



METAL HAWK

LIMITED

Metal Hawk Limited

ABN 24 630 453 664

Interim Financial Report

For the half-year ended 31 December 2024

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CORPORATE DIRECTORY

Directors

Mr Michael Edwards

Mr William Belbin

Mr David Pennock

Company Secretary

Mr Chris Marshall

Registered and Principal Office

Level 2, 18 Kings Park Road
West Perth WA 6005

Telephone: +61 478 198 665

Postal Address

Level 2, 18 Kings Park Road
West Perth WA 6005

Auditor

BDO Audit Pty Ltd
Level 9, Mia Yellagonga Tower 2
5 Spring Street
Perth WA 6000

Share Registry

Automic Pty Ltd
Level 5, 191 St Georges Terrace
Perth WA 6000

Telephone: 1300 288 664

Stock Exchange Listing

Shares: ASX Code MHK

Website and Email

Website: www.metalhawk.au

Email: admin@metalhawk.au

METAL HAWK LIMITED
DIRECTORS' REPORT
For the half-year ended 31 December 2024

DIRECTORS' REPORT

Your Directors submit the Interim Report of Metal Hawk Limited ("**the Company**") for the half-year ended 31 December 2024. To comply with the provisions of the *Corporations Act 2001*, the Directors report as follows:

DIRECTORS

The names of the Directors who held office during the whole of the interim period and until the date of this report are noted below. Directors were in office for the entire period unless otherwise stated.

Michael Edwards	Non-Executive Chairman
William Belbin	Managing Director
David Pennock	Executive Director

REVIEW OF RESULTS AND FINANCIAL POSITION

Metal Hawk Limited is listed on the Australia Securities Exchange (**ASX: MHK**), classified as a West Australian junior gold explorer, and has approximately 115.25 million shares on issue at the date of this report. The Company has not reached a stage in its development where it is generating an operating profit.

The net loss after income tax for the half-year was \$9,223,562 (31 December 2023: \$2,120,692), which included impairment of capitalised exploration of \$7,746,226 and exploration expenditure of \$113,170 (31 December 2023: impairment of capitalised exploration of \$842,647 and exploration expenditure of \$320,475).

REVIEW OF OPERATIONS AND CORPORATE

The Company's main objective is to build shareholder value by making early-stage mineral discoveries through low-cost exploration.

The Company's main focus during the period ended 31 December 2024 was the gold discovery at the Leinster South Project in Western Australia.

In August 2024, the Company reported good results from its maiden reconnaissance exploration program at the Leinster South project, located 30km south of Leinster in the West Australian goldfields. The recently granted project tenements cover over 200km² and present a significant new gold discovery opportunity for the Company. Metal Hawk's field activities at Leinster South continue to encounter more significant outcropping high grade gold mineralisation at new prospects. Please refer to the Company's announcements for further information.

The Company's nickel sulphide and lithium exploration at the Yarmany Project north-west of Coolgardie has been fully impaired during the period.

On 20 November 2024, the Company issued 12,200,000 fully paid ordinary shares at an issue price of \$0.20 per share pursuant to a Placement raising \$2,440,000 (before costs). 300,000 out of the total 12,500,000 Placement Shares subscribed for by Metal Hawk Directors, William Belbin, David Pennock and Michael Edwards (or with their related entities) will be issued subject to shareholder approval at a General Meeting.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

In the opinion of the Directors there were no matters that significantly affected the state of affairs of the Company during the financial period, other than those matters referred to in the overview above.

METAL HAWK LIMITED

DIRECTORS' REPORT

For the half-year ended 31 December 2024

MATTERS SUBSEQUENT TO BALANCE DATE

On 23 January 2025, the Company announced that it has sold 70% interest in the Kanowna East Gold Project, located in the prolific Kalgoorlie gold region of Western Australia to Accelerate Resources Limited (ASX:AX8).

The Consideration comprises:

- Signing Fee: A\$25,000 paid within 7 days of execution of the Binding Heads of Agreement.
- Consideration Shares: Issue of twenty million (20,000,000) fully paid ordinary AX8 shares two business days after the satisfaction or waiver of the Conditions Precedent.

All Consideration Shares are subject to six months voluntary escrow.

Metal Hawk to retain 30% free carried interest in the Project to completion of a Preliminary Feasibility Study (PFS) (as defined in the JORC Code) and then contribute or dilute to a NSR as per industry standard dilution clauses.

