

# **INDIANA RESOURCES LIMITED**

**and its controlled entities**

**ABN 67 009 129 560**

**INTERIM FINANCIAL REPORT**  
**for the half-year ended 31 December 2023**



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*This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2023 and any public announcements made by Indiana Resources Limited during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.*

# INDIANA RESOURCES LIMITED

## Corporate Directory

### Directors

Ms Bronwyn Barnes  
Mr Robert Adam  
Mr David Ward  
Ms Maja McGuire

### Company Secretaries

Ms Kate Stoney  
Mr Josh Merriman

### Registered Office

2/50 Kings Park Road  
WEST PERTH WA 6005  
Tel +61 8 6241 1870

### Share Register

Computershare Limited  
Level 17, 221 St Georges Terrace  
PERTH WA 6000  
Tel +61 8 9323 2000

### Auditors

In.Corp Audit & Assurance Pty Ltd  
(formerly known as Rothsay Audit & Assurance Pty Ltd)  
Level 1, Lincoln House  
4 Ventnor Avenue  
WEST PERTH WA 6005

### Website Address

[www.indianaresources.com.au](http://www.indianaresources.com.au)

### Stock Exchange

Shares are listed on the Australian Securities Exchange under the code IDA.

The Directors present the consolidated financial report of Indiana Resources Limited ("**Indiana**" or the "**Company**") and its controlled entities (the "**Group**") for the six months ended 31 December 2023.

Amounts are expressed in Australian dollars unless otherwise noted.

## Directors' Report

### Directors

The names of the Company's Directors in office during the half-year and until the date of this report are set out below. Directors were in office for the entire period unless otherwise stated.

Ms Bronwyn Barnes	Executive Chairman
Mr Robert Adam	Non-Executive Director
Mr David Ward	Non-Executive Director
Ms Maja McGuire	Non-Executive Director (appointed 18 October 2023)

### Company Secretaries

Ms Kate Stoney  
Mr Josh Merriman

### PRINCIPAL ACTIVITIES

During the period, the principal continuing activities of the Group consisted of exploration for minerals.

### REVIEW OF OPERATIONS

#### TANZANIA ARBITRATION AWARD

The half-year ended 31 December 2023 saw the conclusion of the initial phase of the arbitration proceedings in relation to Tanzania's unlawful expropriation of the Company's Ntaka Hill Nickel Project ("Project").

The Company holds a controlling interest in Nachingwea UK Limited ("NUKL"), Ntaka Nickel Holdings Ltd ("NNHL"), and Nachingwea Nickel Ltd ("NNL"), which together are the Claimants in the arbitration proceedings against the Government of Tanzania in the International Centre for Settlement of Investment Disputes ("ICSID"), along with joint venture partners MMG Exploration Holdings Ltd and Loricatus Resource Investments.

#### Award

In July 2023, the ICSID tribunal ruled that Tanzania had unlawfully expropriated the Project from the Claimants and awarded compensation for historic sunk investment costs to the Claimants of approximately US\$76 million, plus interest accruing from the date of expropriation at 2% above the USD prime rate. The tribunal additionally awarded legal costs to the Claimants of approximately US\$4.11 million (refer ASX release 18 July 2023).

As at the end of the reporting period, the full amount payable by Tanzania under the Award was approximately **US\$119 million (A\$175 million)**, inclusive of the amount awarded by the tribunal, accrued interest on the Award, and legal costs awarded by the tribunal (refer ASX release 27 December 2023). Interest continues to accrue at approximately US\$1 million per month until the full amount of the Award is received by the Claimants.

The Claimants were represented in the initial phase of the arbitration proceedings by LALIVE and Boies Schiller Flexner, two international law firms that specialise in international arbitration. A litigation funding facility for US\$4.65 million is in place with Litigation Capital Management Ltd ("LCM"), which covered all legal costs associated with arbitration and is repayable on receipt of funds from the Award. As at 31 December 2023, the total amount repayable to LCM under the facility was approximately US\$20 million, which will continue to increase until the facility has been repaid and closed.

## **Annulment Proceedings**

Subsequent to the ICSID tribunal's ruling, Tanzania lodged a request for annulment of the Award (refer ASX release 28 July 2023). The specific and narrow grounds that may justify annulment of an ICSID award are set out in article 52(1) of the ICSID Convention.

In August 2023, ICSID convened its *ad hoc* Committee to hear Tanzania's request for annulment of the Award (refer ASX release 28 August 2023). The Claimants subsequently lodged a request for the *ad hoc* Committee to immediately dismiss Tanzania's application for annulment as being without legal merit, under ICSID arbitration rule 41(5). The *ad hoc* Committee delivered its decision on the Claimants' preliminary objections after the end of the reporting period, dismissing all but one of the grounds relied upon by Tanzania in its application for annulment (refer ASX release 7 February 2024). The Claimants are represented in the annulment proceedings by Boies Schiller Flexner.

## **Stay of Enforcement and Undertaking by Tanzania**

In conjunction with Tanzania's application for annulment of the Award, the Secretary-General of ICSID imposed a provisional stay of enforcement of the Award pending further consideration by the *ad hoc* Committee.

In November 2023, the ICSID *ad hoc* Committee ruled that the stay of enforcement would be lifted, allowing the Claimants to seize assets up to the full value of the Award, unless Tanzania provided a written undertaking that it would abide by the outcome of the *ad hoc* Committee's final ruling on annulment and pay the full amount of the Award to the Claimants within 45 days of the Committee's final decision (refer ASX release 3 November 2023).

In December 2023, the Attorney-General of Tanzania provided a written undertaking to the *ad hoc* Committee, giving confirmation that Tanzania would fully compensate the Claimants and relieve them of the need to enforce or execute the Award (refer ASX release 27 December 2023) within 45 days of a decision by the *ad hoc* Committee that rejected Tanzania's request for annulment.

