



2021

ANNUAL REPORT

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CORPORATE DIRECTORY

Directors

Tim R B Goyder	Chairman
Brendan J Bradley	Managing Director
Bryn L Jones	Non-executive Director
Richard K Hacker	Non-executive Director

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Kym Verheyen

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ASX

Share Code: DEV

FROM THE CHAIRMAN + MANAGING DIRECTOR



Tim Goyder
CHAIRMAN



Brendan Bradley
MANAGING DIRECTOR

Dear Fellow Shareholder,

We are pleased to present DevEx's 2021 Annual Report and to reflect on what has been an exceptionally busy and productive year for the Company against the backdrop of continued buoyant conditions in the junior exploration sector.

Building on an aggressive project procurement strategy in recent years, targeting several of Australia well-endowed mineral provinces, DevEx can now maintain its accelerated exploration momentum across its projects in WA, NSW and the NT – with drilling planned to continue across all regions in the coming 12 months moving the Company closer to what we hope will be a breakthrough discovery.

As we all know, discovery success stems from a combination of having quality ground, applying the best possible science and, most importantly, having strong backing, access to sufficient funding and a willingness to be persistent.

DevEx has all of these attributes and qualities in abundance and – with exploration programs gathering momentum across world-class mineral provinces in three States and Territories – the Company has put itself in the best possible position to achieve success in FY2022.

Firstly, in the Julimar Region of Western Australia, we are excited by the progress being made at our Sovereign Project, which comprises a combination of 100 percent held tenure and our farm-in agreement with Australian Silica Quartz Group. This highly strategic ground package lies ~35km north of Chalice Mining's world-class Gonneville Ni-Cu-PGE discovery and just south of Caspin Resources' Yarawindah Brook Ni-Cu-PGE project.

This year, our reconnaissance air-core drilling confirmed the presence of a large differentiated mafic-ultramafic intrusion extending over a strike length of 12km at Sovereign comprising intrusive rocks similar to the upper portion of the Julimar mafic-ultramafic intrusion, as seen on the western edge of the Gonneville intrusion that hosts Chalice Mining's potentially world-class Ni-Cu-PGE deposit to the south.

In summary, we believe the Sovereign Project hosts a prospective intrusion of significant scale, with the right rocks of the right age and excellent potential to yield a significant Ni-Cu-PGE discovery. We are looking forward to the next phase of exploration, which will comprise a combination of ground-based EM, as well as deeper RC and diamond drilling to test this theory. This work will commence in September and gather momentum towards the end of the year.

In NSW, we enjoyed a very active year on several fronts within the sizeable exploration portfolio we have secured in the Lachlan Fold Belt – currently one of Australia's most active exploration provinces.

At the 100%-owned Junee Project, we completed wide-spaced reconnaissance air-core drilling at the Nangus Road Prospect, with drilling intersecting coincident copper-gold bedrock mineralisation up to 3.5g/t Au, and 1,700ppm Cu (over 1 metres intervals) defining a prospective porphyry Cu-Au target over 2km in length. With multiple IP chargeability anomalies beneath this bedrock Cu-Au mineralisation we believe results have markedly upgraded prospectivity of the Project – highlighting the potential to discover a large Cadia-Ridgeway style porphyry copper-gold system. We are very excited to see the next ramp in intensive exploration drilling in the months ahead.

We further expanded our Lachlan Fold Belt portfolio in NSW during the year via the new North Cobar Project and a farm-in agreement with Thomson Resources on the prospective Wilga Downs gold-base metal project in the Cobar Region.

In last year's Annual Report, we highlighted the growing opportunity presented by our commanding ground position at the West Arnhem-Nabarlek Project in the Alligator Rivers Uranium Province (ARUP) in the Northern Territory as a result of improving sentiment in the uranium sector.

This is Australia's highest-grade uranium province, with an endowment of 500 million pounds of U₃O₈ (mined and current resources) throughout the region. DevEx's tenure centred on the historical Nabarlek Uranium Mine, which

produced 24 million pounds at a remarkable grade of 1.84% U_3O_8 during the early 1980's.

During the year, the Company initiated a project-wide review of our +4,700km² of strategically located tenure in the ARUP, with a multi-pronged focus that includes near-mine opportunities (extensions of the high-grade Nabarlek mineralisation) and numerous historical prospects across the regional tenure. Surface mapping and geochemistry commenced around the middle of the year and is ongoing.

Given the scale of our portfolio and the multi-pronged nature of our exploration activities, we completed two important and strongly-supported capital raisings during the year to strengthen our balance and ensure that the Company is well-placed both to fund its ongoing activities and, in the event of discovery success at any of our projects, quickly escalate drilling.

In conclusion, we would like to extend our sincere thanks to outstanding and hard-working exploration team at DevEx. It is thanks to their focus and hard work that the Company has been able to prosecute an extensive exploration effort across our key projects, notwithstanding the impacts and challenges presented by the COVID-19 pandemic – which has continued to interrupt travel, close borders and prevent the free movement of people and equipment throughout the year.

Most importantly, we have once again been able to keep our people safe at all times.

We would also like to warmly thank our shareholders for their continued support, and to welcome the new investors who joined our register through the two share placements completed during the year. Your support and confidence in our projects, our people and our strategic vision for DevEx is greatly appreciated.

Our objective is to make a major discovery that will materially change the value of the Company and deliver outstanding returns to our shareholders. We believe we are well placed to deliver on that goal, and we are looking forward to another exciting year in 2022.

Yours faithfully,



Tim Goyder
Chairman



Brendan Bradley
Managing Director

MISSION STATEMENT

Our Mission

DevEx Resources is committed to the growth and protection of shareholder value through the identification, acquisition, and exploration of high-quality projects within proven mining regions, with the intent to make a significant, economic discovery.

DevEx strives to pursue excellence by continuing to adopt responsible environmental and social standards including corporate governance, and in providing a safe and supportive workplace for all employees.

Our Values

Integrity – do the right thing.

Innovation – advance prospects through the adoption of new exploration approaches and technologies.

Respect – maintain a safe, respectful, and healthy working environment for all employees and contractors, acknowledging that our people are our greatest asset.

Entrepreneurship – remain nimble and have the courage to do things differently in order to deliver value for our Shareholders, while making ethical business decisions.

Energy – bring energy to everything that we do including our commitments to sustainability, social governance and the environment by striving to continually improve our practices.



ESG ELEMENTS

Balancing Environmental, Social and Governance

Proactive and responsible management of Environmental, Social and Governance (ESG) continues to be a high-priority for DevEx.

Continued growth in 2021 has reinforced the importance of ESG, and accordingly we are committed to identifying, reviewing and mitigating risks to deliver positive and sustainable outcomes.

Environmental

Throughout the year, DevEx continued to meet or exceed environmental regulatory requirements, with a priority on preserving the future land use of all sites we explore on.

In FY2021, the Company rehabilitated any ground disturbed during its exploration activities to the highest standards across all projects.

DevEx also engaged with key governing agencies to monitor regulatory requirements and ensure our activities follow best environmental practices.

Strong environmental management through awareness and impact minimisation will remain a key focus for the year ahead.

Social

DevEx acknowledges the Traditional Custodians of the lands over which the Company explores. DevEx continues to recognise their ongoing connection to the lands and waters over which its exploration tenure lie.

DevEx continued to establish and maintain good relations with the local communities, land holders, pastoral lease owners and government agencies who are located on or near our land holdings. DevEx understands that such social liaison is paramount for the Company's long term performance and growth.

Throughout the year, DevEx continued to progress land access agreements with landowners, and has worked collaboratively to ensure appropriate, safe and economic land access is achieved.

DevEx actively and effectively engages with key stakeholders using a variety of measures, including liaising with local government shires, direct mail outs and local advertising.

The Company has complied with all its heritage obligations during the year.

Governance

DevEx's Corporate Governance Manual forms the basis of a comprehensive system of control and accountability for the effective administration of corporate governance.

The Company Board is committed to administering the policies and procedures contained therein with openness and integrity, applying the true spirit of corporate governance to all Company activities.

This framework was developed with reference to the recommendations set out in the ASX Corporate Governance Council's Corporate Governance Principles and Recommendations 4th edition, and as required, was carefully reviewed by the Board and updated as necessary during this past financial year.

Health and Safety

DevEx strives to maintain a safe and healthy working environment for all employees and contractors. Occupational health and safety is therefore an integral part of the Company's philosophy and management systems.

DevEx reviewed and updated the company-wide health and safety policies, procedures and protocols, which were implemented in the previous financial year.

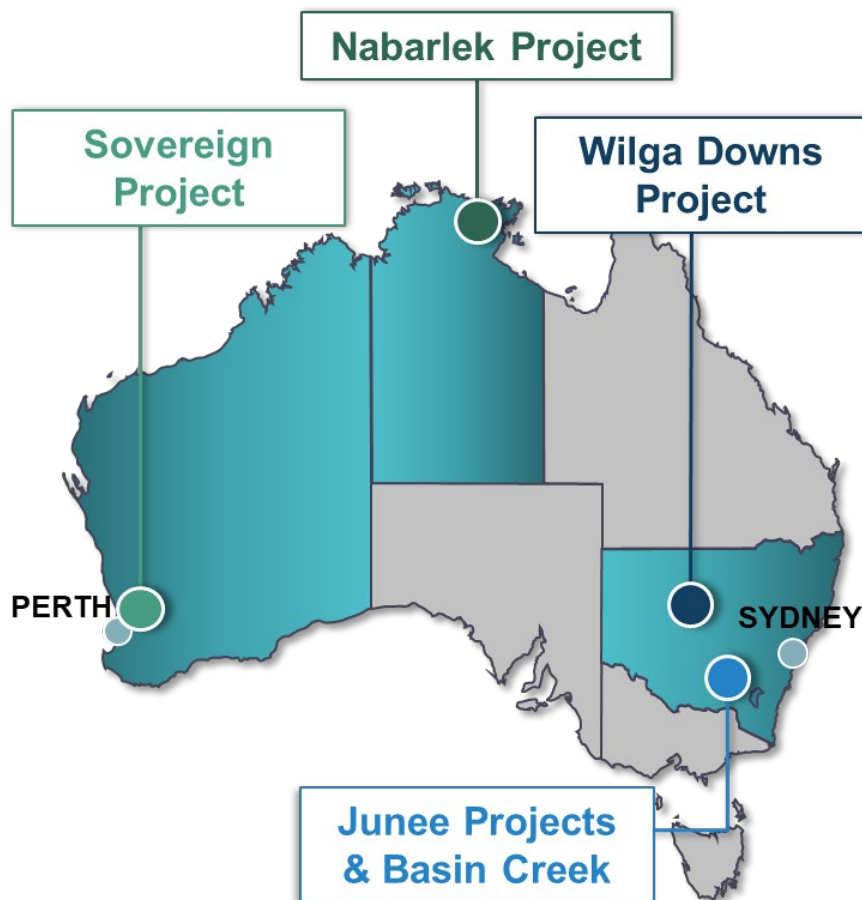
COVID-19

DevEx is pleased to report that COVID-19 has had minimal impact on the Company's fieldwork and activities.

The Company has complied with advice from the Federal and State Government and applicable health authorities to proactively manage the potential impact of COVID-19 pandemic, and will continue to monitor and integrate advice appropriately to ensure that its protocols remain relevant.

The global challenges presented by COVID-19 have emphasised the importance of regularly reviewing and improving these governing systems, as well as the role the Board plays in instilling suitable governance practices across our business.

HIGHLIGHTS 2020-2021



Julimar Complex, WA (Earn-In & 100% owned)

Building an attractive ground position within the emerging Julimar Ni-Cu-PGE Province:

- Sovereign Project lies between the Gonneville Ni-Cu-PGE discovery (Chalice Mining Limited) and the Yarrowindah Brooke Ni-Cu-PGE Project (Caspin Resources Limited)
- First time bedrock drilling defining a 12 km long differentiated mafic-ultramafic intrusion at Sovereign - rocks are consistent with the upper portion of the Julimar mafic-ultramafic intrusion to the north and south

Lachlan Fold Belt, NSW (80 to 100% owned)

DevEx significantly progressed exploration campaigns in a world-class copper-gold region, tightly held by major miners, with a focus on:

- Junee Project: New broad spaced drilling has identified an extensive Porphyry Cu-Au target at Nangus Road Prospect with further drilling planned this year
- Advancing Basin Creek and North Cobar Project with Cu-Au exploration planned this year

New Opportunities Defined

- Technical review commenced of Nabarlek Project – designed to maximise the potential of our existing major uranium asset and benefit from an improving uranium market
- DevEx continued to expand our team with the addition of technical experts, including on the ground geologists in WA and NSW

FORWARD PLAN 2021+

Our Strategy

DevEx has maintained positive exploration momentum throughout the 2021 financial year, with encouraging exploration results reported from several of its projects. This work has positioned the Company well, with a highly active follow-up exploration schedule planned for the coming 12 months.

Discovery of an economic deposit remains the key objective for 2022, and DevEx is confidently leveraged for upside, with sustained strategic focus on quality exploration targets unconstrained by historical exploration — ensuring any discovery has the potential to have a profound impact for our shareholders.

DevEx continues to be well-funded and opportunely positioned to accelerate and maintain exploration drilling activity through the coming year.