There have been no other matters or circumstances that have arisen since the end of the financial period that have significantly affected, or may significantly affect, the operations of the Company, the results of these operations, or the state of affairs of the Company in future financial years.

ROUNDING OF AMOUNTS (ASIC2016/191)

The Company is of a kind referred to ASIC Legislative Instrument 2016/191, relating to the 'rounding off' of amounts in the Directors' report and half-year financial report. Amounts in the Directors' report and financial report have been rounded off to the nearest dollar in accordance with the instrument.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out immediately after this Directors' report.

Signed in accordance with a resolution of the Directors.



William Belbin

Director

12 March 2025

Perth

DECLARATION OF INDEPENDENCE BY MELISSA REID TO THE DIRECTORS OF METAL HAWK LIMITED

As lead auditor for the review of Metal Hawk Limited for the half-year ended 31 December 2024, I declare that, to the best of my knowledge and belief, there have been:

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

A handwritten signature in black ink, appearing to read 'M Reid', is written over a light grey circular watermark that contains the text 'For personal use only'.

Melissa Reid

Director

BDO Audit Pty Ltd

Perth

12 March 2025

METAL HAWK LIMITED
INTERIM FINANCIAL STATEMENTS

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2024

	Note	31 December 2024 \$	30 June 2024 \$
Assets			
Cash and cash equivalents	3.1	3,590,643	2,148,364
Trade and other receivables		26,743	37,965
Deposits and bonds		18,927	18,927
Assets held for sale	3.2	-	100,000
Financial asset	3.2	100,000	-
Total current assets		3,736,313	2,305,256
Property, plant and equipment	5.1	178,911	202,988
Right of use assets	5.2	26,424	46,242
Exploration and evaluation assets	4.1	343,970	7,622,949
Total non-current assets		549,305	7,872,179
Total assets		4,285,618	10,177,435
Liabilities			
Trade and other payables		(70,531)	(65,214)
Lease liabilities	5.3	(31,858)	(41,171)
Total current liabilities		(102,389)	(106,385)
Lease liabilities	5.3	-	(10,805)
Total non-current liabilities		-	(10,805)
Total liabilities		(102,389)	(117,190)
Net assets		4,183,229	10,060,245
Equity			
Share capital	6.1	19,397,592	17,006,098
Reserves	6.2	3,777,445	2,822,393
Accumulated losses		(18,991,808)	(9,768,246)
Total equity		4,183,229	10,060,245

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

METAL HAWK LIMITED
INTERIM FINANCIAL STATEMENTS

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

	Note	31 December 2024 \$	31 December 2023 \$
Other income		66,306	15,399
Exploration expensed		(113,170)	(320,475)
Impairment of exploration capitalised	4.1	(7,746,226)	(842,647)
General and administrative expenses	2.2	(86,195)	(77,995)
Professional fees		(95,117)	(116,228)
Personnel expenses	2.2	(1,168,100)	(706,919)
Marketing and business development		(29,553)	(33,030)
Depreciation and amortisation		(43,895)	(31,403)
Finance expenses		(1,530)	(2,991)
Other expenses		(6,082)	(4,403)
Loss before income tax		(9,223,562)	(2,120,692)
Income tax expense		-	-
Loss for the period		(9,223,562)	(2,120,692)
Other comprehensive income		-	-
Total comprehensive loss for the period		(9,223,562)	(2,120,692)
Loss per share			
Basic and diluted (cents per share)		(8.92)	(2.64)

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

METAL HAWK LIMITED
FINANCIAL STATEMENTS

STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

	Note	Issued capital \$	Share-based payments reserve \$	Accumulated losses \$	Total \$
Balance at 1 July 2024		17,006,098	2,822,393	(9,768,246)	10,060,245
Loss for the period		-	-	(9,223,562)	(9,223,562)
Total comprehensive loss for the period		-	-	(9,223,562)	(9,223,562)
Transactions with owners, recorded directly in equity:					
Contributions by and distributions to owners					
Issue of ordinary shares	6.1	2,440,000	-	-	2,440,000
Share-based payment transactions	6.2	-	955,052	-	955,052
Capital raising costs	6.1	(48,506)	-	-	(48,506)
Total contributions by and distributions to owners		2,391,494	955,052	-	3,346,546
Balance at 31 December 2024		19,397,592	3,777,445	(18,991,808)	4,183,229