## **Settlement of Dispute Between Claimants' Shareholders**

On 6 December 2023, the Company advised the settlement of a dispute between the shareholders of NNHL, which had previously been the subject of arbitration proceedings in the Australian Centre for International Commercial Arbitration (refer ASX release 6 December 2023). The two shareholders in NNHL are NUKL (which is 83.7% owned by Indiana) and Loricatus Resource Investments ("LRI"), with NNHL and NUKL both being Claimants in the ICSID arbitration proceedings against Tanzania.

The dispute between NUKL and LRI related to a funding call made by NNHL to its shareholders in October 2022. As a result of the settlement, NUKL's stake in NNHL increased from 70% to 82%, with LRI's stake in NNHL being diluted from 30% to 18%. Each party bore its own costs in relation to the legal proceedings.

## **EXPLORATION**

During the half-year, the Company continued to progress exploration activities at its 100%-owned Central Gawler Craton Project in South Australia. The Company's tenement portfolio spans 5,713 km<sup>2</sup> portfolio and is prospective for rare earth elements<sup>1</sup> (REE), gold and base metals.

### **Rare Earth Exploration**

The Company has confirmed the presence of high-grade rare earth element (REE) mineralisation at the Lake Labyrinth Shear Zone ("LLSZ") within the Central Gawler Craton Project. Activities during the half-year were designed to gain a better understanding of key targets and evaluate additional prospect areas to inform forward planning.

<sup>1</sup> The group of metals referred to as rare earth elements (REE) comprises the 15 elements of the lanthanide series. Metals in the lanthanide series are: lanthanum (La), cerium (Ce), praseodymium (Pr), neodymium (Nd), promethium (Pm), samarium (Sm), europium (Eu), gadolinium (Gd), terbium (Tb), dysprosium (Dy), holmium (Ho), erbium (Er), thulium (Tm), ytterbium (Yb) and lutetium (Lu). In addition, yttrium (Y) and scandium (Sc) are often grouped with the lanthanides and referred to as REEs.

## Background

The Company has identified thick regolith-hosted REE mineralisation over a minimum 10 km strike zone at the Minos prospect within the LLSZ, with mineralisation appearing continuous and remaining open in all directions. Reviews of previous drilling have highlighted multiple REE targets across the Central Gawler Craton Project (refer Figure 1), with the Company designing a multi-phase exploration programme to systematically test the potential of the target areas.

Assay results received by the Company in the first half of 2023 identified bonanza-grade REE mineralisation at Minos, including TREO up to 46,721 ppm (4.67%) and MREO up to 22,255 ppm (2.23%) in the central corridor (refer ASX release 17 April 2023). A horizontal zone of MREO enrichment defined by a 300ppm contour has been intersected in most holes, confirming significant remobilisation of REE has occurred in the weathering profile. The zone of MREO enrichment is located within the saprolite/clay zone, up to 14 metres thick and at depths of 8 to 70 metres below surface.

Infill AC drilling is required to evaluate the distribution of the TREO and MREO enrichment zones at Minos and identify the extent of the high-grade mineralisation contained within each zone. The lateral extent of the REE mineralisation has been significantly increased by the Company's previous drilling programmes but remains to be fully tested, with mineralisation remaining open in all directions.

## Activities during the half-year

In October 2023, the Company undertook a field reconnaissance program covering key REE targets (refer ASX release 30 October 2023). Representative samples of clay-hosted REE mineralisation were taken from selected AC holes for beneficiation and metallurgical test work, with a total of 109 kg of samples collected and transported to Perth for processing. In-situ remnant drill spoils from historical gold exploration activities were also collected and will be sampled and tested to identify geochemical signatures similar to the mineralisation at Minos and Ariadne.

A follow-up field programme in November 2023 included geological mapping of key prospects and bottom-of-hole geochemical sampling (refer ASX release 27 November 2023). Activities were designed to enhance the understanding of the relationship between enriched clay-hosted REE mineralisation and the underlying bedrock lithology.

REE target areas within the Central Gawler Craton Project planned for further evaluation include:

- Lake Labyrinth (~450km<sup>2</sup>) – includes Minos, Partridge, Company Well and Hick Wells prospects
- Talia (~290km<sup>2</sup>) – follow-up of historic drilling
- Nelson Bore (~250km<sup>2</sup>) – south of Petrathern's Comet REE project

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*Note: The technical information relating to REE exploration contained in this report is derived from the below ASX releases:*

14 Jun 2022	Rare Earth Potential Identified at Central Gawler Project
7 Jul 2022	Native Title Agreement
2 Aug 2022	Assays Confirm High Grade Ionic Clay Rare Earths
10 Aug 2022	72 Additional Drillholes Submitted for REE Assay
8 Sep 2022	High-Grade Rare Earth Mineralisation Confirmed
19 Sep 2022	Final Assays Confirm Significant REE Discovery
1 Dec 2022	REE Air-Core Drilling Underway – Minos
14 Dec 2022	Multiple New REE Exploration Targets Identified
22 Dec 2022	Completion of REE AC & Gold RC Drilling – Minos
23 Jan 2023	New Significant REE Discovery South of Minos
17 Apr 2023	Bonanza REE Assay Results at Minos
21 Jun 2023	Minos Assay Results Widens REE Zone to 4.5km
30 Oct 2023	Exploration Update – Central Gawler Craton Project
27 Nov 2023	Exploration Activity Update – Central Gawler Craton Project