2021 saw encouraging results in three highly endowed, and hotly contested regions – Julimar (WA), Cobar Basin (NSW) and the Macquarie Arc (NSW). Drilling programs undertaken this year continue to better define and map the potential discovery opportunities in these under-explored metallogenic provinces.



Figure 1: Drill rig in operation at Sovereign Project, WA.

Focus for the Year Ahead

SOVEREIGN PROJECT NICKEL-COPPER-PGE

- Extensive ground EM survey to commence September 2021, testing for massive sulphide Ni-Cu-PGE mineralisation
- Prospective conductors to be fast-tracked to diamond drilling
- Diamond drilling planned to map geometry of intrusion and modelling of regional gravity data to define targets
- **Targeting Julimar PGE region**

COBAR NORTH PROJECTS GOLD-BASE METAL

- Explore the northern extensions of the Rookery and Endeavour Faults once land access is achieved
- **Targeting a major Au-Base Metal discovery in the Cobar Basin**

JUNEE AND BASIN CREEK PROJECTS COPPER-GOLD

- Progress and explore for Cu-Au mineralisation at Junee and Basin Creek
- Expand drilling programs at Junee to test the ~2km bedrock porphyry Cu-Au mineralisation and underlying IP chargeability anomalies at the priority Nangus Road Prospect
- **Targeting new Cu-Au mineralisation within the Macquarie Arc - host to some of Australia's largest porphyry Cu-Au mines**

NABARLEK PROJECT URANIUM

- Renewed field exploration to commence late 2021
- Reviewing historical and recent datasets
- **Targeting historical high-grade uranium prospects as market improves**

SOVEREIGN PROJECT

Nickel-Copper-PGE, WA
(Earn In Agreement
and 100% Tenements)

The Sovereign Project is strategically located in the highly prospective Julimar region of Western Australia, where DevEx is targeting intrusion-related nickel (Ni), copper (Cu) and platinum group elements (PGE) discoveries.

The Julimar Complex hosts the globally significant Gonneville Ni-Cu-PGE discovery owned by Chalice Mining (ASX: CHN), located ~40km to the south of the Sovereign Project.

Project Update

During the year, DevEx continued to advance a systematic and multi-pronged exploration program in the Julimar region (Figure 2).

Positive exploration results emerged early in the reporting period, with several new Ni-Cu-PGE drill targets identified. The re-assay of historical bauxite drill samples, together with DevEx rock chip sampling returned individual assays of up to 1,210 ppm nickel, 395 ppm copper, 6,830 ppm chromium and 83 ppb platinum + palladium.

A follow-up ground gravity survey further supported the potential for an underlying mafic-ultramafic intrusion associated with the Sovereign Magnetic Complex, enhancing the Company's capability to map the potential intrusion beneath the extensive duricrust development.

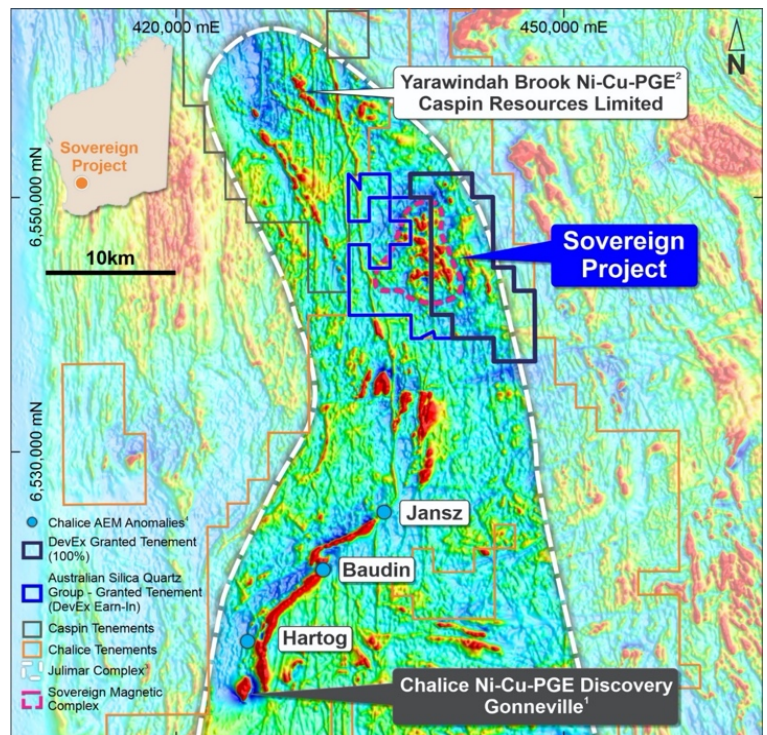


Figure 2: DevEx Tenement together with the Australian Silica Quartz Group Ltd ('ASQ') Tenement overlying airborne magnetics (RTP) in relation to Chalice Mining Limited's high-grade palladium-nickel discovery (ASX: CHN) at the Julimar Project. The outline of the Julimar Complex was interpreted by the Company from information in Harrison (1984)³.

1. Chalice Mining Limited (ASX: CHN) ASX announcement "Twelfth High-Grade Zone Defined at Julimar" on 3rd August 2021
2. Caspin Resources Limited (ASX: CPN) ASX announcement "Broad Sulphide Zones Intersected at Yarabrook Hill" on 24th May 2021.
3. Harrison P. H., 1984. The mineral potential of layered igneous complexes within the Western Gneiss Terrain. In: Professional papers for 1984 of the Geol Surv of W. A. 19. Gov Printing Office, Perth, pp 37-54.
4. Chalice Gold Mines Limited (ASX: CHN) ASX announcement "Major new 6.5km-long EM anomaly identified at Julimar" on 22nd September 2020.

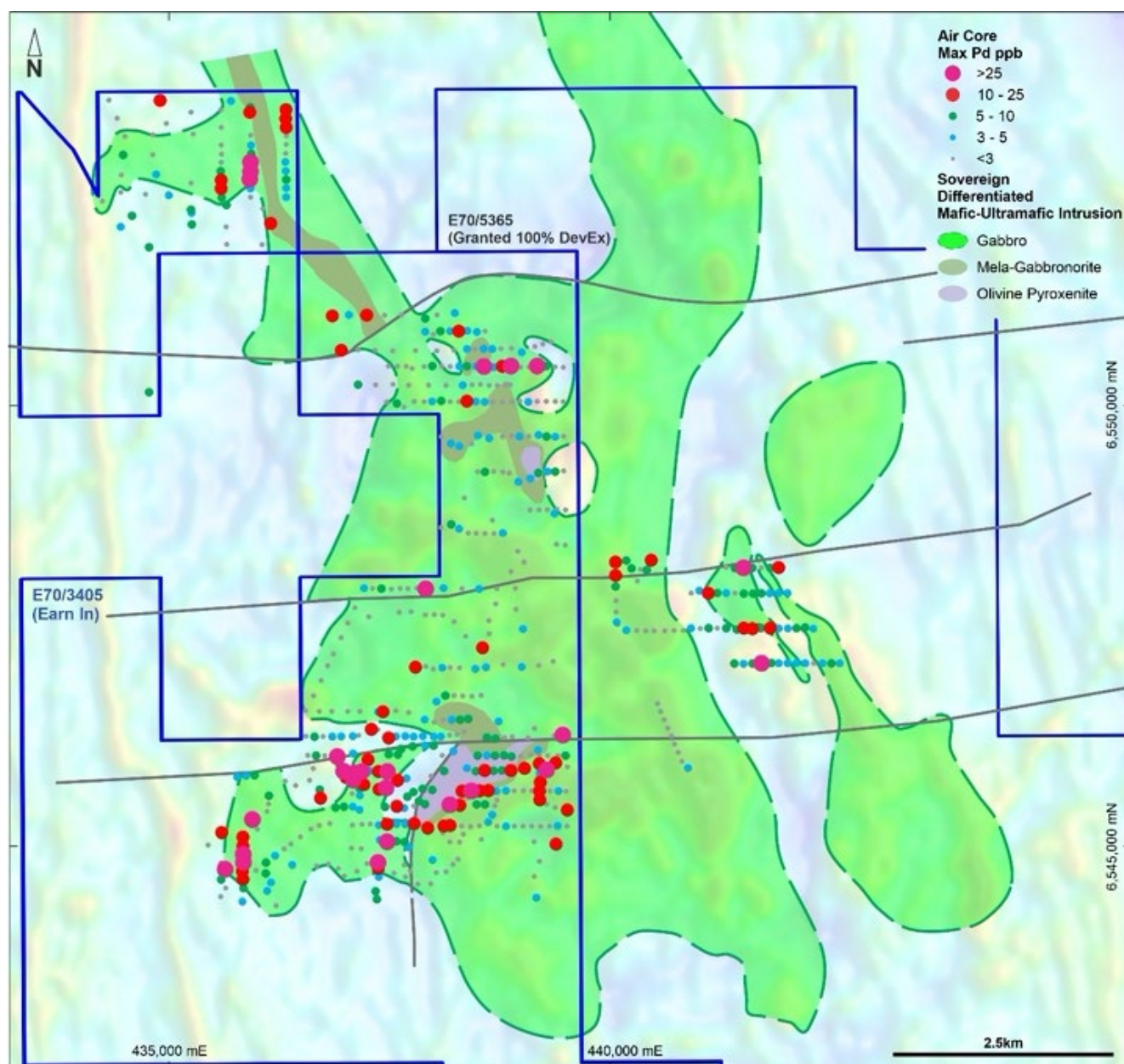


Figure 3: Sovereign Project: DevEx air-core drilling (average hole depth ~26m) has defined an extensive mafic-ultramafic intrusion over 12 km long with several windows of underlying metamorphosed pyroxenite and mela-gabbro rimmed by elevated palladium and platinum. The shape of the intrusion is interpreted from air-core drilling (incl bottom of hole multielement geochemistry), petrology and magnetics. The Company is currently planning an expanded ground EM survey, with stratigraphic diamond drilling to test the intrusion beneath the pyroxenite.

An airborne electromagnetic (EM) survey designed to identify near surface bedrock conductors that could be mapping underlying massive sulphide Ni-Cu-PGE mineralisation followed. Although results appeared encouraging, selective follow-up ground EM was unable to identify significant conductors associated with targets. Subsequent geophysical modelling indicates that the airborne EM would have been depth restrictive for conductors similar to those seen at the Gonneville Ni-Cu-PGE site and a more comprehensive ground EM is better suited to explore the area.

Two phases of air-core drilling (AC) consisting of 480 holes for 12,415 m were completed in 2021 on the western side of the Sovereign Magnetic Complex (E70/3405), where DevEx is exploring under an Earn-In Agreement with Australian Silica Quartz Group Ltd ('ASQ').

A further 76 holes (1,965 m) were completed on this eastern Devex tenement (E70/5365). This first-pass AC drilling was conducted to test the newly identified surface PGE geochemical anomaly, which had never been previously explored.

SOVEREIGN PROJECT

This broad-spaced drilling mapped the prospective mafic-ultramafic intrusion for the first time, defining a 12 km long complex and providing information on the potential framework of the intrusion (Figure 3).

Drilling also returned elevated palladium and platinum which, along with results from multielement geochemistry and petrology, are all consistent with the upper portions of a layered differentiated mafic-ultramafic intrusion, ranging from leuco-gabbros, to mela-norites, gabbro-norites and olivine pyroxenite (metamorphic equivalent).

These rocks are likely analogous to the western margin of Chalice Mining Limited's Gonneville Intrusion where gabbro-norite and pyroxenite rocks form the upper differentiated layer with the lower, more Ni-Cu-PGE rich, serpentinite (harzburgite) beneath.¹

At Sovereign, DevEx has yet to drill beneath the upper differentiated mela-gabbro-norite and pyroxenite to determine the position of any lower serpentinite that could occur beyond the pyroxenite layer.

The difference is that the Gonneville Intrusion appears to be folded onto its side so exposing the lower Ni-Cu-PGE rich serpentinite at surface. By contrast, the Sovereign mafic-ultramafic Intrusion is currently interpreted to be flatter lying, with the more prospective ultramafic rocks (serpentinite) lying beneath the pyroxenite and mela-gabbro-norite.

This interpretation is supported by several windows of mela-gabbro-norite and pyroxenite seen within the intrusion and rimmed by elevated palladium and platinum (PGE) and lithologies consistent with the upper differentiated portion of the intrusion.

A review of the previous Airborne EM (AEM) survey and limited ground follow-up undertaken by the Company's geophysical consultants, Newexco Pty Ltd, found that the AEM survey would have been depth restrictive and therefore unlikely to have tested the full vertical extent of the

prospective intrusion, including the more prospective ultramafic which may underly the gabbroic rocks. As a result, Newexco has recommended that a more extensive programme of ground EM is required to effectively test for massive sulphide Ni-Cu-PGE mineralisation with priority given to several windows where the lower ultramafic and mela-gabbro-norites have been exposed near surface.

In parallel, DevEx further expanded its footprint following the granting of the Company's 100% owned adjacent Exploration Licence E70/5365, an additional 55 km² to the area and providing broader access to explore the eastern half of the Sovereign Magnetic Complex.

Future Exploration

DevEx is now planning for an extensive ground EM survey to commence in the coming months. The survey is designed to test for conductors associated with Ni-Cu-PGE mineralisation beneath the effective range of the previous Airborne EM and overlying gabbroic rocks. Prospective EM conductors identified as this survey progresses will be fast tracked to diamond drilling.