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

METAL HAWK LIMITED
FINANCIAL STATEMENTS

STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

	Issued capital \$	Share-based payments reserve \$	Accumulated losses \$	Total \$
Balance at 1 July 2023	12,429,777	1,893,375	(5,502,206)	8,820,946
Loss for the period	-	-	(2,120,692)	(2,120,692)
Total comprehensive loss for the period	-	-	(2,120,692)	(2,120,692)
Transactions with owners, recorded directly in equity:				
Contributions by and distributions to owners				
Issue of ordinary shares	4,681,131	-	-	4,681,131
Conversion of unlisted options	200,000	-	-	200,000
Acquisition of exploration assets	200,000	-	-	200,000
Share-based payment transactions	-	865,771	-	865,771
Capital raising costs	(618,283)	-	-	(618,283)
Total contributions by and distributions to owners	4,462,848	865,771	-	5,328,619
Balance at 31 December 2023	16,892,625	2,759,146	(7,622,898)	12,028,873

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

METAL HAWK LIMITED
FINANCIAL STATEMENTS

STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

	Note	31 December 2024 \$	31 December 2023 \$
Cash flows from operating activities			
Payments to suppliers and employees		(421,727)	(585,511)
Interest received		39,949	15,399
Interest paid		(1,530)	(2,991)
Payments for exploration expensed		(113,170)	(320,475)
Net cash used in operating activities		(496,478)	(893,578)
Cash flows from investing activities			
Payments for property, plant and equipment		-	(45,900)
Payments for capitalised exploration		(432,618)	(966,380)
Net cash used in investing activities		(432,618)	(1,012,280)
Cash flows from financing activities			
Proceeds from issue of shares	6.1	2,440,000	4,681,131
Proceeds from exercise of options		-	200,000
Payment of capital raising costs		(48,506)	(255,613)
Payment of lease liabilities		(20,119)	(18,354)
Net cash from financing activities		2,371,375	4,607,164
Net increase in cash and cash equivalents		1,442,279	2,701,306
Cash and cash equivalents at commencement of period		2,148,364	932,581
Cash and cash equivalents at period end	3.1	3,590,643	3,633,887

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

SECTION 1 BASIS OF PREPARATION

This financial report for the half-year ended 31 December 2024 is a condensed general purpose financial report prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

The half-year financial report does not include all notes of the type normally included within the financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Company as the full financial report.

The half-year financial report should be read in conjunction with the most recent annual financial report for the year ended 30 June 2024.

It is also recommended that the half-year financial report be considered together with any public announcements made by Metal Hawk Limited during the half-year ended 31 December 2024 in accordance with the continuous disclosure obligations arising under the ASX Listing Rules.

1.1 MATERIAL ACCOUNTING POLICIES

The Company has adopted all the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ("AASB") that are mandatory for the current reporting period.

Adoption of new and revised standards

Standards and interpretations applicable to 31 December 2024

For the half-year ended 31 December 2024, the Directors have reviewed all new and revised Standards and Interpretations issued by the AASB that are relevant to the Company and effective for the reporting periods beginning on or after 1 July 2024.

As a result of this review, the Directors have determined that there is no material impact of the new and revised Standards and Interpretations on the Company and therefore no material change is necessary to Company accounting policies.

Standards and Interpretations in issue not yet adopted

The Directors have also reviewed all of the new and revised Standards and Interpretations in issue not yet adopted that are relevant to the Company and effective for the reporting periods beginning on or after 1 January 2024.

As a result of this review, the Directors have determined that there is no material impact of the new and revised Standards and Interpretations in issue not yet adopted on the Company and therefore no material change is necessary to Company accounting policies.

1.2 JUDGEMENTS AND ESTIMATES

The preparation of interim financial reports requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing this interim financial report, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended 30 June 2024.

1.3 GOING CONCERN

The financial report has been prepared on a going concern basis which contemplates continuity of normal business activities and realisation of assets and settlement of liabilities in the normal course of business. For the period ended 31 December 2024, the Company incurred a loss of \$9,223,562 and had net cash outflows from operating activities of \$496,478, in conjunction with \$432,618 of exploration payments classified in investing cash flows. On 31 December 2024, the Company had net assets of \$4,183,229, with a total cash on hand of \$3,590,643.