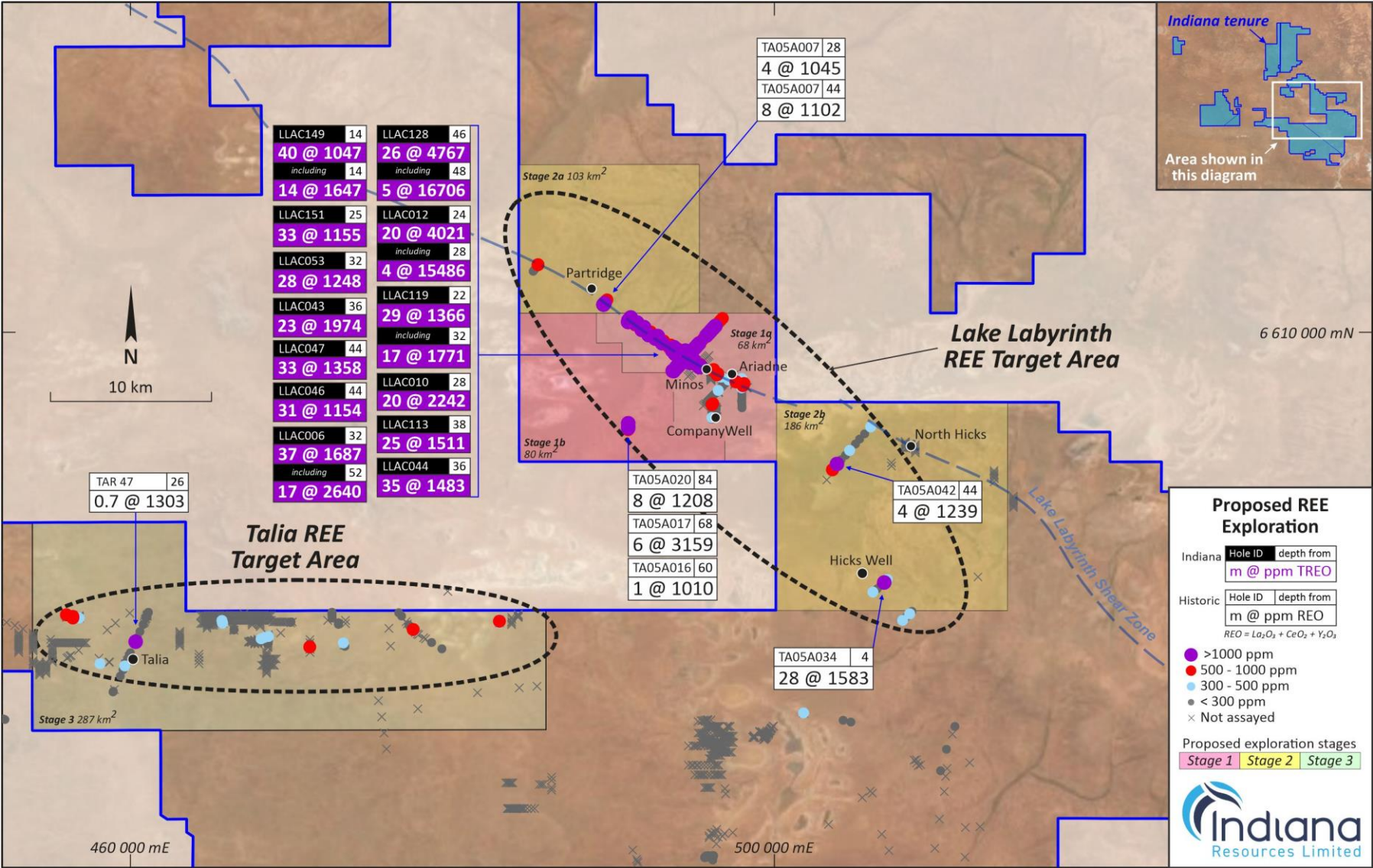


Figure 1: Lake Labyrinth (including Minos) and Talia REE target areas, showing regional anomalies and drilling highlights

## **Gold and Base Metal Exploration**

During the half-year, multiple field investigations were undertaken of gold and base metal targets within the Central Gawler Craton Project, including the Minos-Ariadne, Company Well, Partridge, Earea Dam, Moolkra and Double Dutch gold prospects, and the Hopeful Hill Greenstone Belt which is prospective for Zn-Cu and Ni-Cu-Co-PGE mineralisation.

Detailed geological mapping of key gold prospects has been undertaken to provide detailed lithological and structural information around known mineralisation. A number of historic regional exploration sites were inspected, with remnant drill spoils sampled and tested to identify geochemical signatures similar to the mineralisation at Minos and Ariadne, which will aid in identifying additional gold targets.

Petrographic thin section analysis on existing diamond core samples stored at the Company's Adelaide warehouse has been undertaken to determine the alteration assemblages associated with gold mineralisation, unmineralised wall rocks at Minos, and the original host rocks.

### **Background – Gold Targets**

Gold exploration completed by the Company to date has focused on the advanced gold targets in the Lake Labyrinth Shear Zone ("LLSZ"), including Minos and Ariadne. Further statutory and heritage clearances have been requested to allow ground-disturbing activities to proceed at other areas.

The LLSZ has been identified as a significant gold-bearing system, with shallow, near-surface gold mineralisation confirmed over a 600 m strike zone and remaining open across strike, along strike in both directions, and at depth (refer Figure 2). Assays results received by the Company in the first half of 2023 strengthened confidence in the continuity of gold zones at Minos and confirmed a new zone of high-grade mineralisation in the north-west, which remains open.

### **Background – Base Metal Targets**

An airborne electro-magnetic survey completed by the Company has identified multiple anomalies within the Hopeful Hill Greenstone Belt, which is prospective for volcanogenic massive sulphide (VMS) zinc-copper mineralisation across a 17 km strike zone. The dominant rock type associated with these targets has been determined to be ultramafic lithologies capable of hosting Ni-Cu-Co-PGE base metal mineralisation.