In conjunction with these ground EM surveys, diamond drilling is also planned to test the geometry and extent of the intrusion beneath the upper gabbroic rocks. This planning will be supported by additional modelling of the regional gravity data. Results, and a more enhanced geological understanding, are expected to assist with definition of priority targets within the broader differentiated mafic-ultramafic intrusion which will pave the way for an expanded ground electromagnetic (EM) survey and subsequent RC/diamond drilling later in the year.

¹. Chalice Mining Limited (ASX: CHN) ASX announcement "Twelfth High-Grade Zone Defined at Julimar" on 3rd August 2021



JUNEE AND BASIN CREEK PROJECTS

Copper Gold, NSW
(100% Tenement)

The Junee and Basin Creek Projects are part of DevEx's large-scale ground position along the regional Gilmore Suture.

The Junee Project overlies +20 km of prospective strike in the underexplored southern extension of Macquarie Arc, a geological domain which hosts numerous major porphyry copper (Cu)-gold (Au) deposits including - Northparkes, Cowal and Cadia Ridgeway.

Project Update – Junee

Exploration results generated during the year significantly upgraded the potential for a porphyry copper-gold system in the project area with priority drilling scheduled for the Nangus Road Prospect (Figure 5).

In late 2020, a single diamond hole (20JNDD003) into the Prospect confirmed an altered monzonite associated with this magnetic anomaly with trace copper sulphides seen in the most altered monzonite rocks. This magnetic anomaly is concealed by recent transported sediments.

¹. Alkane Resources Ltd (ASX: ALK) ASX Announcement "Discovery of Significant Porphyry Gold-Copper Mineralisation at Boda Prospect within Northern Molong Porphyry Project (NSW)" on 9th September 2019.

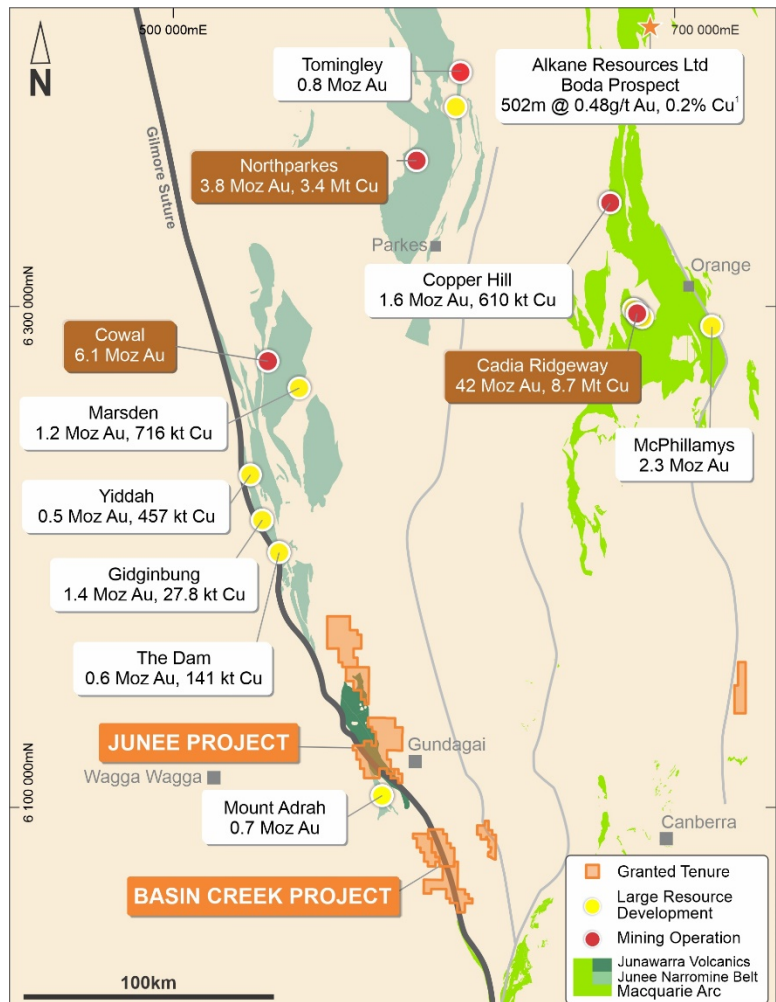


Figure 4: Location of the Junee and Basin Creek Projects, within the Lachlan Fold Belt, NSW.

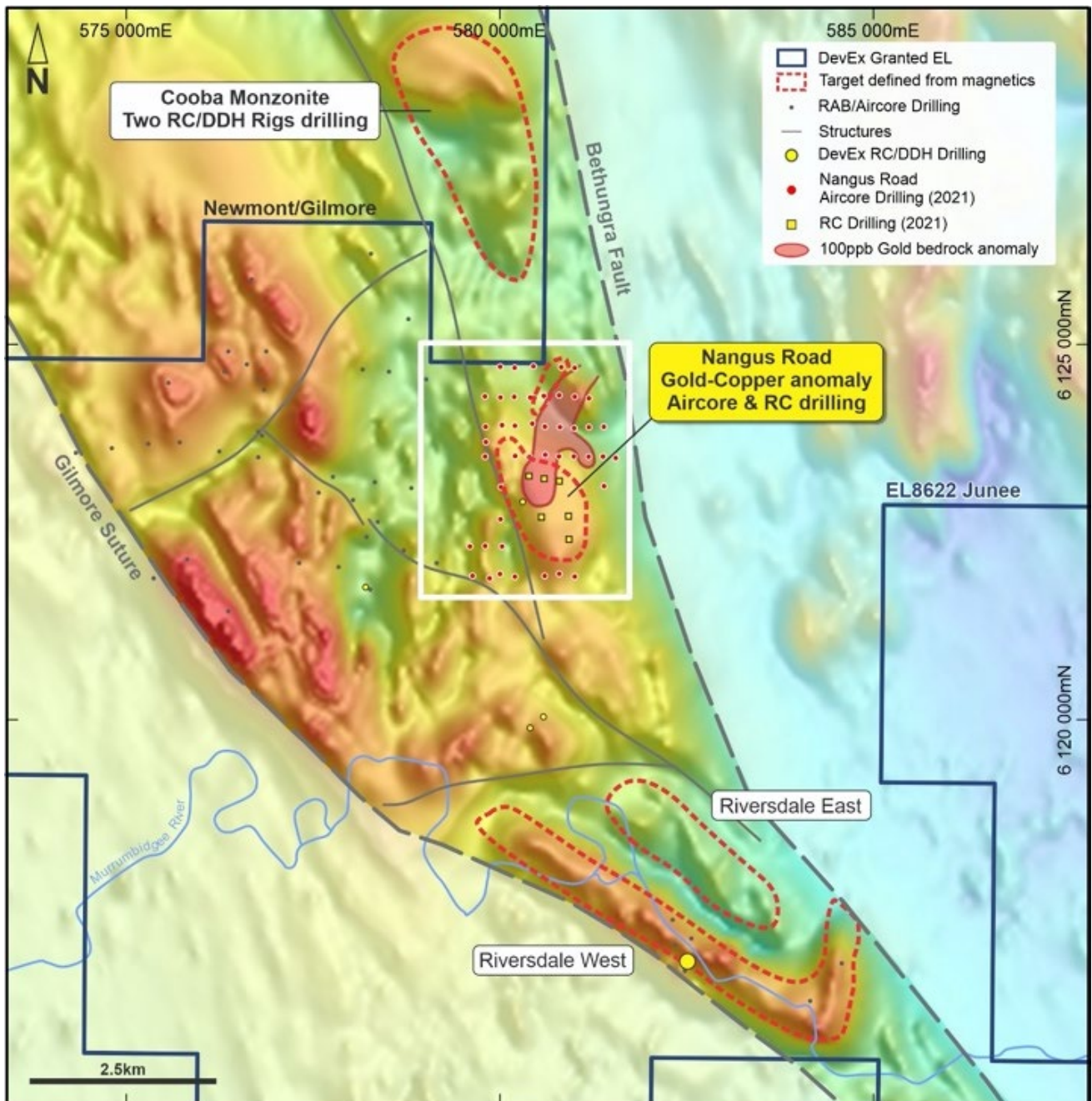


Figure 5: Junee Project, NSW, location of Nangus Road Prospect within EL8622, showing RTP magnetics, where recent air-core and RC drilling has identified an extensive copper-gold anomaly on the northern margin of an altered monzonite associated with a magnetic anomaly similar in size and amplitude to the copper-gold bearing monzonite at Cooba (north of the project).

Project Update – Junee, cont.

DevEx then completed wide-spaced (400 mN x 200 mE) air-core (AC) drilling designed to test the northern margin of the Nangus Road magnetic anomaly. Results identified broadly anomalous and coincident copper-gold bedrock mineralisation (up to 0.5 g/t Au and 731 ppm Cu in 4 m composite samples) over several east-west traverses spaced at 400 m and remained open to the north and south over the main magnetic anomaly.

Subsequent to year end, analysis of the one metre intervals within the composite samples returned higher gold and copper grades of up to 3.5 g/t Au and 1,410 ppm Cu (Figure 6). The anomalous copper-gold bedrock results are also supported by other anomalous pathfinder elements consistent with porphyry copper-gold systems, including molybdenum, bismuth, selenium, and tellurium.

Following on from this AC drilling, six broad-spaced Reverse Circulation (RC) holes were drilled to test the main magnetic anomaly further to the south. This drilling was reconnaissance in nature and designed to expand the previous AC drilling over the main magnetic anomaly. Drilling encountered altered monzonite in all holes, with anomalous gold mineralisation (up to 284ppb Au) seen in the RC drilling immediately south of the previous AC drilling.

Overall, the bedrock copper-gold anomaly has been extended to a strike length of ~2 kilometres. In addition, a first-pass Dipole-Dipole Induced Polarisation (IP) geophysical survey tested the bedrock copper-gold anomaly on 200 m N spaced traverses, identifying multiple strong chargeability highs beneath the Nangus Road copper-gold bedrock anomaly (Figure 7).

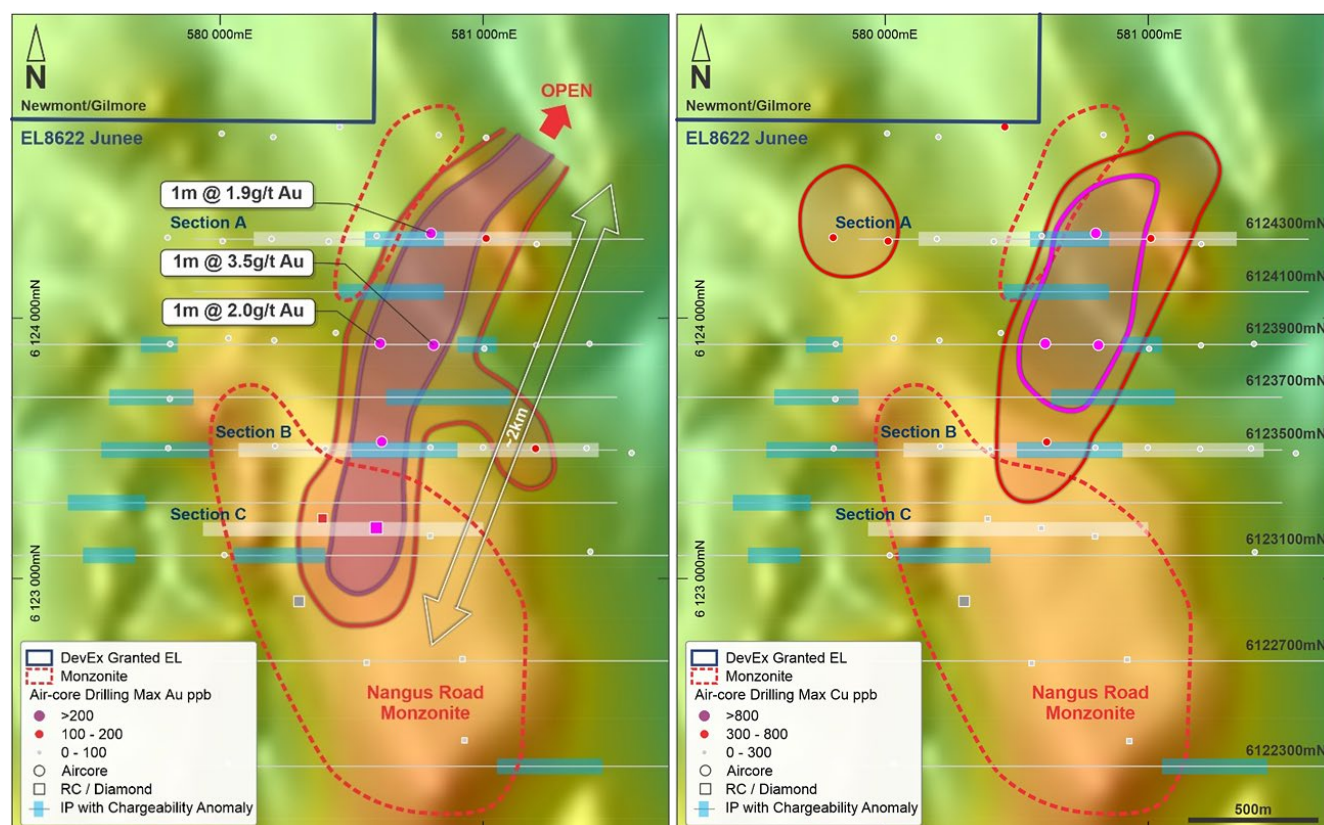


Figure 6: Nangus Road Prospect at Junee – Recent broad-spaced (400mN x 200mE) air-core + RC drilling, bedrock copper and gold anomaly (maximum Au and Cu assay per hole), peak assay of 1,410ppm Cu and 3.5g/t Au (3,490ppb Au), underlain by RTP magnetics. New IP Survey lines and anomalies are also shown. The copper and gold bedrock anomaly lies within and along the northern margin of the monzonite anomaly and remains open to the north.