The Directors believe there are sufficient funds to meet the Company's working capital requirements and as at the date of this report the Company believes it can meet all liabilities as and when they fall due.

The Directors have reviewed the business outlook and the assets and liabilities of the Company and are of the opinion that the going concern basis of accounting is appropriate as they believe the Company will continue to be successful in securing additional funds through equity issues as and when the need to raise funds arises.

SECTION 2 RESULTS FOR THE PERIOD

This section focuses on the results and performance of the Company, with disclosures including components of the operating loss.

2.1 OPERATING SEGMENTS

AASB 8 *Operating Segments* requires operating segments to be identified based on internal reports about components of the Company that are regularly reviewed by the Chief Operating Decision Maker in order to allocate resources to the segment and to assess its performance.

The Company's operating segment has been determined with reference to the management accounts used by the Chief Operating Decision Maker to make decisions regarding the Company's operations and allocation of working capital.

Based on the quantitative thresholds included in AASB 8, there is only one reportable segment, being base minerals exploration and evaluation in Australia.

The results of this segment are those of the Company as a whole and are set out in the statement of profit or loss and other comprehensive income and the assets and liabilities of the Company as a whole are set out in the statement of financial position.

There have been no changes to the basis of segmentation or the measurement basis for the segment profit or loss since 30 June 2024.

METAL HAWK LIMITED
NOTES TO THE FINANCIAL STATEMENTS

2.2 RESULTS FOR THE PERIOD

	Note	31 December 2024 \$	31 December 2023 \$
General and Administrative			
Listing and registry expenses		43,070	47,192
Other expenses		43,125	30,803
		86,195	77,995
Personnel expenses			
Wages and superannuation		213,048	191,148
Share-based payments	7.1	955,052	515,771
		1,168,100	706,919

SECTION 3 WORKING CAPITAL DISCLOSURES

This section focuses on the cash funding available to the Company and working capital position at period end.

3.1 CASH AND CASH EQUIVALENTS

	31 December 2024 \$	30 June 2024 \$
Cash at bank	3,590,643	2,148,364
	3,590,643	2,148,364

3.2 FINANCIAL ASSET/ASSET HELD FOR SALE

	31 December 2024 \$	30 June 2024 \$
Fair value of assets held for sale	-	100,000
Investment in unquoted shares	100,000	-
	100,000	100,000

During the financial year ended 30 June 2024, the Company disposed Emu Lake exploration tenements 27/562 and 27/615 for a consideration of \$100,000 consisting of 2,000,000 shares in the capital of Raptor Resources Limited valued at 5 cents per share. The disposal was finalised during the financial period ended 31 December 2024. The exploration and evaluation expenditure related to the tenements, recognised at the lower of the total carrying amount and fair value less costs to sell of \$100,000, has been classified as assets held for sale at 30 June 2024.

As at 31 December 2024, the Company held 2,000,000 unquoted shares in Raptor Resources Limited. This investment is carried at fair value through profit or loss.

SECTION 4 ASSETS AND LIABILITIES SUPPORTING EXPLORATION AND EVALUATION

This section focuses on the assets and liabilities which form the core of the ongoing business, including those assets and liabilities which support ongoing exploration and evaluation as well as capital and other commitments existing at 31 December 2024.

Key estimates and assumptions in this section

Indicators of impairment for exploration and evaluation assets

The Company has reviewed exploration and evaluation assets for indicators of impairment in accordance with AASB 6. In making this evaluation, management is required to make assessments on the status of each project and the future plans towards successful development and commercial exploitation, or alternatively sale, of the respective areas of interest.