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*Note: The technical information relating to gold and base metal exploration contained in this report is derived from the below ASX releases:*

4 Aug 2020	Indiana to Acquire South Australia Gold Projects
28 Sep 2020	IDA Completes Acquisition of South Australian Gold Projects
27 Jan 2021	Completion of Drilling at Central Gawler Craton Gold Project
9 Feb 2021	Significant Au Results – Minos Diamond Hole
22 Feb 2021	Exceptional High-Grade Gold Results at Minos Prospect
3 Mar 2021	High Grade Gold Results Continue at Minos
23 Mar 2021	Exploration Update
19 Apr 2021	Commencement of RC Drilling at Minos, Central Gawler Craton
3 May 2021	Completion of Drilling at Central Gawler Craton Gold Project
24 Jun 2021	Exploration Update – Central Gawler Craton Gold Project
13 Jul 2021	Stunning High-Grade Gold Results Continue at Minos Prospect
12 Aug 2021	Aircore Drilling & Exploration Update
7 Oct 2021	Exploration Update
3 Nov 2021	Further Diamond Assays Received from Minos
21 Dec 2021	Drilling Extends Mineralization at LLSZ
11 Jan 2022	Wide Gold Intersections Extend Minos Strike
23 Feb 2022	Strong Gold Results Continue at Minos Prospect
15 Mar 2022	Minos Continues to Deliver Strong, Coherent Gold Zones
17 May 2022	New targets identified at Central Gawler Gold Project
9 Jun 2022	Significant Gold Bearing System Defined at Minos
21 Jun 2022	Indiana Secures Government Grant to Advance VMS Targets
21 Jul 2022	Minos Drilling Highlights Continuous Gold Mineralisation
22 Aug 2022	RC Drilling Commenced at Minos
31 Aug 2022	RC Drilling Completed at Minos
2 Nov 2022	High Grade Results Confirm Significant Gold Bearing System
14 Nov 2022	Exploration Update – Central Gawler Craton Project
16 Dec 2022	RC Drilling Commenced at Minos
22 Dec 2022	Completion of REE AC & Gold RC Drilling – Minos
13 Feb 2023	High Grade Gold Results at Minos – Up To 95.6 g/t Au



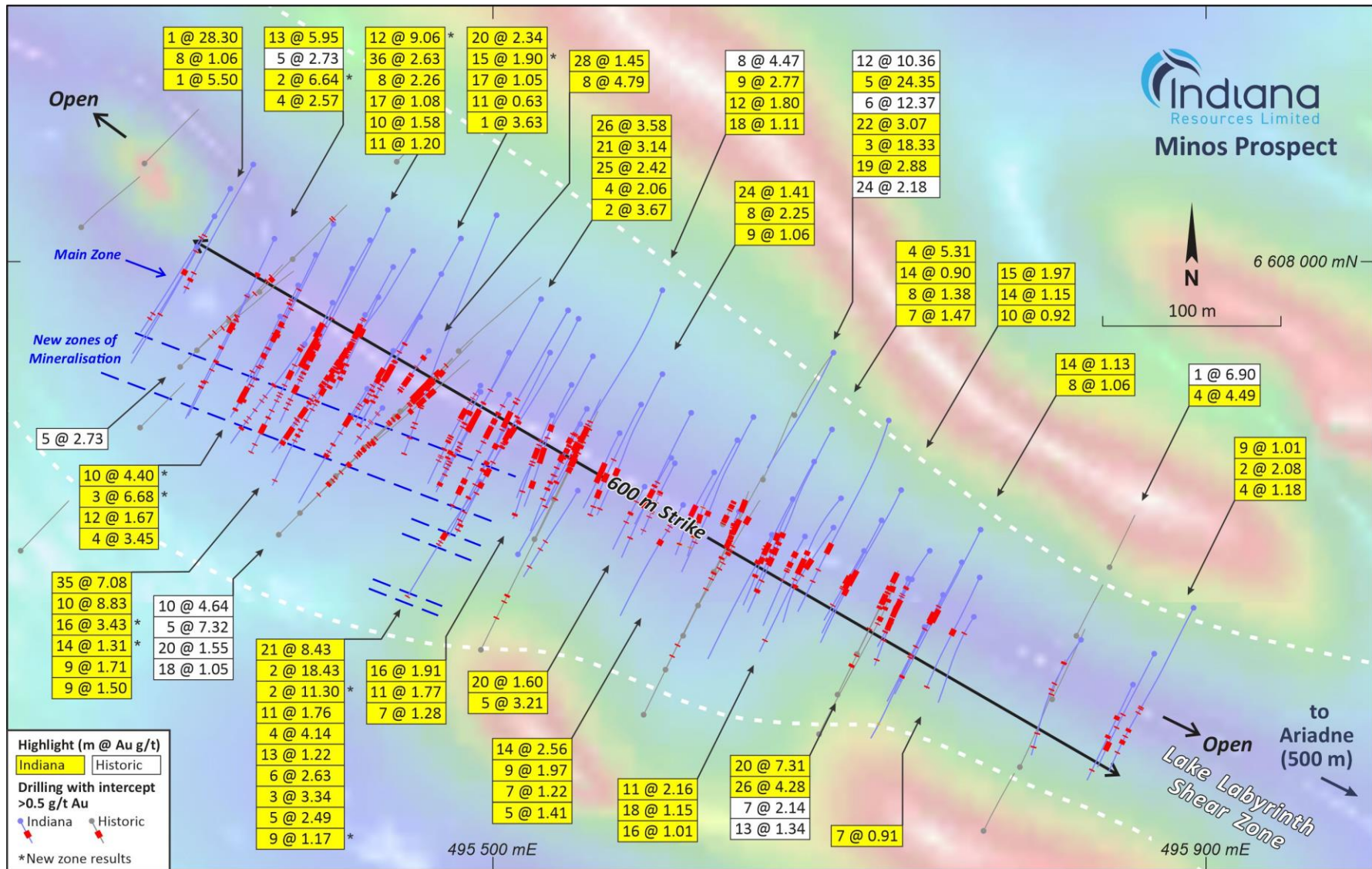


Figure 2: Significant gold results at Minos

## RESULTS OF OPERATIONS

The Group incurred an after-tax operating loss for the half-year ended 31 December 2023 of \$2.431 million (31 December 2022: \$0.773 million).