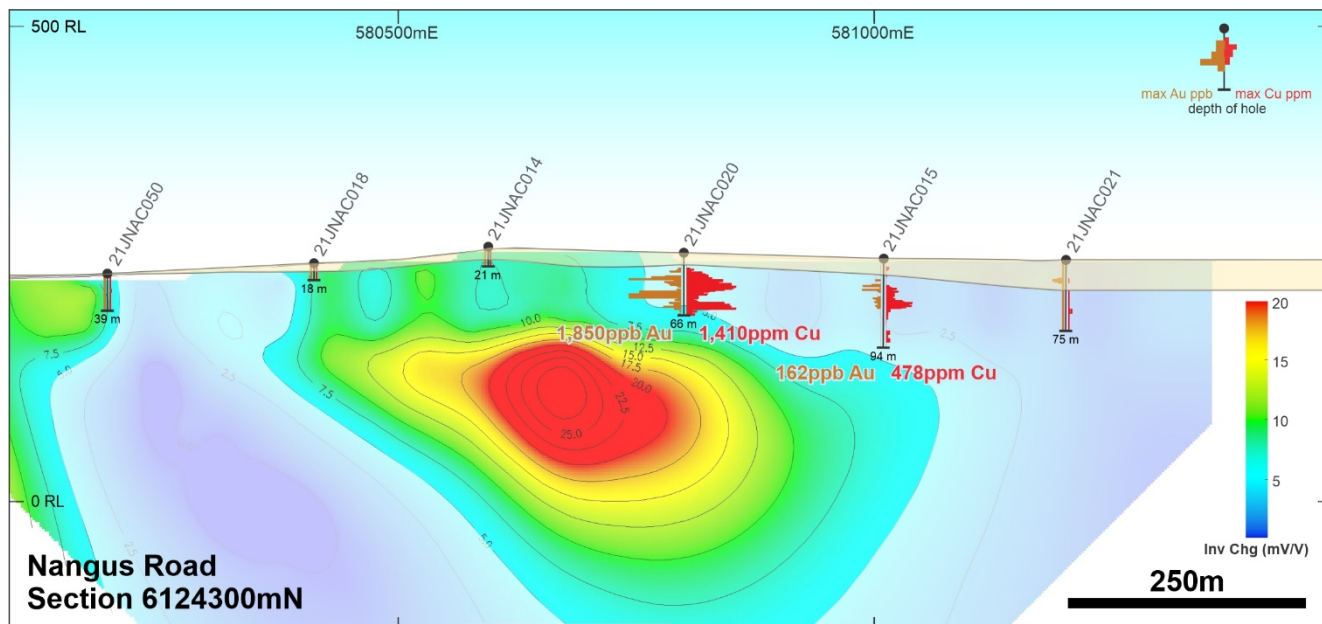


Figure 7: Nangus Road Prospect, Sections A (looking north) – showing broadly anomalous bedrock Au-Cu mineralisation defined by air-core drilling overlying strong IP chargeability anomaly within and proximal to the northern margin of the Nangus Road monzonite (see Figure 6 for location).

Project Update – Basin Creek

Preliminary drilling of 14 RC/diamond drill holes (2,800 m) was carried out during the reporting period, providing a first-pass test of the +3.5 km gold (Au) system at Main Ridge Prospect. Drilling in the central & southern areas encountered broad zones of strong silica-sericite-pyrite alteration, including quartz sulphide veins hosted in porphyritic and fragmental volcanic rocks, and assays show gold mineralisation proximal to the western margin of the Main Ridge Prospect, including 4 m @ 2.1 g/t Au from 174 m and 1 m @ 6.2 g/t Au from 12 m in a quartz stock work veined/breccia (Figure 9).

This western margin, interpreted to be a gold-bearing structure, has only been tested on broad drill-hole spacings, and remains open to the south for +400 m.

Future Exploration

At Junee, both the shallow, ~2 km-long bedrock copper-gold mineralization and the underlying IP chargeability anomalies represent compelling exploration drill targets. DevEx is planning to commence drilling in October 2021 once current and forecast wet weather abates and access is achievable.

At Basin Creek, planning continues for Phase 2 drilling on an expanded area of the Main Ridge Prospect, scheduled to start in early 2022 once additional field work within the project is complete.



Figure 8: Drill rig in operation at Junee Project, NSW.

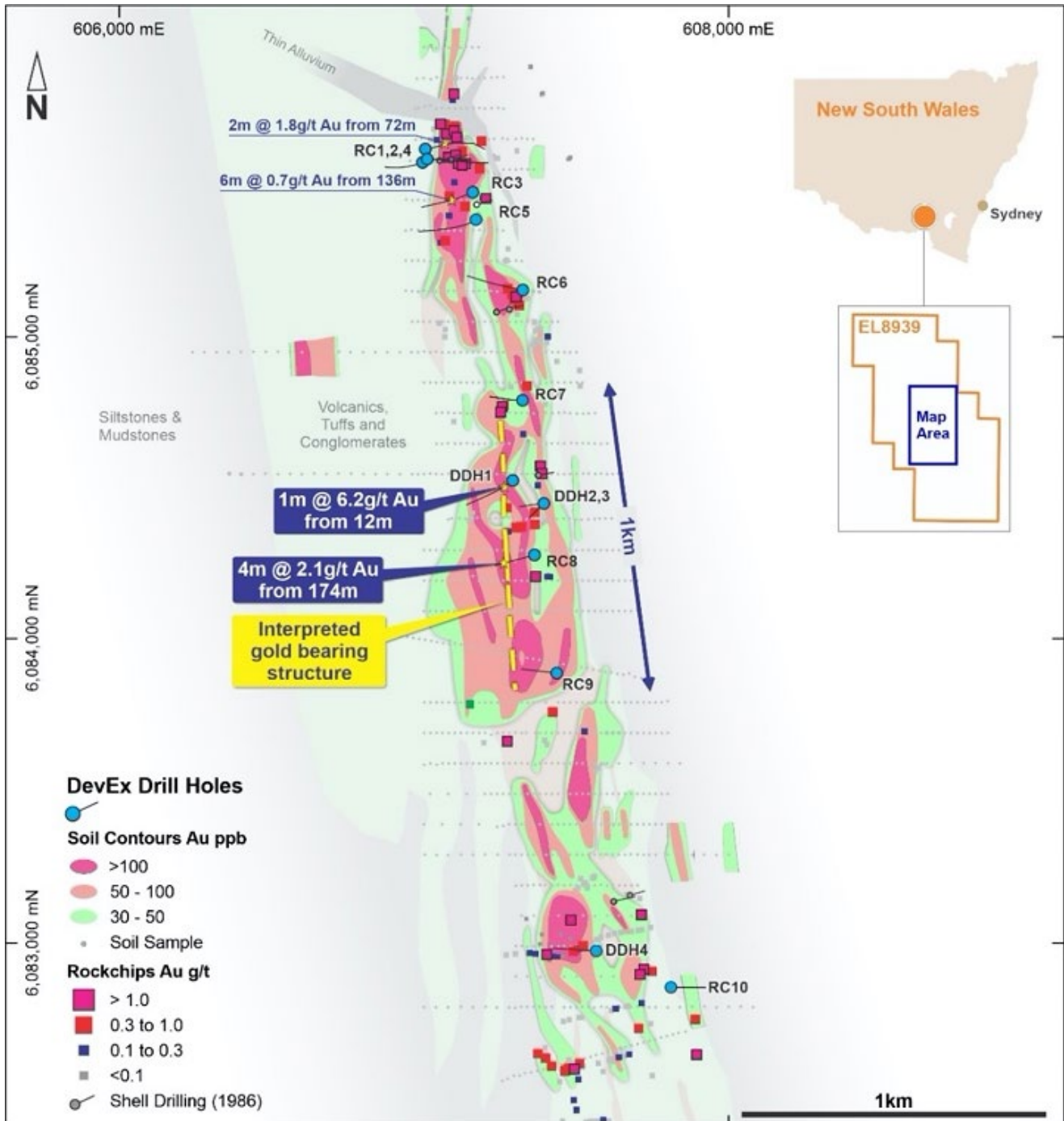


Figure 9: Basin Creek Project - Location of RC and diamond drill holes testing beneath the recently identified gold-in-soil anomalies.



COBAR PROJECTS

Gold-Base Metal, NSW (80% and 100% Tenements)

DevEx is exploring new discovery opportunities at North Cobar and Wilga Downs, situated in the highly endowed Cobar mining region, part of the Lachlan Fold Belt which hosts several other world-class copper (Cu) - gold (Au) deposits, including Glencore's CSA mine, just 50 km to the south.

Project Update – North Cobar (100%)

DevEx holds a 100%-owned Exploration Licence within the highly prospective North Cobar Mineral Allocation Area.

The North Cobar Exploration License EL9051 was granted during the reporting period and overlies the interpreted northern extension to the Rookery and Endeavor Fault systems, a metalliferous fault network which hosts a number of significant Gold-Base Metal mines in the Cobar Region.

Project Update – Wilga Downs (80%)

Early in the reporting year, DevEx entered into a Earn-In Agreement with Thomson Resources Limited (ASX: TMZ, "Thomson") on the highly prospective Wilga Downs Gold-Base Metal Project in the Cobar Basin region (Figure 10), with the right to earn 80% interest in the Project by spending up to \$290,000 within 4 years from commencement of the Earn-In Agreement. DevEx will also free-carry Thomson in relation to a 10% interest through to a pre-feasibility study. During the year, DevEx met its requirements to earn 80% in the Wilga Downs Project.

This acquisition followed after DevEx interpreted a strong coincident magnetic and gravity high beneath historical anomalous intercepts at the prospective fault contact between outcropping Cobar Supergroup (Devonian) and the Girilambone Group (Ordovician).

This priority target is similar to those associated with other major gold-polymetallic deposits in the region, including Glencore's CSA Copper Mine and other nearby mines such as the Peak and Great Cobar Copper-Gold Mines.

Encouraging assays were received from the first diamond drill hole (20WD001). Drilling encountered a 13-metre zone of vein to disseminated pyrrhotite mineralisation (a magnetic iron sulphide) with minor copper sulphides (chalcopyrite), close to the centre of the modelled magnetic high. Of most interest was a narrow intercept of semi-massive pyrrhotite grading 1 m @ 0.7% Cu and 0.7 g/t Au from 551.6 m.

A follow-up down-hole electromagnetic (DHEM) survey was conducted on hole 20WD001. DHEM confirmed the presence of a large 150 m long x 250 m, off-hole EM conductor 40 m east of the recently drilled hole (Conductor A).

An additional off-hole conductor (Conductor D) was also recognised in a DHEM survey of diamond drill hole 16WD02 (drilled in 2016). The conductor was located north of hole 16WD02 and modelled to dip to the north. An additional Moving Loop Electromagnetic (MLEM) Survey was also completed during the reporting period, covering both magnetic anomalies. No additional conductors were identified.

Diamond drilling tested both Conductors A and D, intersecting massive pyrrhotite together with disseminate zinc and copper sulphides, including 7.8m @ 1.04% Zn from 404m. The company is currently carrying out a review of the alteration between holes, together with the base metal variability to understand where further potential might lie at Wilga Downs.

Future Exploration

DevEx continues to progress land access in the additional North Cobar tenements, with plans to explore the extension and intersections of the Rookery Fault and Endeavor Fault.