4.1 EXPLORATION AND EVALUATION EXPENDITURE

	31 December 2024	30 June 2024
	\$	\$
Costs carried forward in respect of areas of interest		
Exploration and evaluation expenditure	343,970	7,622,949
Movements for the period/year		
Opening balance	7,622,949	7,891,512
Tenements acquisition – via cash ⁽ⁱ⁾	-	200,000
Tenements acquisitions – via share-based payments ⁽ⁱ⁾	-	200,000
Capitalised expenditure	467,247	1,777,574
Tenements transferred to assets held for sale ⁽ⁱⁱ⁾	-	(400,000)
Tenements impaired ⁽ⁱⁱⁱ⁾	(7,746,226)	(2,046,137)
Closing balance	343,970	7,622,949

⁽ⁱ⁾On 5 July 2023 the Company announced that it has entered into a binding agreement for an option to purchase the western Yarmany project tenements from Black Mountain Gold Limited, a wholly owned subsidiary of Horizon Minerals Limited (ASX: HRZ). In July 2023 the Company paid \$200,000 cash and issued \$200,000 worth of fully paid shares to HRZ escrowed for six months. 1,134,430 shares were issued at a 20-day VWAP at \$0.17 per share.

⁽ⁱⁱ⁾Disposal of Emu Lake exploration tenements 27/562 and 27/615 for a consideration of \$100,000 plus GST consisting of 2,000,000 shares in the capital of Raptor Resources Limited at 5 cents per share. The disposal was finalised during the period ended 31 December 2024.

⁽ⁱⁱⁱ⁾Impairment of Berehaven and Yarmany projects during the period (Fraser South and Kanowna East projects in the year ended 30 June 2024). Indicators of impairment were identified for these areas of interest and as a result of impairment testing, they were impaired to nil.

SECTION 5 NON-CURRENT ASSETS AND LEASE LIABILITIES

5.1 PROPERTY, PLANT AND EQUIPMENT

	Plant & Equipment \$	Office Equipment \$	Motor Vehicles \$	Computer Equipment \$	Total \$
Gross carrying amount					
Balance at 1 July 2023	60,807	13,447	142,125	2,660	219,039
Additions	45,900	3,002	-	-	48,902
Balance at 1 July 2024	106,707	16,449	142,125	2,660	267,941
Additions	-	-	-	-	-
Balance at 31 Dec 2024	106,707	16,449	142,125	2,660	267,941
Depreciation					
Balance at 1 July 2023	(11,036)	(5,710)	(34,992)	(1,630)	(53,368)
Depreciation for the year	(2,965)	(1,684)	(6,712)	(224)	(11,585)
Balance at 1 July 2024	(14,001)	(7,394)	(41,704)	(1,854)	(64,953)
Depreciation for the period	(7,617)	(2,986)	(12,668)	(806)	(24,077)
Balance at 31 Dec 2024	(21,618)	(10,380)	(54,372)	(2,660)	(89,030)
Carrying amounts					
Balance at 1 July 2024	92,706	9,055	100,421	806	202,988
Balance at 31 Dec 2024	85,089	6,069	87,753	-	178,911

5.2 RIGHT OF USE ASSETS

The Company has an office lease at 18 Kings Park Road which commenced on 1 October 2022 for period of 3 years. The lease liability is measured at the present value of the remaining lease payments, discounted using the Company's incremental borrowing rate of 7%.

	31 December 2024 \$	30 June 2024 \$
Gross carrying amount		
Balance as at 1 July	115,604	115,604
Closing balance	115,604	115,604
Amortisation		
Balance as at 1 July	(69,362)	(29,726)
Amortisation expense	(19,818)	(39,636)
Closing balance	(89,180)	(69,362)
Carrying amount	26,424	46,242

METAL HAWK LIMITED
NOTES TO THE FINANCIAL STATEMENTS

5.3 LEASE LIABILITIES

	31 December 2024	30 June 2024
	\$	\$
Opening balance	51,976	89,551
Principal and interest repayments	(21,648)	(42,658)
Interest expense	1,530	5,083
Closing Balance	31,858	51,976
Classification		
Current liabilities	31,858	41,171
Non-current liabilities	-	10,805
	31,858	51,976
	31 December 2024	31 December 2023
	\$	\$
Amounts recognised in the Statement of Profit or Loss		
Amortisation of right-of-use asset	(19,818)	(19,818)
Interest expense on lease liabilities	(1,530)	(2,870)

SECTION 6 EQUITY AND FUNDING

This section focuses on the debt and equity funding available to the Company at period end, most notably covering share capital.