## CORPORATE

In October 2023, the Company raised \$3,828,050 (before costs) via a placement of shares to new and existing sophisticated investors. The new shares had an issue price of \$0.05 per share and were issued using the Company's existing placement capacity under Listing Rules 7.1 and 7.1A. Directors of the Company subscribed for \$140,000. CPS Capital Pty Ltd acted as lead manager to the placement, receiving a management and placement fee of 6% of funds raised and 3,075,360 \$0.05 unlisted options expiring 23 October 2023.

The Company held its Annual General Meeting in November 2023, with all resolutions passed by shareholders.

## SIGNIFICANT EVENTS AFTER THE REPORTING DATE

On 7 February 2024, the Company advised that ICSID had delivered its ruling on the Claimants' preliminary objections to Tanzania's application for annulment of the Award pursuant to ICSID Arbitration Rule 41(5). The *ad hoc* Committee struck out two out of the three grounds Tanzania relied upon in its application to annul the Award, with Tanzania unable to rely on these grounds in further submissions to the tribunal.

On 14 February 2024, the Company advised that it had received a notice under 249D of the *Corporations Act 2001* requesting the Company call a general meeting to consider the removal of Mr David Ward as a Director of the Company. The Company subsequently convened a meeting for 22 March 2024.

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

## AUDITOR'S INDEPENDENCE DECLARATION

Section 307C of the *Corporations Act 2001* requires the Company's auditors to provide the Directors of Indiana Resources Limited with an Independence Declaration in relation to the review for the half-year ended 31 December 2023. The Independence Declaration is attached to and forms part of this Directors' Report.

This report is made in accordance with a resolution of Directors, pursuant to section 306(3)(a) of the *Corporations Act 2001*.



Bronwyn Barnes  
**EXECUTIVE CHAIRMAN**  
PERTH, WA

15 March 2024

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

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

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

This declaration is in respect of Indiana Resources Limited and the entities it controlled during the half-year.

**In.Corp Audit & Assurance Pty Ltd**



**Daniel Dalla**  
Director

**15 March 2024**

**In.Corp Audit & Assurance Pty Ltd**  
**ABN 14 129 769 151**

Level 1  
6-10 O'Connell Street  
SYDNEY NSW 2000

Suite 11, Level 1  
4 Ventnor Avenue  
WEST PERTH WA 6005

GPO BOX 542  
SYDNEY NSW 2001

**T** +61 2 8999 1199  
**E** [team@incorpadvisory.au](mailto:team@incorpadvisory.au)  
**W** [incorpadvisory.au](http://incorpadvisory.au)

**Consolidated Statement of Profit or Loss and  
Other Comprehensive Income  
For the half-year ended 31 December 2023**

	Notes	31 DECEMBER 2023 \$'000	31 DECEMBER 2022 \$'000
Interest income		12	8
Other income		-	6
Business development expenses		(152)	(138)
Corporate and administration expenses		(2,137)	(503)
Depreciation and amortisation		(30)	(39)
Share based payments		(105)	(98)
Other expenses		(9)	(9)
<b>LOSS BEFORE INCOME TAX EXPENSE</b>		<b>(2,421)</b>	<b>(773)</b>
Income tax benefit		-	-
<b>LOSS AFTER INCOME TAX EXPENSE</b>		<b>(2,421)</b>	<b>(773)</b>
<b>OTHER COMPREHENSIVE INCOME</b>			
<b>Items that may be reclassified subsequently to profit and loss</b>			
Foreign currency translation differences, net of tax		(10)	(9)
<b>TOTAL COMPREHENSIVE LOSS FOR THE PERIOD</b>		<b>(2,431)</b>	<b>(782)</b>
<b>Net loss is attributable to:</b>			
Owners of Indiana Resources Limited		(2,385)	(749)
Non-controlling interest		(36)	(24)
		<b>(2,421)</b>	<b>(773)</b>
<b>Total comprehensive loss is attributable to:</b>			
Owners of Indiana Resources Limited		(2,395)	(758)
Non-controlling interest		(36)	(24)
		<b>(2,431)</b>	<b>(782)</b>
<b>Loss per share attributable to owners of the Company:</b>			
Basic loss per share (cents)		(0.42)	(0.15)
Diluted loss per share (cents)		(0.42)	(0.15)

The accompanying notes form part of these consolidated interim financial statements.

## Consolidated Statement of Financial Position

### As at 31 December 2023

	Notes	31 DECEMBER 2023 \$'000	30 JUNE 2023 \$'000
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		2,718	1,185
Trade and other receivables		233	297
<b>TOTAL CURRENT ASSETS</b>		<b>2,951</b>	<b>1,482</b>
<b>NON-CURRENT ASSETS</b>			
Exploration and evaluation expenditure assets	5	5,727	5,325
Plant and equipment		48	54
Right-of-use assets		30	51
<b>TOTAL NON-CURRENT ASSETS</b>		<b>5,805</b>	<b>5,430</b>
<b>TOTAL ASSETS</b>		<b>8,756</b>	<b>6,912</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		1,209	851
Provisions		34	30
Lease liabilities		31	58
<b>TOTAL CURRENT LIABILITIES</b>		<b>1,274</b>	<b>939</b>
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities		32	38
<b>TOTAL NON CURRENT LIABILITIES</b>		<b>32</b>	<b>38</b>
<b>TOTAL LIABILITIES</b>		<b>1,306</b>	<b>977</b>
<b>NET ASSETS</b>		<b>7,450</b>	<b>5,935</b>
<b>EQUITY</b>			
Contributed equity	6	31,097	27,171
Reserves		5,258	5,478
Accumulated losses		(29,187)	(26,997)
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT</b>		<b>7,168</b>	<b>5,652</b>
Non-controlling interest		282	283
<b>TOTAL EQUITY</b>		<b>7,450</b>	<b>5,935</b>

The accompanying notes form part of these consolidated interim financial statements.