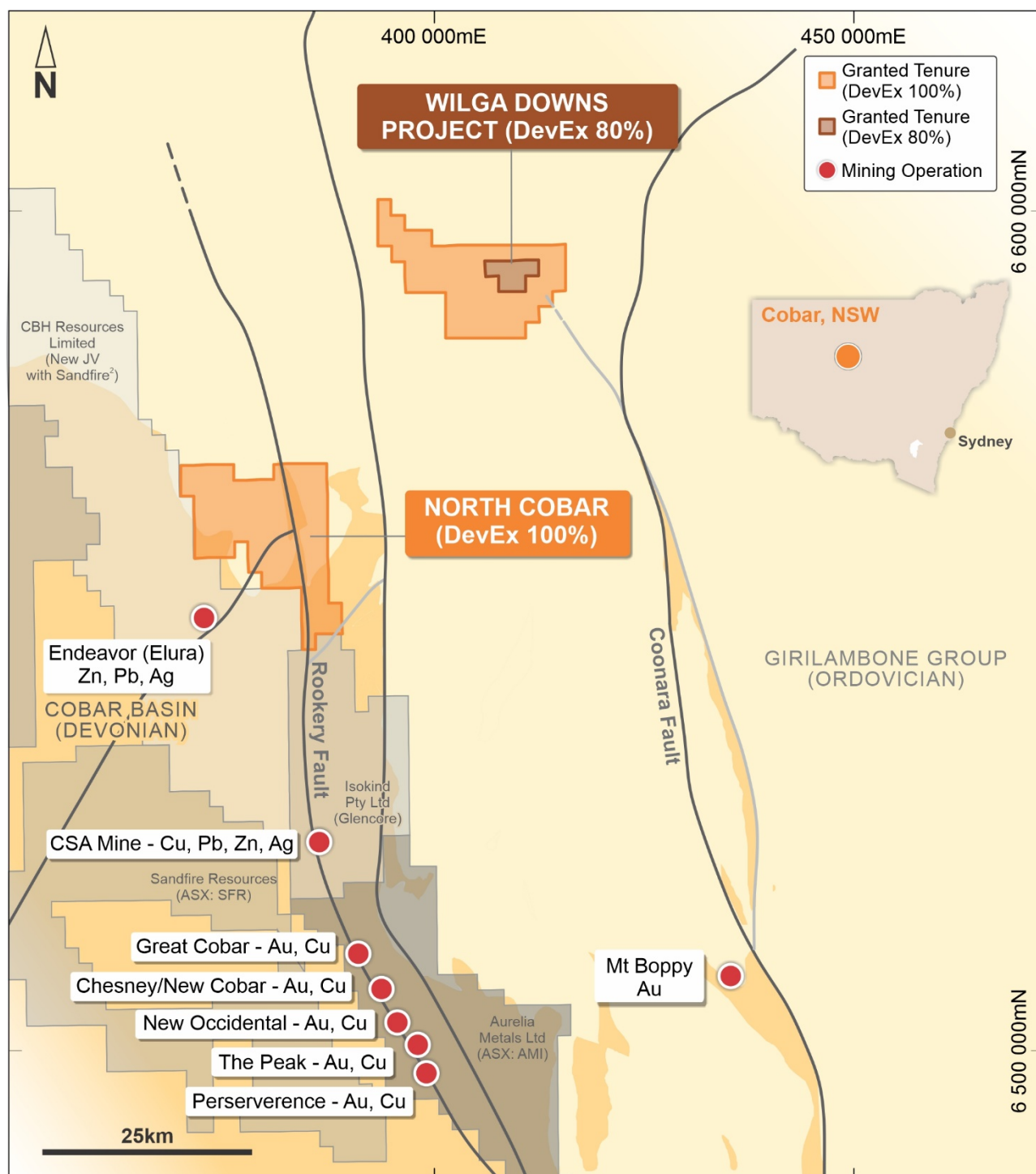


Figure 10: Generalised Geology Map of the central Cobar Mining District after David (2006)¹, showing location of North Cobar Project and Wilga Downs Project.

¹ Source: David, V. 2006, Cobar Superbasin System Metallogenesis. Mines and Wines Conference.

² Sandfire Resources Ltd ASX Announcement "Sandfire enters farm-in over Endeavor Base Metal Mine and Exploration Package – Cobar, NSW" on 27th October 2020.

NABARLEK PROJECT

Uranium, Copper, Gold
NT, (Earn In Agreement
and 100% applications)

DevEx holds a dominant ground position of granted and tenement applications comprising +4,700 km², in the premier Alligator Rivers Uranium Province.

At the heart of the project lies the historical Nabarlek Uranium Mine, considered to be Australia's highest-grade uranium mine, with previous production of 24 Mlbs @ 1.84% U₃O₈.

Project Update

Driven by ongoing improvements in the uranium market, DevEx has been reviewing its extensive datasets collected since the early 1960s following the discovery, and eventual mining of the high-grade Nabarlek Uranium Deposit (production – 24 Mlbs @ 1.84% U₃O₈).¹

With more than 500Mlbs of U₃O₈ defined² throughout the Alligator Rivers Uranium Province, DevEx holds a dominant ground position of granted and tenement applications comprising +4500 km² and centred on the historical Nabarlek Uranium Mine (Figure 12).

This review is expected to be completed in September 2021 and will see renewed field exploration commence in late 2021 to follow up several new and under-explored uranium prospects surrounding the historical high-grade Nabarlek Uranium Mine.

¹ *Production History: McKay, A.D & Mieizitis, Y. 2001. Australia's uranium resources, geology and development of deposits. AGSO – Geoscience Australia, Mineral Resource Report 1. ERA Annual Production Reports 2001 to 2018.*

² *Mineral Resource: Vimy Resources (ASX:VMY) Mineral Resource Statement 20 March 2019. Energy Resources of Australia Ltd (ASX:ERA) Annual Statement of Reserves and Resources January 2018.*



Figure 11: Core samples being logged at Nabarlek Project during previous DevEx exploration campaigns.

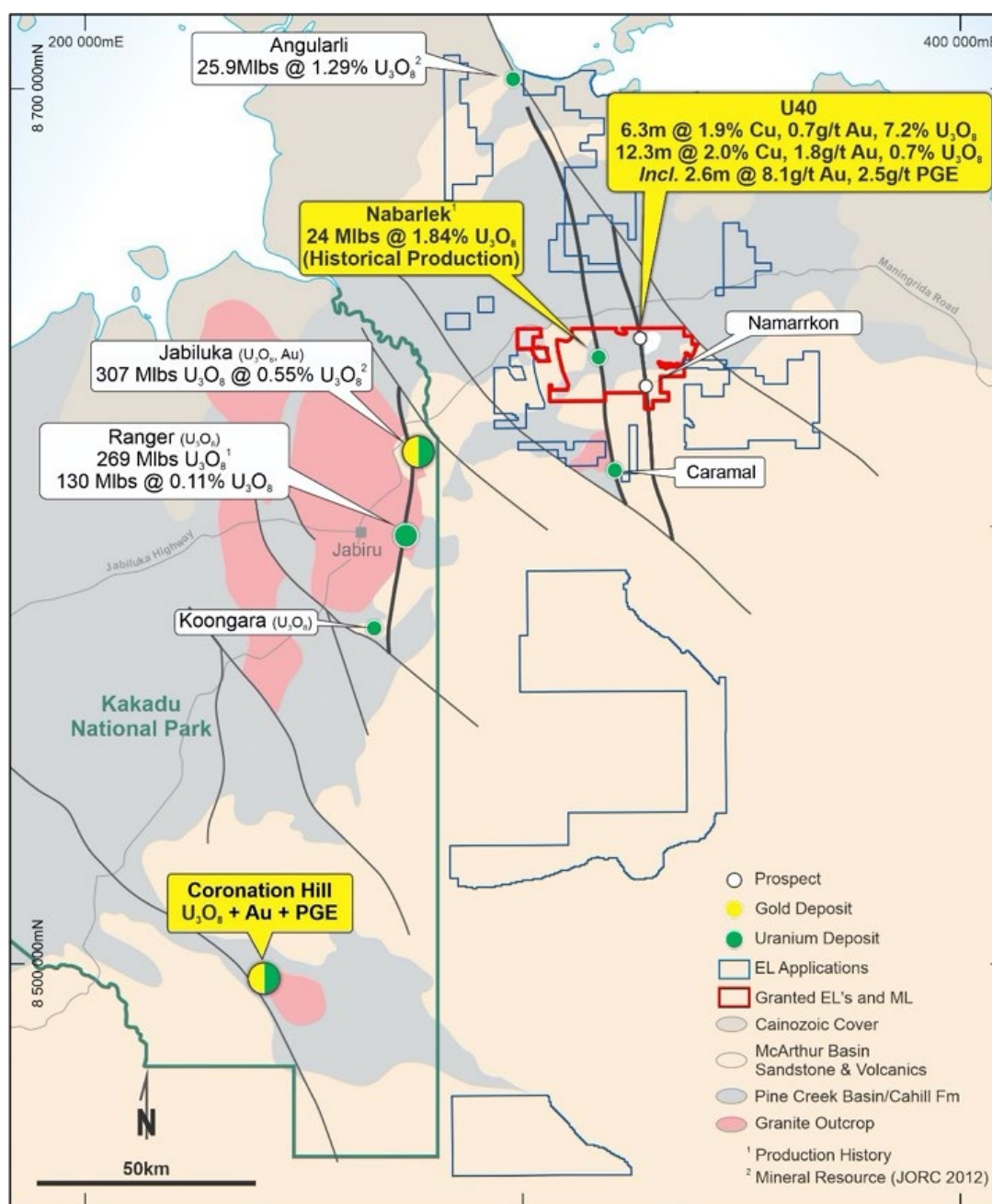


Figure 12: Regional geology of the eastern Alligator River Uranium Province showing pre-mining endowment of uranium and gold deposits, and DevEx's tenement holding.

¹ Production History:

McKay, A.D & Mieziitis, Y. 2001. Australia's uranium resources, geology and development of deposits. AGSO – Geoscience Australia, Mineral Resource Report 1.

ERA Annual Production Reports 2001 to 2018.

² Mineral Resource:

Vimy Resources (ASX:VMY) Mineral Resource Statement 20 March 2019.

Energy Resources of Australia Ltd (ASX:ERA) Annual Statement of Reserves and Resources January 2018.

OTHER PROJECTS

Dundas Gold Project

(100%) Western Australia

Field exploration at the Dundas Project, WA included the commencement of auger sampling to follow up historical gold in auger anomalies within the project. The auger sampling has defined a +1km long gold anomaly which has only been partially tested by previous drilling. The anomaly is open to the south where it crosses into the Dundas Nature Reserve (DNR). The Company is currently preparing applications to submit for approval to carry out exploration into the DNR

Bogong Copper-Gold Project

(100%) New South Wales

No significant activities were completed on the Bogong Copper-Gold Project during the year.



INVESTMENTS + FINANCIAL REVIEW

Investments

PhosEnergy Limited

DevEx Resources increased its holding to 6,130,874 shares in the unlisted company PhosEnergy Limited (PEL) subsequent to year end. The Group's interest decreased to 5.3% (2020: 8.9 % interest with 5,109,061 shares), after a placement to professional and sophisticated investors and a rights issue to existing shareholders at 10 cents was completed in June 2021 and August 2021.

PEL is now financially positioned to advance its goal to solve a range of significant energy challenges utilizing its suite of technologies, as follows:

GenX – provide maintenance-free long-term power for satellites, rockets and space vehicles. GenX has the potential to increase the reliability and efficiency of many forms of space travel.

CarbonX – scale and commercialise the conversion of industrial CO₂ into useful chemicals such as methanol.

GenT – commercially harness waste heat within industrial facilities to produce additional energy for said facilities/companies.

The technologies listed above will create a minimal carbon footprint by utilising the energy contained in beta emitting isotopes for GenX and CarbonX and waste heat in the case of GenT.



Figure 13: Diamond drill rig in operation at June Project, NSW.

Financial Review

Financial Performance

The Group reported a net loss before tax of \$6,584,881 for the year (2020: \$3,473,963). The current year and prior year net losses predominantly relate to expensing of exploration and evaluation expenditure in accordance with the Group's accounting policy.

Corporate and administration expenses have decreased by 2% to \$1,010,160 (2020: \$1,034,531). This is a result of an increase in staffing levels across the Group which has been offset by the introduction of a recharge of corporate office and administration expenses to exploration and evaluation expenses since the Group relocated to its own premises.

Statement of Cash Flows

Cash and cash equivalents at 30 June 2021 was \$16,576,754 (2020: \$2,216,866).

During the year the Group completed three placements to professional and sophisticated investors raising a total of \$22 million before costs.

Financial Position

At balance date the Group had net assets of \$16,788,109 (2020: net assets of \$2,469,490), and a working capital surplus of \$15,620,821 (2020: \$1,744,577). The increase in net assets is mainly attributable to an increase in cash due to the capital raisings during the year.

Current liabilities increased by 113% from \$535,429 in 2020 to \$1,143,836 in the 2021 financial year. The significant increase in current liabilities is mainly a result of the level of exploration activity still in progress at 30 June 2021.

COMPETENT PERSON STATEMENT

Sovereign Project

The Information in this report that relates to Exploration Results for the Sovereign Project is extracted from the ASX announcements titled *"New results significantly upgrade Junee Porphyry Copper-Gold Project, NSW"* released on 26th July 2021, *"Encouraging gold-copper assays from maiden air-core drilling into large-scale target at Junee Project, NSW"* released on 26th May 2021 and *"Extensive copper-gold soil anomaly strengthens potential for large-scale porphyry copper-gold system at Junee"* released on 9th February 2021.

Junee Copper-Gold Project

The Information in this report that relates to previous exploration results for the Junee Copper-Gold Project is extracted from the ASX announcements titled *"New results significantly upgrade Junee Porphyry Copper-Gold Project, NSW"* released on 26th July 2021, *"Encouraging gold-copper assays from maiden air-core drilling into large-scale target at Junee Project, NSW"* released on 26th May 2021, *"Extensive copper-gold soil anomaly strengthens potential for large-scale porphyry copper-gold system at Junee"* released on 9th February 2021, *"Quarterly Activities and Cashflow Report - December 2020"* released on 28th January 2021, and *"DevEx Further Expands Potential of Junee Copper-Gold Project, NSW with Identification of Additional Porphyry Targets"* released on 5th March 2019.