6.1 Issued Capital

	Ordinary shares			
	Number of shares		Amount in \$	
	31 December 2024	30 June 2024	31 December 2024	30 June 2024
Balance at 1 July	100,670,002	66,935,394	17,006,098	12,429,777
<i>Shares issued and expensed during the period:</i>				
Issue of fully paid shares for cash ⁽ⁱ⁾	12,200,000	30,600,178	2,440,000	4,727,131
Issue of shares on conversion of options	-	1,000,000	-	200,000
Issue of shares for acquisition of option to purchase exploration tenements	-	2,134,430	-	270,000
Capital raising costs	-	-	(48,506)	(620,810)
Balance at 31 December	112,870,002	100,670,002	19,397,592	17,006,098

⁽ⁱ⁾ On 20 November 2024, the Company issued 12,200,000 fully paid ordinary shares at an issue price of \$0.20 per share pursuant to a Placement raising \$2,440,000 (before costs). 300,000 out of the total 12,500,000 Placement Shares subscribed for by Metal Hawk Directors, William Belbin, David Pennock and Michael Edwards (or with their related entities) will be issued subject to shareholder approval at a General Meeting.

The holders of ordinary shares are entitled to receive dividends as declared from time and are entitled to one vote per share at meetings of the Company. Option holders cannot participate in any new share issues by the Company without exercising their options.

In the event of a winding up of the Company, ordinary shareholders rank after all other shareholders (if any) and creditors and are fully entitled to any proceeds on liquidation.

All issued shares are fully paid.

METAL HAWK LIMITED
NOTES TO THE FINANCIAL STATEMENTS

6.2 SHARE-BASED PAYMENTS RESERVE

	31 December 2024	30 June 2024
	\$	\$
Opening balance	2,822,393	1,893,375
Share-based payments expense	955,052	579,018
Options issued to lead manager	-	350,000
Closing balance	3,777,445	2,822,393

Nature and purpose of reserves

Share-based payments reserve

The share-based payments reserve represents the fair value of options issued to Directors, employees and consultants. Refer to note 7.1 for further details of these plans.

SECTION 7 OTHER DISCLOSURES

The disclosures in this section focus on share schemes in operation and financial risk management of the Company. Other mandatory disclosures, such as details of related party transactions, can also be found here.

7.1 SHARE-BASED PAYMENTS

The share-based payment expense included within the financial statements can be broken down as follows:

	31 December 2024	31 December 2023
	\$	\$
Expensed in personnel expenses (Director remuneration)		
Options issued to Directors	379,750	220,500
Options issued to employees	262,991	277,200
Tranche A and B Performance Rights issued to Directors	312,311	18,071
Expensed in Statement of Profit or Loss and Other Comprehensive Income	955,052	515,771
Capital raising costs within equity		
Options issued to lead manager	-	350,000
Recognised in Share-Based Payments Reserve	955,052	865,771
Capitalised within exploration and evaluation		
Shares issued to vendors	-	200,000

METAL HAWK LIMITED
NOTES TO THE FINANCIAL STATEMENTS

7.1 SHARE-BASED PAYMENTS (continued)

a) Options

At 31 December 2024, excluding free-attaching options issued, a summary of the Company options in issue and not exercised are as follows. Options are settled by the physical delivery of shares:

Grant date	Vesting date	Expiry date	Exercise Price (cents)	Balance at the start of the period	Granted during the period	Exercised during the period	Expired / lapsed during the period	Balance at the end of the period	Vested and exercisable at the end of the period
13-Sep-19	19-Nov-20	19-Nov-24	30	4,000,000	-	-	(4,000,000)	-	-
19-Nov-20	19-Nov-20	19-Nov-24	30	1,000,000	-	-	(1,000,000)	-	-
30-Nov-21	30-Nov-21	30-Nov-25	42	2,550,000	-	-	-	2,550,000	2,550,000
02-Dec-21	02-Dec-22	30-Nov-24	42	450,000	-	-	(450,000)	-	-
30-Nov-22	30-Nov-22	30-Nov-26	37	1,750,000	-	-	(100,000)	1,650,000	1,650,000
23-Feb-23	23-Feb-23	30-Nov-26	37	900,000	-	-	-	900,000	900,000
9-May-23	9-May-23	9-May-27	37	2,000,000	-	-	-	2,000,000	2,000,000
9-Nov-23	9-Nov-23	10-Nov-27	18	2,500,000	-	-	-	2,500,000	2,500,000
9-Nov-23	9-Nov-23	10-Nov-27	29	1,750,000	-	-	-	1,750,000	1,750,000
10-Nov-23	10-Nov-23	10-Nov-27	29	2,200,000	-	-	(200,000)	2,000,000	2,000,000
27-Nov-24	27-Nov-24	27-Nov-28	43	-	1,750,000	-	-	1,750,000	1,750,000
6-Dec-24	6-Dec-24	27-Nov-28	43	-	1,000,000	-	-	1,000,000	1,000,000
9-Dec-24	9-Dec-24	10-Dec-28	50	-	400,000	-	-	400,000	-
Total				19,100,000	3,150,000	-	(5,750,000)	16,500,000	16,100,000
Weighted Average Exercise Price (cents)				31.81	43.76	-	31.03	34.37	34.00

