXG AUS incurred a total of \$125,703 (2023 - \$121,176) for fees to a director and officer who is also a current officer of the Company, of which \$29,331 (2023 - \$30,316) have been expensed to director and officer compensation and \$96,372 (2023 - \$90,860) capitalized to exploration and evaluation assets. During the 2023 period the Company recorded \$572,504 share-based compensation for the granting and vesting of Southern Cross share options to this individual.

### **Risks and Uncertainties**

The Company competes with other mining companies, some of which have greater financial resources and technical facilities, for the acquisition of mineral concessions, claims and other interests, as well as for the recruitment and retention of qualified employees.

The Company believes that it is in compliance in all material regulations applicable to its exploration activities. Existing and possible future environmental legislation, regulations and actions could cause additional expense, capital expenditures, restrictions and delays in the activities of the Company, the extent of which cannot be predicted. Before production can commence on any properties, the Company must obtain regulatory and environmental approvals. There is no assurance that such approvals can be obtained on a timely basis or at all. The cost of compliance with changes in governmental regulations has the potential to reduce the profitability of operations.

Additional risks and uncertainties relating to the Company and its business can be found in the “Risk Factors” section of the Company’s most recent Annual Information Form available at [www.sedarplus.ca/](http://www.sedarplus.ca/) or the Company’s website at [www.southerncrossgold.com](http://www.southerncrossgold.com).

### **Outstanding Share Data**

The Company’s authorized share capital is unlimited common shares without par value. As at January 28, 2025 there were 221,631,925 issued and outstanding common shares. In addition, there were:

- (i) 820,336 share options outstanding, at an exercise price of \$0.76 per share;
- (ii) 1,030,000 lead manager options outstanding, at an exercise price of AUD \$0.30 per share;
- (iii) 1,959,667 broker options outstanding, at an exercise price of AUD \$0.87 per share; and
- (iv) 12,200,000 share options outstanding, at exercise prices ranging from AUD \$0.30 to AUD \$1.20 per share; and
- (v) 280,000 restricted share units (performance rights).