## Consolidated Statement of Cash Flows

### For the half-year ended 31 December 2023

	31 DECEMBER 2023 \$'000	31 DECEMBER 2022 \$'000
<b>CASH FLOWS USED IN OPERATING ACTIVITIES</b>		
Interest and other receipts	12	8
Payments to suppliers and employees	(1,929)	(821)
<b>Net cash outflow used in operating activities</b>	<b>(1,917)</b>	<b>(813)</b>
<b>CASH FLOWS USED IN INVESTING ACTIVITIES</b>		
Receipts from joint venture partners	33	-
Payment of exploration assets	(188)	(679)
Payment of plant and equipment	(10)	(10)
<b>Net cash outflow used in investing activities</b>	<b>(165)</b>	<b>(689)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issue of shares (net of costs)	3,658	738
Repayment of lease liabilities	(32)	(43)
<b>Net cash inflow from financing activities</b>	<b>3,626</b>	<b>695</b>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>1,544</b>	<b>(807)</b>
<b>Opening cash and cash equivalents brought forward</b>	<b>1,185</b>	<b>2,367</b>
Impact of foreign exchange on cash	(11)	(9)
<b>CASH AND CASH EQUIVALENTS CARRIED FORWARD</b>	<b>2,718</b>	<b>1,551</b>

The accompanying notes form part of these consolidated interim financial statements.



## Consolidated Statement of Changes in Equity For the half-year ended 31 December 2023

	Contributed Equity	Foreign Currency Translation Reserve	Share Based Equity Reserve	Accumulated Losses	Non- Controlling Interest	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Balance at 1 July 2022</b>	24,819	4,869	2,343	(26,589)	347	5,789
<b>Total Other Comprehensive Income half year</b>						
- Loss for the half-year	-	-	-	(749)	(24)	(773)
- Foreign exchange translation differences	-	(9)	-	-	-	(9)
	<b>-</b>	<b>(9)</b>	<b>-</b>	<b>(749)</b>	<b>(24)</b>	<b>(782)</b>
<b>Transactions with owners in their capacity at owners</b>						
- Issue of shares net of transaction costs	600	-	-	-	-	600
- Shares issued upon conversion of options	490	-	(223)	-	-	267
- Share-based payments during the half-year	-	-	98	-	-	98
- Transfers upon lapse of options	-	-	(10)	10	-	-
<b>Balance at 31 December 2022</b>	<b>25,909</b>	<b>4,860</b>	<b>2,208</b>	<b>(27,328)</b>	<b>323</b>	<b>5,972</b>
<b>Balance at 1 July 2023</b>	27,171	4,862	616	(26,997)	283	5,935
<b>Total Other Comprehensive Income half year</b>						
- Loss for the half-year	-	-	-	(2,385)	(36)	(2,421)
- Foreign exchange translation differences	-	(10)	-	-	-	(10)
	<b>-</b>	<b>(10)</b>	<b>-</b>	<b>(2,385)</b>	<b>(36)</b>	<b>(2,431)</b>
<b>Transactions with owners in their capacity at owners</b>						
- Issue of shares net of transaction costs	3,751	-	-	-	-	3,751
- Reclassification to non-controlling interest	-	-	-	(35)	35	-
- Shares issued upon conversion of options	175	-	(85)	-	-	90
- Share-based payments during the half-year	-	-	105	-	-	105
- Transfers upon lapse of options	-	-	(230)	230	-	-
<b>Balance at 31 December 2023</b>	<b>31,097</b>	<b>4,852</b>	<b>406</b>	<b>(29,187)</b>	<b>282</b>	<b>7,450</b>

The accompanying notes form part of these consolidated interim financial statements.

## Notes to the Consolidated Financial Statements

### 1. CORPORATE INFORMATION

Indiana Resources Limited (“**Indiana**” or the “**Company**”) is a company incorporated in Australia and limited by shares. Shares in the Company are publicly traded on the Australian Securities Exchange (ASX) under the stock code IDA. The consolidated interim financial statements of the Company as at and for the half-year ended 31 December 2023 comprise the Company and its subsidiaries (together the “**Group**” or “**Consolidated Entity**”).

The principal activity of the Consolidated Entity is exploration for minerals.

The consolidated financial statements of the Group for the year ended 30 June 2023 are available online at [www.indianaresources.com.au](http://www.indianaresources.com.au).

This financial report was authorised for issue in accordance with a resolution of the Directors.

### 2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

This general purpose interim financial report for the half-year ended 31 December 2023 has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. The financial report does not include all notes of the type normally included within the annual financial report. However selected explanatory notes are included to explain events and transactions that are important to an understanding of changes in the Group's financial position and performance since the last annual consolidated financial statements for the year ended 30 June 2023.

It is recommended that this interim financial report be read in conjunction with the annual report for the year ended 30 June 2023 and considered together with any public announcements made by Indiana during the half-year ended 31 December 2023 in accordance with the Company's continuous disclosure obligations.

#### Going concern

The Group incurred a loss for the half-year ended 31 December 2023 of \$2.421 million and net cash outflows from operating activities and investing activities of \$1.917 million and \$0.165 million respectively. As at 31 December 2023, the Group had cash and cash equivalents of \$2.718 million and net current assets of \$1.677 million.

These factors indicate a material uncertainty which may cast significant doubt as to whether the Group will continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report. As a result, the Group's ability to continue as a going concern is dependent on it being able to secure funding through equity raises, which may be supplemented by further reduction in operating costs.