The weighted average remaining contractual life of options outstanding at period end was 2.55 years (30 June 2024: 2.07 years).

METAL HAWK LIMITED
NOTES TO THE FINANCIAL STATEMENTS

7.1 SHARE BASED PAYMENTS (continued)

b) Options (continued)

On 27 November 2024, 1,750,000 unlisted options were granted to the Directors under the Company's Employee Share Plan, as approved by shareholders at the Company's AGM held on 27 November 2024.

On 6 December 2024, the Company granted 1,000,000 employee options exercisable at \$0.43 each expiring on 27 November 2028 to employees under the Company's Employee Securities Incentive Plan. On 9 December 2024, the Company also granted 400,000 employee options exercisable at \$0.50 each expiring on 10 December 2028 to employees under the Company's Employee Securities Incentive Plan.

Options granted during the period have been valued using the Black-Scholes Option Valuation model, which takes account of factors including the option exercise price, the current level and volatility of the underlying share price, the risk-free interest rate, expected dividends on the underlying share, current market price of the underlying share and the expected life of the option. See below for the assumptions used for grants made during the period.

	Director Options	Employee Options	Employee Options
Number of options	1,750,000	1,000,000	400,000
Exercise price (cents)	43	43	50
Grant date	27-Nov-24	6-Dec-24	9-Dec-24
Expiry date	27-Nov-28	27-Nov-28	10-Dec-28
Life of the options (years)	4	4	4
Volatility	120%	120%	120%
Risk free rate	3.95%	3.95%	3.95%
Fair value at grant date (cents)	22	26	25
Share price at grant date (cents)	29	34	34

The 1,750,000 Director options and 1,000,000 employee options vest immediately. The 400,000 employee options vest 12 months from issue date. The Director options and employee options were valued at \$379,750 and \$359,200 respectively with the share-based payment expense of \$642,741 recognised the Statement of Profit or Loss and Other Comprehensive Income.

c) Performance Rights

At 31 December 2024, a summary of the Company Performance Rights in issue are as follows:

Tranche/ Class	Grant/ Issue date	Expiry date	Balance at the start of the period	Granted during the period	Exercised during the period	Expired during the period	Balance at the end of the period	% vested
Tranche A	9-Nov-23	10-Nov-28	1,750,000	-	-	-	1,750,000	100
Tranche B	9-Nov-23	10-Nov-28	1,750,000	-	-	-	1,750,000	Nil
Class B	27-Nov-24	27-Nov-29	-	2,450,000	-	-	2,450,000	Nil
Class B	13-Dec-24	10-Dec-29	-	150,000	-	-	150,000	Nil
			3,500,000	2,600,000	-	-	6,100,000	

Tranche A, granted during the previous financial period, shall vest upon the Company's VWAP being at least \$0.30 over 20 consecutive trading days on which the Company's shares have actually traded (commencing after 9 November 2023). Tranche A vested during the period.

Tranche B, granted during the previous financial period, shall vest upon the Company's VWAP being at least \$0.40 over 20 consecutive trading days on which the Company's shares have actually traded (commencing after 9 November 2023).

METAL HAWK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

7.1 SHARE BASED PAYMENTS (continued)

The Performance Rights will expire and lapse if the Director ceases employment with the Company.

Share-based payment expense of \$312,311 in relation to Tranche A and Tranche B was recognised in the Statement of Profit or Loss and Other Comprehensive Income for the half-year ended 31 December 2024.

Performance Rights granted during the period:

During the period, the Company issued 2,450,000 and 150,000 Class B Performance Rights respectively to the Directors and employees, with the vesting term as below:

Class B shall vest when the Company announces on the ASX or another recognised securities exchange, Mineral Resource Estimate of at least 500kOz Au at a cut-off grade of 2.0g/t Au at the Company's Leinster South project.