Basin Creek Gold-Copper Project

The Information in this report that relates to Exploration Results for the Basin Creek Gold-Copper Project is extracted from the ASX announcements titled *"NSW Exploration Update – Basin Creek Gold Project and Junee Copper-Gold Project"* released on 6th November 2020, *"Preliminary drilling at Basin Creek nearing completion with drilling continuing at nearby Junee Project"* released on 7th October 2020, *"Major expansion of gold anomalies ahead of imminent drilling at the Basin Creek Project, NSW"* released on 5th August 2020, *"New strong gold anomalies prioritised for upcoming drill program at the Basin Creek Project, NSW"* released on 23rd June 2020, *"More strong gold rock chip results over a +4km strike length at the Basin Creek Copper-Gold Project, NSW"* released on the 6th May 2020, and *"Extensive zone of gold in rock chips identified at the Basin Creek Copper Gold Project, NSW"* released on 14th April 2020.

Wilga Downs Project

The information in this Report that relates to Exploration Results for the Wilga Downs Project is extracted from the ASX announcements titled *"NSW Projects – Exploration Update"* released on 21st September 2021, *"Strong Off-Hole DHEM Conductor at Wilga Downs Copper-Gold Project, NSW"* released on 20th April 2021, *"Encouraging initial drill results at Wilga Downs Project"* released on 4th February 2021 and *"DevEx expands NSW portfolio with farm-in on highly prospective gold-base metal project in Cobar Basin"* released on 16th September 2020.

West Arnhem-Nabarlek Project

The information in this Report that relates to the Exploration Results for the West Arnhem-Nabarlek Project, Nabarlek Prospect and U40 Prospect are extracted from ASX announcements titled *"Drilling intersects uranium mineralisation beneath the historical Nabarlek Open Pit and at U40 opening up new discovery opportunities"* released on 10th September 2019.

All ASX Announcements are available on www.devexresources.com.au.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.

The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Forward Looking Statement

This report contains forward-looking statements which involve a number of risks and uncertainties. These forward-looking statements are expressed in good faith and believed to have a reasonable basis. These statements reflect current expectations, intentions or strategies regarding the future and assumptions based on currently available information. Should one or more of the risks or uncertainties materialise, or should underlying assumptions prove incorrect, actual results may vary from the expectations, intentions and strategies described in this announcement.

No obligation is assumed to update forward-looking statements if these beliefs, opinions and estimates should change or to reflect other future developments.

TENEMENT SCHEDULE

as at 27 September 2021

LOCATION	PROJECT	TENEMENT NO.	NATURE OF INTERESTS
Northern Territory	West Arnhem - Nabarlek	MLN962	100%
		EL10176	100%
		EL24371	100%
		EL23700	100%
		ELA24878	100% - Application and transfer pending upon grant
		EL31519	100% - Application
		EL31520	100% - Application
		EL31521	100% - Application
		EL31522	100% - Application
		EL31523	100% - Application
		EL31557	100% - Application
		ELA25384	100% - Application
		ELA25385	100% - Application
		ELA25386	100% - Application
		ELA25389	100% - Application
		ELA27513	100% - Application
		ELA27514	100% - Application
		ELA27515	100% - Application
		ELA32475	100% - Application
		ELA29947	100% - Application
		ELA29945	100% - Application
		ELA28316	100% - Application
		ELA29897	100% - Application
		ELA30073	100% - Application
New South Wales	Juneë	EL8622	100%
		EL8767	100%
		EL8835	100%
		EL8851	100%
	Basin Creek	EL8939	100%
		EL9013	100%
		EL9049	100%
	Bogong	EL8717	100%
	Wilga Downs	EL8136	80% - transfer pending
		EL9061	100%
	North Cobar	EL9051	100%
	Hume	EL8992	100%
Western Australia	Sovereign	E70/3405	0% - Earn In Agreement
		E70/5365	100%
	Julimar Complex	E70/5363	100%
		E70/5364	100%
		E70/5366	100% - Application
		E70/5404	100%
		E70/5760	100%
	South West	E70/5390	100% - Application
		E70/5499	100%
		E70/5543	100% - Application
		E70/5717	100% - Application
		E70/5718	100%
		E70/5719	100%
	Dundas	E63/1860	100%
	Other Applications	E80/5701	100% - Application
		E28/3165	100% - Application
		E28/3166	100% - Application
Queensland	Applications	EPM2008	100% - Application
		EPM28012	100% - Application



DIRECTORS' REPORT

DIRECTORS' REPORT

for the year ended 30 June 2021

The directors present their report together with the financial statements of the Group consisting of DevEx Resources Limited ('DevEx' or 'the Company') and its controlled entities ("the Group") for the financial year ended 30 June 2021 and the independent auditor's report thereon.

1. Directors

The names and details of the Company's directors in office during the financial year and until the date of this report are as follows. Directors were in office for this entire period unless otherwise stated.

MR TIM R B GOYDER	
Non-Executive Chairman	Mr Goyder was a Non-Executive Director for the whole of the financial year. Mr Goyder was appointed as Non-Executive Chairman on 18 March 2002.
Experience:	Mr Goyder has considerable years' experience in the resource industry. He has been involved in the formation and management of a number of publicly-listed companies.
Interests in Shares and Options at the date of this report:	53,375,269 ordinary shares. 250,000 unlisted options at \$0.30 expiring 30 November 2021. 500,000 unlisted options at \$0.10 expiring 30 November 2021. 1,250,000 unlisted options at \$0.135 expiring 28 November 2022.
Special Responsibilities:	None.
Directorships held in other listed entities in the last three years:	Mr Goyder is currently Chairman of Chalice Mining Limited (October 2005 to current) and Liontown Resources Limited (February 2006 to current). Mr Goyder was previously a Non-Executive Director of Strike Energy Limited (April 2017 - December 2018).

MR BRENDAN J BRADLEY	
Managing Director	Mr Bradley was an Executive Director for the whole of the financial year. Mr Bradley was appointed as Managing Director on 1 June 2017.
Qualifications:	BSc, Hons, MAIG
Experience:	Mr Bradley is a geologist with over 20 years of mineral exploration, mining and resource development experience in a broad range of geological settings. In previous years he has worked in the Asian region in a variety of business development roles for mid-tier gold miners Kingsgate Consolidated and Dominion Mining.
Interests in Shares and Options at the date of this report:	1,084,593 ordinary shares. 416,667 unlisted options at \$0.30 expiring 30 November 2021. 3,000,000 unlisted options at \$0.10 expiring 30 November 2021. 3,000,000 unlisted options at \$0.135 expiring 28 November 2022.
Special Responsibilities:	None.
Directorships held in other listed entities in the last three years:	None.

MR BRYN L JONES	
Non-Executive Director	Mr Jones was a Non-Executive Director for the whole of the financial year. Mr Jones has been a Director since 17 September 2009
Qualifications:	BAppSc, MMinEng, FAusIMM
Experience:	Mr Jones is an Industrial Chemist with extensive experience in the uranium industry, particularly in the development of the PhosEnergy Process and operation of In-Situ Recovery (ISR) mines gained during his time at Heathgate Resources, the operator of the Beverley Uranium Mine. Mr Jones has also worked for Worley Parsons on the Olympic Dam Expansion Project and consulted on various ISR operations around the world. Mr Jones is also the Managing Director of PhosEnergy Limited.
Interests in Shares and Options at the date of this report:	2,042,237 ordinary shares. 250,000 unlisted options at \$0.30 expiring 30 November 2021. 500,000 unlisted options at \$0.10 expiring 30 November 2021. 1,250,000 unlisted options at \$0.135 expiring 28 November 2022.
Special Responsibilities:	Member of the Audit and Risk Committee.
Directorships held in other listed entities in the last three years:	Mr Jones is currently a Director of Boss Resources Limited (September 2019 to current) and Australian Rare Earths Limited (April 2019 to current). Mr Jones was previously a Non-Executive Director of Salt Lake Potash Ltd (June 2017 – May 2021).

MR RICHARD K HACKER	
Non-Executive Director	Mr Hacker was a Non-Executive Director for the whole of the financial year. Mr Hacker was appointed as a Non-Executive Director on 28 November 2013.
Qualifications:	B.Com, CA, ACIS
Experience:	Mr Hacker has significant corporate and commercial experience in the energy and resources sector in Australia and the United Kingdom. Mr Hacker has previously worked in senior finance roles with global energy companies. Mr Hacker is the CFO of Chalice Mining Limited and is a Chartered Accountant and Chartered Secretary.
Interests in Shares and Options at the date of this report:	2,000,000 ordinary shares. 250,000 unlisted options at \$0.30 expiring 30 November 2021. 500,000 unlisted options at \$0.10 expiring 30 November 2021. 1,250,000 unlisted options at \$0.135 expiring 28 November 2022.
Special Responsibilities:	Chairman of the Audit and Risk Committee.
Directorships held in other listed entities in the last three years:	None.

2. Company Secretary

MS KYM A VERHEYEN	
Company Secretary	Ms Verheyen was appointed as Company Secretary on 16 December 2019.
Qualifications:	B.Com, CA
Experience:	Ms Verheyen is a Chartered Accountant with over 20 years' experience gained in both public practice and commerce. Ms Verheyen commenced her career with Deloitte and has since held finance positions in a number of listed resource companies.

3. Directors Meetings

The number of directors' meetings (including meetings of committees of directors) held during the year and the number of meetings attended by each director were as follows:

	Directors' Meetings		Audit and Risk Committee	
	Held	Attended	Held	Attended
T R B Goyder	5	5	-	-
B J Bradley	5	5	-	-
B L Jones	5	5	3	3
R K Hacker	5	5	3	3

Given the current size and composition of the Board, the Company has not established a separate remuneration or nomination committee.

4. Principal Activities

The principal activities of the Group during the course of the financial year were mineral exploration and evaluation and there have been no significant changes in the nature of those activities during the year.

5. Operating and Financial Review

The directors of DevEx Resources Limited present the Operating and Financial Review of the Group, prepared in accordance with section 299A of the Corporations Act 2001 for the year ended 30 June 2021. The information provided in this review forms part of the Directors' Report and provides information to assist users in assessing the operations, financial position and business strategies of the Company. Please refer to page 6 for further details.

Future exploration results, movements in commodity price and equity prices may adversely impact the achievement of the Company's business strategies. Refer to note 20 for further information on these financial risks.

6. Significant Changes in the State of Affairs

Other than the progress documented in the Operating and Financial Review, the state of affairs of the Group was not affected by any other significant changes during the year.

7. Coronavirus (COVID—19) Pandemic

COVID-19 continues to have minimal impact on the Company's fieldwork and activities.

The Group remains governed by company-wide protocols consistent with the current advice from the Government and health authorities to proactively manage the potential impact of the COVID-19 global pandemic on the Company, and is regularly monitoring this advice to ensure that its protocols remain relevant.

8. Dividends

No dividends were declared or paid for the previous year and the directors recommend that no dividend be paid for the current year.

9. Events Subsequent to Reporting Date

No matters or circumstances have occurred subsequent to balance date that have or may significantly affect the operations or state of affairs of the Group in subsequent financial years other than disclosed in note 27.

10. Likely Developments

The Group's focus remains on growing a portfolio of high-quality projects spanning some of Australia's most prospective mineral provinces. The Group will continue actively exploring for uranium, gold, copper-gold, and nickel-copper-PGE deposits within its portfolio through the use of modern exploration technologies.

11. Environmental Legislation

The Group's operations are subject to significant environmental regulation under both Commonwealth and relevant state legislation in relation to the discharge of hazardous waste and materials arising from any exploration and mining activities conducted by the Group on any of its tenements. The Group believes it has complied with all environmental obligations.

12. Indemnification and Insurance of Officers and Auditors

The Company has taken out an insurance policy insuring Directors and Officers of the Company against any liability arising from a claim brought by a third party against the Company or its current or former Directors or Officers. This includes insurance against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in their capacity as a Director or Officer of the Company, other than conduct involving a wilful breach of duty in relation to the Company.

The Company indemnifies each of the Directors and Officers of the Company. Under its Constitution, the Company will indemnify those Directors or Officers against any claim or for any expenses or costs which may arise as a result of work performed in their respective capacities as Directors or Officers of the Company and any related entity.

During the year, the Company paid the premium on a Personal Accident - Working Director insurance policy on behalf of the Managing Director as normal Worker's Compensation insurance coverage for company directors is not allowed under the Western Australian Worker's Compensation scheme.

Other than to the extent permitted by law, the Group has not, during or since the financial year, indemnified or agreed to indemnify an auditor of the Group or any related body corporate against a liability incurred as an auditor.

13. Proceedings on Behalf of the Company

No person has applied for leave of court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or part of those proceedings.

14. Non-Audit Services

During the year HLB Mann Judd, the Company's auditor, has performed no other services in addition to their statutory audit duties.

15. Options Granted Over Unissued Shares

At the date of this report, 15,466,669 fully paid ordinary shares of the Company are under options on the following terms:

	NUMBER
Exercisable at \$0.30 each on or before 30 November 2021	1,650,002
Exercisable at \$0.10 each on or before 30 November 2021	5,016,667
Exercisable at \$0.135 each on or before 28 November 2022	8,050,000
Exercisable at \$0.23 each on or before 27 July 2023	650,000
Exercisable at \$0.40 each on or before 1 August 2024	200,000
Total	15,466,669

16. Remuneration Report - Audited

16.1 Introduction

This remuneration report for the year ended 30 June 2021 outlines remuneration arrangements in place for directors and other members of the key management personnel ("KMP") of DevEx Resources Limited in accordance with the requirements of the Corporations Act 2001 (the Act) and its regulations. This information has been audited as required by section 308(3C) of the Act.