The Directors believe that there are reasonable grounds to believe that the Group will be able to continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report after consideration of the following factors:

- As disclosed in the Directors' Report, the Claimants in the ICSID arbitration proceedings against Tanzania (in which the Group holds a controlling interest) have been awarded compensation of at least US\$120 million (including accrued interest) by the ICSID tribunal, which is enforceable in any country which is party to the ICSID Convention (subject to the provisional stay of enforcement imposed by the ICSID *ad hoc* Committee); and
- The Group has the capacity, if necessary, to raise further capital in order to manage its working capital requirements.

Accordingly, the Directors believe that the Group will be able to continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report.

The financial report does not include any adjustments relating to the amounts or classification of recorded assets or liabilities that might be necessary if the Group does not continue as a going concern.

### 3. NEW OR AMENDED ACCOUNTING STANDARDS AND INTERPRERATIONS ADOPTED

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current and prior reporting periods.

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

### 4. USE OF JUDGEMENTS AND ESTIMATES

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

In preparing these interim consolidated financial statements, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 30 June 2023.

### 5. EXPLORATION ASSETS

	<b>31 December 2023 \$'000</b>	<b>30 June 2023 \$'000</b>
Exploration and evaluation expenditure – at cost	<b>5,727</b>	<b>5,325</b>
<i>Reconciliation of exploration &amp; evaluation expenditure assets</i>		
Carrying amount at the beginning of the period	5,325	3,606
Additions of exploration and evaluation expenditure	402	1,719
Carrying amount at the end of period	<b>5,727</b>	<b>5,325</b>

All capitalised exploration expenditure relates to the Group's 100%-owned Central Gawler Craton Project in South Australia. The Consolidated Entity has reviewed the value of exploration assets carried at 31 December 2023 and is satisfied the requirements of AASB 6 have been met.

## 6. CONTRIBUTED EQUITY

	31 December 2023		30 June 2023	
	Number of shares	\$'000	Number of shares	\$'000
<b>(a) Issued and paid-up capital</b>				
Ordinary shares fully paid	615,237,061	31,097	531,514,811	27,171
<b>(b) Movement in fully paid ordinary shares</b>				
	Number of shares	\$'000	Number of shares	\$'000
Balance at the beginning of the period	531,514,811	27,171	478,122,466	24,819
Issue of shares, net of costs	80,722,250	3,751	37,509,992	1,552
Shares issued upon conversion of options	3,000,000	175	15,882,353	800
<b>Balance at the end of the period</b>	<b>615,237,061</b>	<b>31,097</b>	<b>531,514,811</b>	<b>27,171</b>

There were no dividends paid, recommended or declared during the current half or previous financial year.

**(c) Outstanding Share Options**

As at 31 December 2023, the Company had the following share options outstanding:

ASX class	Exercise price	Issue date	Expiry date	No. on issue
IDAAAG	\$0.08	23 Apr 2021	22 Apr 2024	11,000,000
IDAAAK	\$0.10	22 Dec 2022	22 Dec 2024	7,000,000
IDAAAL	\$0.15	22 Dec 2022	22 Dec 2025	2,000,000
IDAAAN	\$0.00	22 Dec 2022	22 Dec 2025	1,000,000
IDAAAO	\$0.00	22 Dec 2022	22 Dec 2026	1,000,000
IDAAO	\$0.08	28 Jun 2022	28 Jun 2024	4,000,000
IDAAO	\$0.05	23 Oct 2023	23 Oct 2026	3,075,360
IDAAAP <sup>1</sup>	\$0.05	10 Nov 2023	7 Feb 2025	20,000,000
IDAAAQ <sup>2</sup>	\$0.075	10 Nov 2023	7 Feb 2026	12,000,000
IDAAAR <sup>3</sup>	\$0.10	1 Dec 2023	1 Dec 2025	2,000,000
IDAAAS <sup>4</sup>	\$0.15	1 Dec 2023	1 Dec 2026	2,000,000
				<b>65,075,360</b>

1. Issued to Ms Bronwyn Barnes, the Company's Executive Chair, as approved by shareholders at the Company's Extraordinary General Meeting on 13 October 2023, and subject to the vesting condition that the 30-day value-weighted average price of the Company's shares exceed \$0.15 per share prior to 7 February 2024.
2. Issued to Ms Bronwyn Barnes, the Company's Executive Chair, as approved by shareholders at the Company's Extraordinary General Meeting on 13 October 2023, and subject to the vesting condition that the 30-day value-weighted average price of the Company's shares exceed \$0.30 per share prior to 7 February 2025.
3. Issued to Ms Maja McGuire, a Non-Executive Director of the Company, as approved by shareholders at the Company's Annual General Meeting on 30 November 2023, and subject to the vesting condition that the 30-day volume-weighted average price of the Company's shares exceed \$0.10 per share.
4. Issued to Ms Maja McGuire, a Non-Executive Director of the Company, as approved by shareholders at the Company's Annual General Meeting on 30 November 2023, and subject to the vesting condition that the 30-day volume-weighted average price of the Company's shares exceed \$0.15 per share.

## 7. CONTINGENT ASSETS AND LIABILITIES

### Ntaka Hill Nickel Project

As detailed in the Directors' Report above, the Claimants have been awarded compensation of approximately US\$120 million (A\$175 million) in recognition of the loss of their investment as a result of the unlawful expropriation of the Company's Ntaka Hill Nickel Project by the Government of Tanzania. Interest continues to accrue on the Award at approximately US\$1 million per month.

While awards made by the International Centre for Settlements for Investment Disputes (ICSID) are able to be enforced in any country which is party to the ICSID Convention, the ICSID *ad hoc* Committee has imposed a provisional stay of enforcement of the Award pending its final ruling on Tanzania's application for annulment. As a requirement for the stay of enforcement to remain in place, Tanzania provided a written undertaking that it will pay the full amount of the Award to the Claimants within 45 days of the *ad hoc* Committee's final decision on annulment. The final hearing date for the annulment proceedings is scheduled for 26 July 2024.