The Performance Rights issued have been valued using the share price at grant date. See below for the assumptions used for grants made during the period.

	Class B Director Performance Rights	Class B Employee Performance Rights	Class B Employee Performance Rights
Number of rights	1,850,000	600,000	150,000
Exercise price (cents)	-	-	-
Grant date	27-Nov-24	6 Dec-24	13-Dec-24
Expiry date	27-Nov-29	27-Nov-29	10-Dec-29
Life of the options (years)	5	5	5
Fair value at grant date (cents)	29	34	34
Share price at grant date (cents)	29	34	34

The Performance Rights will expire and lapse if the Director or employee ceases employment with the Company.

Given the early stage of the Leinster South Project, it is not possible to predict if the performance hurdle required for the Class B Performance Rights will be met, hence a vesting factor of nil has been applied in determining the value of these rights. The vesting factor will be reviewed at each subsequent period end and the value of the Class B Performance Rights and corresponding expense adjusted if appropriate.

7.2 SUBSEQUENT EVENTS

On 23 January 2025, the Company announced that it has sold 70% interest in the Kanowna East Gold Project, located in the prolific Kalgoorlie gold region of Western Australia to Accelerate Resources Limited (ASX:AX8).

The Consideration comprises:

- Signing Fee: A\$25,000 paid within 7 days of execution of the Binding Heads of Agreement.
- Consideration Shares: Issue of twenty million (20,000,000) fully paid ordinary AX8 shares two business days after the satisfaction or waiver of the Conditions Precedent.

All Consideration Shares are subject to six months voluntary escrow.

Metal Hawk to retain 30% free carried interest in the Project to completion of a Preliminary Feasibility Study (PFS) (as defined in the JORC Code) and then contribute or dilute to a NSR as per industry standard dilution clauses.

There have been no other matters or circumstances that have arisen since the end of the financial period that have significantly affected, or may significantly affect, the operations of the Company, the results of these operations, or the state of affairs of the Company in future financial periods.

7.3 RELATED PARTY TRANSACTIONS

During the half-year ended 31 December 2024, the Company issued 1,750,000 options and 1,850,000 Performance Rights to Directors of the Company, as disclosed above in note 7.1.

On 20 November 2024, the Company announced a Placement of 12,500,000 fully paid ordinary shares @ 20c per share. 300,000 out of the total 12,500,000 Placement Shares subscribed for by Metal Hawk Directors, William Belbin, David Pennock and Michael Edwards (or with their related entities) will be issued subject to shareholder approval at a General Meeting.

The Company was assigned a 3-year office lease from Pennock Pty Ltd, a company associated with Director David Pennock, with details disclosed in Note 5.2 and 5.3. The assignment has been entered into on arms-length terms. No other related party transactions occurred during the half-year ended 31 December 2024.

7.4 CONTINGENT LIABILITIES

The Company is not aware of any significant contingencies arising since the last annual reporting date.

DIRECTORS' DECLARATION

1. In the opinion of the Directors of Metal Hawk Limited (the "Company"):
 - (a) the accompanying interim financial statements and notes are in accordance with the *Corporations Act 2001* including:
 - (i) giving a true and fair view of the Company's financial position as at 31 December 2024 and of its performance for the half-year then ended; and
 - (ii) complying with Australian Accounting Standards, the *Corporations Regulations 2001*, professional reporting requirements and other mandatory requirements.
 - (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
 - (c) the financial statements and notes thereto are in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board.
2. This declaration has been made after receiving the declarations required to be made to the Directors in accordance with Section 303(5) of the *Corporations Act 2001* for the half-year ended 31 December 2024.

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

Dated at Perth 12 of March 2025.


WILLIAM BELBIN
Director

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Metal Hawk Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Metal Hawk Limited (the Company), which comprises the statement of financial position as at 31 December 2024, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, material accounting policy information and other explanatory information, and the directors' declaration.

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

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

Basis for conclusion

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

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

Responsibility of the directors for the financial report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Company's financial position as at 31 December 2024 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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

BDO Audit Pty Ltd

BDO

A handwritten signature in black ink, appearing to read 'Melissa Reid'.

Melissa Reid

Director

Perth, 12 March 2025