The remuneration report details the remuneration for key management personnel who are defined as those persons having authority and responsibility for planning, directing and controlling the major activities of the Group, directly or indirectly, including any director (whether executive or otherwise) of the parent company, or any controlled entity. KMPs during or since year end were:

Directors

- T R B Goyder (Chairman)
- B J Bradley (Managing Director)
- B L Jones (Non-executive Director)
- R K Hacker (Non-executive Director)

There were no other changes to KMP after the reporting date and before the date the financial report was authorised for issue.

16.2 Remuneration Philosophy

The performance of the Company depends upon the quality of the directors and executives. The philosophy of the Company in determining remuneration levels is to set competitive remuneration packages to attract and retain high calibre employees and to link a significant component of executive rewards to shareholder value creation. The size, nature and financial strength of the Company are also taken into account when setting remuneration levels so as to ensure that the operations of the Company remain sustainable.

Remuneration committee

The Board performs the role of the Remuneration Committee and is responsible for determining and reviewing compensation arrangements for the directors, the Managing Director (or equivalent) and any executives.

16.3 Remuneration Structure

In accordance with best practice corporate governance, the structure of non-executive and executive remuneration is separate and distinct.

(a) Non-executive director remuneration

The Board recognises the importance of attracting and retaining talented non-executive directors and aims to remunerate these directors in line with fees paid to directors of companies of a similar size and complexity in the mining and exploration industry. The Board seeks to set aggregate remuneration at a level that provides the Company with the ability to attract and retain directors of the highest calibre, whilst incurring a cost that is acceptable to shareholders.

The Company's Constitution and the ASX Listing Rules specify that the aggregate fees to be paid to non-executive directors for their role as a director are to be approved by shareholders at a general meeting. The latest determination was at the 2006 AGM, whereby Shareholders approved an aggregate amount of up to \$200,000 per year (including superannuation).

The amount of total compensation apportioned amongst directors is reviewed annually and the Board considers advice from external shareholders as well as the fees paid to non-executive directors of comparable companies when undertaking the annual review process. The Board will not seek any increase for the non-executive pool at the 2021 AGM.

The remuneration of non-executive directors consists of directors' fees. Each director receives a fee for being a director of the Company. No additional fees are paid for each Board committee which a director sits due to the size of the Company. The non-executive directors are not entitled to receive retirement benefits and, at the discretion of the Board, may participate in the Employee Incentive Scheme, subject to the usual approvals required by shareholders.

The Board considers it may be appropriate to issue options to non-executive directors given the current nature and size of the Company as, until profits are generated, conservation of cash reserves remains a high priority. Any options issued to directors will require separate shareholder approval.

Apart from their duties as directors, some non-executive directors may undertake work for the Company on a consultancy basis pursuant to the terms of any consultancy services agreement. The nature of the consultancy work may vary depending on the expertise of the relevant non-executive director. Under the terms of any consultancy agreements non-executive directors would receive a daily rate or a monthly retainer for the work performed at a rate comparable to market rates that they would otherwise receive for their consultancy services.

(b) Executive remuneration

The Company's executive remuneration strategy is designed to attract, motivate and retain high performance individuals and align the interests of executives and shareholders. Remuneration consists of fixed remuneration and variable remuneration (comprising short-term and long-term incentive schemes).

Fixed remuneration

Fixed remuneration is reviewed as required by the Board by a process which consists of a review of relevant comparative remuneration in the market and, where appropriate, external advice on policies and practices.

DIRECTORS' REPORT

Variable remuneration – Long term incentive Scheme

The Company may issue equity securities (i.e. options or performance rights) under the Employee Securities Incentive Scheme ("Scheme") to attract, motivate and retain directors, employees and consultants of the Company and to provide an opportunity to participate in the growth of the Company. The Scheme was last approved by Shareholders at the 2020 AGM.

Under the Scheme, the Company can issue either share options or performance rights, and generally, the Company believes that the issue of share options in the Company aligns the interests of directors, employees and shareholders alike. No formal performance hurdles are set on options issued to executives, however the Company believes that as options are issued at a price in excess of the Company's current share price at the date of issue of those options, there is an inherent performance hurdle as the share price of the Company's shares has to increase before any reward can accrue to the executive.

Short term incentive schemes

The Company currently has no formal performance related remuneration policy which governs the payment of annual cash bonuses upon meeting pre-determined performance targets. However, the board may consider performance related remuneration in the form of cash or share options when they consider these to be warranted. There were no bonuses paid or received in the years ended 30 June 2021 and 30 June 2020.

16.4 Remuneration of Key Management Personnel

The table below shows the fixed and variable remuneration for key management personnel.

2021	SHORT-TERM BENEFITS		POST-EMPLOYMENT BENEFIT	SHARE-BASED PAYMENT	TOTAL	PROPORTION OF REMUNERATION PERFORMANCE RELATED
	SALARY & FEES	OTHER FEES ¹	SUPER-ANNUATION	OPTIONS ²		
	\$	\$	\$	\$	\$	%
Directors						
T R Goyder	22,883	-	2,174	-	25,057	-
B J Bradley	220,000	17,596	20,900	58,190	316,686	18%
B L Jones	22,883	-	2,174	-	25,057	-
R K Hacker	22,883	-	2,174	-	25,057	-
Total	288,649	17,596	27,422	58,190	391,857	

¹ Other fees, where applicable, include the cost to the Company of providing fringe benefits and movements in employee provisions.

² The fair value of the options is calculated using a Black-Scholes valuation model and allocated to each reporting period starting from grant date to vesting date.

2020	SHORT-TERM BENEFITS		POST-EMPLOYMENT BENEFIT	SHARE-BASED PAYMENT	TOTAL	PROPORTION OF REMUNERATION PERFORMANCE RELATED
	SALARY & FEES ¹	OTHER FEES ²	SUPER-ANNUATION	OPTIONS ³		
	\$	\$	\$	\$	\$	%
Directors						
T R Goyder ¹	22,883	5,181	2,174	47,634	77,872	61%
B J Bradley	220,000	15,333	20,900	77,340	333,573	23%
B L Jones ¹	22,883	5,181	2,174	47,634	77,872	61%
R K Hacker ¹	22,883	5,181	2,174	47,634	77,872	61%
Total	288,649	30,876	27,422	220,242	567,189	

¹ As a cash conserving measure, the Board agreed to accrue rather than pay the majority of non-executive director fees and the Managing Director during the COVID-19 Western Australian restriction period. As at 30 June 2020, \$17,184 was owing to the Non-Executive Directors and \$14,345 to the Managing Director respectively. The outstanding amounts were repaid to the directors in July 2020.

² Other fees, where applicable, include the cost to the Company of providing fringe benefits, movements in employee provisions and the attributable non-cash benefit applied by virtue of the Company's Directors and Officers Liability policy.

³ The fair value of the options is calculated using a Black-Scholes valuation model and allocated to each reporting period starting from grant date to vesting date.

16.5 Movement in Ordinary Shares

The relevant interest of each of the key management personnel in the share capital of the Company as at 30 June 2021 was:

DIRECTOR	BALANCE 1 JULY 2020	GRANTED AS REMUNERATION	RECEIVED ON EXERCISE OPTIONS	OTHER CHANGES ¹	BALANCE 30 JUNE 2020
T R Goyder	45,395,269	-	-	7,980,000	53,375,269
B J Bradley	884,593	-	-	200,000	1,084,593
B L Jones	1,842,237	-	-	200,000	2,042,237
R K Hacker	1,800,000	-	-	200,000	2,000,000

¹ Other changes refer to shares purchased on market, through participation in eligible entitlement offers or placements to professional and sophisticated investors.

DIRECTOR	BALANCE 1 JULY 2019	GRANTED AS REMUNERATION	RECEIVED ON EXERCISE OPTIONS	OTHER CHANGES ¹	BALANCE 30 JUNE 2020
T R Goyder	30,769,157	-	-	14,626,112	45,395,269
B J Bradley	572,093	-	-	312,500	884,593
B L Jones	1,261,880	-	-	580,357	1,842,237
R K Hacker	1,166,667	-	-	633,333	1,800,000

¹ Other changes refer to shares purchased on market, through participation in eligible entitlement offers or placements to professional and sophisticated investors.

16.6 Share-Based Payments

As outlined in 16.3, Directors, key employees and consultants may be eligible to participate in equity-based compensation schemes.

Options on issue

Under the terms and conditions of the options issued to employees, each option gives the holder the right to subscribe to one fully paid ordinary share. Any option not exercised before the expiry date will lapse on the expiry date.

Options have been valued using the Black-Scholes option valuation method. The following table lists the inputs to the model for Director options outstanding during the period:

	DIRECTOR OPTIONS TRANCHE 2	DIRECTOR OPTIONS TRANCHE 3	DIRECTOR OPTIONS TRANCHE 4	DIRECTOR OPTIONS TRANCHE 5
Dividend yield (%)	-	-	-	-
Expected volatility (%)	100	100	124	98
Risk-free rate (%)	1.70	2.16	2.11	0.62
Expected life of options (years)	5	4	3	3
Exercise price (\$)	0.300	0.300	0.100	0.135
Grant date share price (\$)	0.060	0.140	0.048	0.077
Grant date	30 Nov 2016	27 Nov 2017	27 Nov 2018	28 Nov 2019
Expiry date	30 Nov 2021	30 Nov 2021	30 Nov 2021	28 Nov 2022
Number	750,000	416,667	4,500,000	6,750,000
Fair value at grant date (\$)	0.030	0.082	0.029	0.038

DIRECTORS' REPORT

Director options 2 were issued to Messrs Goyder, Jones and Hacker, Director options 3 were issued to Mr Bradley and Director options 4 and 5 were issued to Messrs Goyder, Bradley, Hacker and Jones.

There are no participating rights or entitlements inherent in the options and the holders will not be entitled to participate in new issues of capital offered to shareholders during the currency of the options. All shares allotted upon the exercise of options will rank pari passu in all respect with other shares.

The below table shows a reconciliation of options held by each KMP during the year:

2021	OPENING BALANCE		GRANTED AS COMPENSATION	VESTED		CLOSING BALANCE	
	VESTED AND EXERCISABLE	UNVESTED		NO	%	VESTED AND EXERCISABLE	UNVESTED
T R Goyder	2,000,000	-	-	-	-	2,000,000	-
B J Bradley	2,416,667	4,000,000	-	2,500,000	58%	4,916,667	1,500,000
B L Jones	2,000,000	-	-	-	-	2,000,000	-
R K Hacker	2,000,000	-	-	-	-	2,000,000	-

2020	OPENING BALANCE		GRANTED AS COMPENSATION	VESTED		CLOSING BALANCE	
	VESTED AND EXERCISABLE	UNVESTED		NO	%	VESTED AND EXERCISABLE	UNVESTED
T R Goyder	750,000	-	1,250,000	1,250,000	100%	2,000,000	-
B J Bradley ¹	1,416,667	2,000,000	3,000,000	1,000,000	33%	2,416,667	4,000,000
B L Jones	750,000	-	1,250,000	1,250,000	100%	2,000,000	-
R K Hacker	750,000	-	1,250,000	1,250,000	100%	2,000,000	-

¹ Options issued to Mr Bradley have the following vesting dates:

- 1,500,000 options vest one year post grant date on 28 November 2020 subject to Mr Bradley's continuing employment; and
- 1,500,000 options vest two years post grant date on 28 November 2021, subject to Mr Bradley's continuing employment.

No options were exercised or forfeited during the year ended 30 June 2021 (2020: nil).

16.7 Employment Contracts

Remuneration arrangements for KMP are generally formalised in employment agreements. Details of these contracts are provided below.

NAME AND JOB TITLE	EMPLOYMENT CONTRACT DURATION	NOTICE PERIOD	TERMINATION PROVISIONS
B J Bradley Managing Director	Unlimited	3 months by the Company and the employee	Nil

16.8 Other Transactions with Key Management Personnel and their Related Parties

Other transactions with key management personnel

There were no other transactions with key management personnel during the year.

During 2020 the Group received corporate services including office rent and facilities, management and accounting services under a Corporate Services Agreement with Chalice Mining Limited. Messrs Goyder and Hacker are all KMP's of Chalice Gold Mines Limited. Amounts billed were based on a proportionate share of the cost to Chalice Mining Limited of providing the services and had normal payment terms. The amount recognised in the statement of comprehensive income for the 2020 year was \$147,233 and the amount unpaid as at 30 June 2020 was \$14,805.

This is the end of the audited remuneration report.

17. Lead Auditor's Independence Declaration

The Lead auditor's independence declaration is set out on the following page and forms part of the directors' report for financial year ended 30 June 2021.

18. Corporate Governance

The directors of the Group support and adhere to the principles of corporate governance, recognising the need for the highest standard of corporate behaviour and accountability.

Please refer to the corporate governance statement dated 27th September 2021 released to ASX and posted on the Company website at www.devexresources.com.au/governance.

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

A handwritten signature in black ink, appearing to read 'B.B.' followed by a stylized flourish.