The Company has not recognised an asset or liability in relation to the Award as the outcome of the annulment proceedings is not yet certain and the Claimants may not enforce the Award via asset seizures while the stay of enforcement remains in place. Additionally, while the overall quantum of the Award and associated costs are known, the proportion of funds to be distributed to the individual Claimants (and ultimately to their shareholders, including Indiana) is yet to be determined. As such, the Award does not yet meet the recognition requirements of IAS/AASB 37.

## 8. COMMITMENTS

There have been no changes in the tenement expenditure commitments disclosed in the annual report for the period ended 30 June 2023.

## 9. OPERATING SEGMENTS

The Group's exploration activities take place solely in South Australia. All non-exploration activities are considered corporate in nature.

### Segment Revenue and Results

	Australia \$'000	Corporate \$'000	Total \$'000
<b>Period Ended</b>			
<b>31 December 2023</b>			
Segment income	-	12	12
Segment result	(5)	(2,416)	(2,421)
Segment assets	5,727	3,029	8,756
Segment liabilities	82	1,224	1,306
	Australia \$'000	Corporate \$'000	Total \$'000
<b>Period Ended</b>			
<b>31 December 2022</b>			
Segment income	-	14	14
Segment result	-	(773)	(773)
Segment assets	5,068	1,907	6,975
Segment liabilities	484	519	1,003

## 10. SUBSEQUENT EVENTS

On 7 February 2024, the Company advised that ICSID had delivered its ruling on the Claimants' preliminary objections to Tanzania's application for annulment of the Award pursuant to ICSID Arbitration Rule 41(5). The *ad hoc* Committee struck out two out of the three grounds Tanzania relied upon in its application to annul the Award, with Tanzania unable to rely on these grounds in further submissions to the tribunal.

On 14 February 2024, the Company advised that it had received a notice under 249D of the *Corporations Act 2001* requesting the Company call a general meeting to consider the removal of Mr David Ward as a Director of the Company. The Company subsequently convened a meeting for 22 March 2024.

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

## 11. INTEREST IN CONTROLLED ENTITIES

The consolidated financial statements incorporate the assets, liabilities and the results of the following subsidiaries in accordance with the accounting policy described in Note 1:

Name	Country of incorporation	Class of shares	Equity Holding	
			31 December 2023	30 June 2023
			%	%
Frugal Mining Pty Ltd	Australia	Ordinary	100	100
Outback Iron Pty Ltd	Australia	Ordinary	51	51
Pan African Resources Pty Ltd	Australia	Ordinary	100	100
Zanzibar Gold Pty Ltd	Australia	Ordinary	92	92
Continental Nickel Limited	Canada	Ordinary	100	100
Noble Mineral Resources Pte Ltd	India	Ordinary	100	100
Goldstream Mozambique Limited	Mozambique	Ordinary	100	100
Anga Resources Limited	Tanzania	Ordinary	86	86
Duma Minerals (Tanzania) Limited	Tanzania	Ordinary	92	92
Kudu Limited	Tanzania	Ordinary	100	100
Nachingwea Nickel Limited	Tanzania	Ordinary	68	58
Ngwena Limited	Tanzania	Ordinary	86	86
Nyati Mining (Tanzania) Limited	Tanzania	Ordinary	100	100
Pan African Resources (Tanzania) Limited	Tanzania	Ordinary	100	100
Warthog Resources Limited	Tanzania	Ordinary	100	100
IMX UK Limited	United Kingdom	Ordinary	100	100
Nachingwea UK Limited	United Kingdom	Ordinary	83	83
Ntaka Nickel Holdings Limited	United Kingdom	Ordinary	68	58
Endeavour Copper Gold Pty Ltd	Australia	Ordinary	100	100
Earea Dam Mining Pty Ltd	Australia	Ordinary	100	100



## Directors' Declaration

In accordance with a resolution of the Directors of Indiana Resources Limited (the "Directors"), in the opinion of the Directors:

- (a) The financial statements and notes of the Group are in accordance with the *Corporations Act 2001* and:
- (i) give a true and fair view of the financial position as at 31 December 2023 and the performance for the half-year ended on that date of the Group; and
  - (ii) comply with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001* and other mandatory professional reporting 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.

Signed in accordance with a resolution of the Directors made pursuant to Section 303(5)(a) of the *Corporations Act 2001*.

On behalf of the Board



Bronwyn Barnes  
EXECUTIVE CHAIRMAN  
PERTH, WA

15 March 2024

**INDIANA RESOURCES LIMITED  
INDEPENDENT AUDITOR'S REVIEW REPORT**

**In.Corp Audit & Assurance Pty Ltd  
ABN 14 129 769 151**

Level 1  
6-10 O'Connell Street  
SYDNEY NSW 2000

Suite 11, Level 1  
4 Ventnor Avenue  
WEST PERTH WA 6005

GPO BOX 542  
SYDNEY NSW 2001

**T** +61 2 8999 1199  
**E** [team@incorpadvisory.au](mailto:team@incorpadvisory.au)  
**W** [incorpadvisory.au](http://incorpadvisory.au)

To the members of Indiana Resources Limited

**Conclusion**

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

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

- (i) giving a true and fair view of the Group's financial position as at 31 December 2023 and of its 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 Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* ("the Code") that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

**INDIANA RESOURCES LIMITED  
INDEPENDENT AUDITOR'S REVIEW REPORT (continued)**

**Emphasis of Matter – Material Uncertainty related to Going Concern**

We draw attention to Note 2 to the financial report which describes events and conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore that the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our opinion is not modified in respect of this matter.

**Directors' Responsibility 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 the 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 Half-Year Financial Report**

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2023 and its 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.

**In.Corp Audit & Assurance Pty Ltd**



**Daniel Dalla  
Director**

Perth, 15 March 2024