Brendan Bradley
Managing Director

Dated at Perth 27th September 2021

AUDITOR'S INDEPENDENCE DECLARATION

for the year ended 30 June 2021



AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the consolidated financial report of DevEx Resources Limited for the year ended 30 June 2021, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

A handwritten signature in blue ink, appearing to read 'M R Ohm'.

Perth, Western Australia
27 September 2021

M R Ohm
Partner

hlb.com.au

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Liability limited by a scheme approved under Professional Standards Legislation.

HLB Mann Judd (WA Partnership) is a member of HLB International, the global advisory and accounting network.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the year ended 30 June 2021

	NOTE	2021 \$	2020 \$
Other income	5 (d)	299,566	107,826
Exploration and evaluation expenses	5 (c)	(5,335,163)	(2,464,883)
Business development expenses		(149,658)	(92,730)
Corporate and administration expenses	5 (a)	(1,010,160)	(1,034,531)
Rehabilitation provision expense	17	(325,641)	-
Loss from operating activities		(6,521,056)	(3,484,318)
Finance income	5 (e)	9,725	29,670
Finance expenses	5 (e)	(73,550)	(19,315)
Net finance income/(expenses)		(63,825)	10,355
Loss before income tax		(6,584,881)	(3,473,963)
Income tax benefit	6	-	-
Loss attributable to owners of the Company		(6,584,881)	(3,473,963)
Other comprehensive income		-	-
Total comprehensive loss for the period attributable to owners of the Company		(6,584,881)	(3,473,963)
Basic and diluted loss per share attributable to ordinary equity holders (cents per share)	7	(2.48)	(2.00)

The consolidated statement of comprehensive income is to be read in conjunction with the notes to the financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 30 June 2021

	NOTE	2021 \$	2020 \$
Current assets			
Cash and cash equivalents	10	16,576,754	2,216,866
Trade and other receivables	11	187,903	63,140
Total current assets		16,764,657	2,280,006
Non-current assets			
Restricted cash	12	1,557,213	1,378,978
Financial assets	13	510,906	255,453
Property, plant and equipment	14	175,291	16,753
Right-of-use assets	15	480,621	-
Total non-current assets		2,724,031	1,651,184
Total assets		19,488,688	3,931,190
Current liabilities			
Trade and other payables	16	604,930	211,397
Provisions	17	315,365	215,000
Employee benefits	8	161,395	109,032
Lease liabilities	15	62,146	-
Total current liabilities		1,143,836	535,429
Non-current liabilities			
Provisions	17	1,122,904	926,271
Lease liabilities	15	433,839	-
Total non-current liabilities		1,556,743	926,271
Total liabilities		2,700,579	1,461,700
Net assets		16,788,109	2,469,490
Equity			
Issued capital	18	79,792,649	58,981,664
Reserves	19	549,843	461,793
Accumulated losses		(63,554,383)	(56,973,967)
Total equity		16,788,109	2,469,490

The consolidated statement of financial position is to be read in conjunction with the notes to the financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the year ended 30 June 2021

	ISSUED CAPITAL	SHARE-BASED PAYMENT RESERVE	ACCUMULATED LOSSES	TOTAL EQUITY
	\$	\$	\$	\$
Balance as at 1 July 2019	54,648,634	197,971	(53,500,004)	1,346,601
Loss for the period	-	-	(3,473,963)	(3,473,963)
Other comprehensive income	-	-	-	-
Total comprehensive loss for the period	-	-	(3,473,963)	(3,473,963)
Transactions with Owners in their capacity as Owners:				
Issue of shares (net of costs)	4,333,030	-	-	4,333,030
Transfers between equity items	-	-	-	-
Share-based payments	-	263,822	-	263,822
Balance at 30 June 2020	58,981,664	461,793	(56,973,967)	2,469,490
Loss for the period	-	-	(6,584,881)	(6,584,881)
Other comprehensive income	-	-	-	-
Total comprehensive loss for the period	-	-	(6,584,881)	(6,584,881)
Transactions with Owners in their capacity as Owners:				
Issues of shares (net of costs)	20,810,985	-	-	20,810,985
Transfers between equity items	-	(4,465)	4,465	-
Share-based payments	-	92,515	-	92,515
Balance at 30 June 2021	79,792,649	549,843	(63,554,383)	16,788,109

The consolidated statement of changes in equity is to be read in conjunction with the notes to the financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended 30 June 2021

		2021	2020
		\$	\$
Cash flows from operating activities			
Payments to suppliers and employees		(817,669)	(708,608)
Payments for mining exploration, evaluation and rehabilitation		(5,244,045)	(3,002,010)
Interest received		10,976	29,301
Interest paid		(28,445)	-
Government grants and incentives		50,000	50,000
Other		66,133	25,520
Net cash used in operating activities	10	(5,963,050)	(3,605,797)
Cash flows from investing activities			
Acquisition of property, plant & equipment		(185,968)	(3,046)
Net cash used in investing activities		(185,968)	(3,046)
Net cash used in financing activities			
Net proceeds from issue of shares		20,749,397	4,333,030
Repayment of lease liabilities		(62,256)	-
Movement in restricted cash		(178,235)	335,515
Net cash from financing activities		20,508,906	4,668,545
Net increase/(decrease) in cash and cash equivalents		14,359,888	1,059,702
Cash and cash equivalents at 1 July		2,216,866	1,157,164
Cash and cash equivalents at 30 June	10	16,576,754	2,216,866

The consolidated statement of cash flows is to be read in conjunction with the notes to the financial statements.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the year ended 30 June 2021

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Note 16: Trade and other payables
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Note 23: Contingent liabilities
Note 24: Remuneration of auditors
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ACCOUNTING POLICIES

Note 28: Changes in accounting policies
Note 29: New accounting standards and interpretations

Basis of Preparation

This section of the financial report sets out the Group's (being DevEx Resources Limited and its controlled entities) accounting policies that relate to the financial statements as a whole. Where an accounting policy is specific to one Note, the policy is described in the Note to which it relates.

The Notes include information which is required to understand the financial statements and is material and relevant to the operations and the financial position and performance of the Group.

Information is considered relevant and material if:

- The amount is significant due to its size or nature.
- The amount is important in understanding the results of the Group.
- It helps to explain the impact of significant changes in the Group's business.
- It relates to an aspect of the Group's operations that is important to its future performance.

1. Corporate Information

The consolidated financial report of DevEx Resources Limited for the year ended 30 June 2021 was authorised for issue in accordance with a resolution of Directors on 27th September 2021.

DevEx Resources Limited (the 'Company' or 'DevEx') is a for-profit company limited by shares whose shares are publicly traded on the Australian Securities Exchange. The Company and its subsidiaries were incorporated and domiciled in Australia. The registered office and principal place of business of the Company is Level 3, 1292 Hay Street, West Perth, WA 6005.

The nature of the operations and principal activities are disclosed in the Directors' Report.

2. Reporting Entity

The financial statements are for the Group consisting of DevEx Resources Limited and its subsidiaries. A list of the Group's subsidiaries is provided at Note 21.

3. Basis of Preparation

These general purpose financial statements have been prepared in accordance with the Corporations Act 2001 and Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards ('AIFRS'). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards ('IFRS').

These financial statements have been prepared under the historical cost convention except for certain financial assets and liabilities which are required to be measured at fair value.

(a) Basis of consolidation

Subsidiaries are all entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

The acquisition method of accounting is used to account for business combinations by the Group.

Intercompany transactions, balances and unrealised gains on transactions between Group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset. Accounting policies of the subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

(b) Key estimates and judgements

In the process of applying the Group's accounting policies, management has made a number of judgements and applied estimates of future events. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in the following notes:

- | | |
|---------------------------------|---|
| • Note 6 Income tax | • Note 13 Financial assets |
| • Note 9 Share-based payments | • Note 15 Right-of-use assets and lease liabilities |
| • Note 11 Trade and receivables | • Note 17 Provisions |

(c) Functional currency translation**Functional and presentation currency**

These consolidated financial statements are presented in Australian dollars, which is the Group's functional currency.

(d) Going concern

The Directors are of the opinion that the Company is a going concern and have prepared the financial report on a going concern basis.

Performance for the Year

This section provides additional information about those individual line items in the Statement of Comprehensive Income that the Directors consider most relevant in the context of the operations of the entity.

4. Segment Reporting

For management purposes, the Group is organised into one main business and geographic segment, which involves exploration for mineral deposits in Australia. All of the Group's activities are interrelated, and discrete financial information is reported to the Board (Chief Operating Decision Maker) as a single segment. Accordingly, all significant operating decisions are based upon analysis of the Group as one segment. The financial results from the segment are equivalent to the financial statement of the Group as a whole.

5. Revenue and Expenses

(a) Corporate and administration expenses

	2021 \$	2020 \$
Depreciation and amortisation	105,172	9,443
Insurance	13,230	8,616
Legal fees	26,320	9,795
Office costs	98,025	144,487
Personnel expenses (5(b))	625,804	600,624
Regulatory and compliance	166,924	117,989
Other	194,549	143,577
Less allocations to exploration expenditure	(219,864)	-
	1,010,160	1,034,531

(b) Personnel expenses

	2021 \$	2020 \$
Directors' fees, wages and salaries	1,218,567	677,904
Other associated personnel expenses	168,546	45,502
Superannuation	114,007	54,159
Annual leave and long service leave	52,363	28,101
Share-based payments	92,515	263,822
Less allocations directly attributable to exploration expenditure	(1,020,194)	(468,864)
	625,804	600,624

(c) Exploration and evaluation expenditure by Project

	2021 \$	2020 \$
Nabarlek	444,883	515,728
Junee	1,195,263	572,024
Bogong	27,083	974,124
Basin Creek	1,600,294	279,919
Cobar and Wilga Downs ¹	528,765	-
Sovereign	1,432,840	46,781
Julimar Complex	27,192	59,263
Generative Exploration	207,843	171,065
Rent Reimbursements	-	(107,932)
50% Government Co-funding	(129,000)	(46,089)
	5,335,163	2,464,883

Accounting Policy

Costs incurred in the exploration and evaluation stages of specific areas of interest are expensed against profit or loss as incurred. All exploration and evaluation expenditure, including general permit activity, geological and geophysical costs, project generation and drilling costs, is expensed as incurred. The costs of acquiring interests in new exploration licences is also expensed. Once the technical feasibility and commercial viability of extracting a mineral resource are demonstrable in respect to an area of interest, development expenditure is capitalised to the Statement of Financial Position.

(d) Other income

	2021 \$	2020 \$
Government grants and incentives	37,500	62,500
Other	6,613	3,604
Reversal of prior period impairment of financial assets ¹	255,453	-
	299,566	107,826

¹ Relates to a previous impairment where the Group determined that its investment in PhosEnergy Limited was no longer impaired. Refer to Note 13.

(e) Net financing income

	2021 \$	2020 \$
Interest income	9,725	29,670
Unwinding of the discount on rehabilitation provision	(57,504)	(10,784)
Interest expense – lease liabilities	(25,980)	-
Bank charges	(8,708)	(8,531)
Less allocations to exploration expenditure	18,642	-
Total finance expenses	(73,550)	(19,315)
Net financing income	(63,825)	10,355

Accounting Policy

Net financing costs comprise the unwinding of the discount on rehabilitation provisions, bank charges, interest on lease liabilities and interest receivable on funds invested.

Interest income is recognised in the statement of comprehensive income as it accrues, using the effective interest method.

6. Income Tax

The Company and its wholly-owned Australian resident subsidiaries are part of a tax-consolidated group. As a consequence, all members of the tax-consolidated group are taxed as a single entity.

	2021	2020
	\$	\$
Deferred tax benefit	-	-
Total income tax benefit reported in the statement of comprehensive income	-	-

Numerical reconciliation between tax benefit and pre-tax net loss:

	2021	2020
	\$	\$
Loss before tax	(6,584,881)	(3,473,960)
Income tax benefit using the domestic corporation tax rate of 30% (2020:27.5%)	(1,975,464)	(955,339)
Decrease in income tax benefit due to:		
Non-deductible expenses	30,632	72,841
Non-assessable income	(11,250)	-
Junior mineral exploration incentive	481,250	426,908
Current and deferred tax expense not recognised	1,474,832	455,590
Over provision of tax in prior years	-	-
Income tax benefit	-	-

Deferred tax assets (except for those relating to tax losses) and liabilities for the Group are attributable to the following:

	ASSETS		LIABILITIES		TOTAL	
	2021	2020	2021	2020	2021	2020
	\$	\$	\$	\$	\$	\$
Capital raising costs	350,268	86,327	-	-	350,268	86,327
Financial assets	-	-	(76,636)	-	(76,636)	-
ROU asset and liabilities	148,795	-	(143,298)	-	5,497	-
Rehabilitation provision	425,504	313,849	-	-	425,504	313,849
Other items	99,211	37,409	(350)	(248)	98,861	37,161
	1,023,778	(437,585)	(220,284)	248	803,494	437,337
Tax losses used to offset net deferred tax liability					-	-
Net deferred tax assets and liabilities not recognised					803,494	437,337

Deferred tax assets in respect of tax losses have not been recognised as follows:

	2021	2020
	\$	\$
Unrecognised tax losses – Revenue	30,068,422	29,847,634
Unrecognised tax losses – Capital	311,211	311,211
Unrecognised tax losses – Total	30,379,633	30,158,845
Unrecognised deferred tax asset on unused tax losses	9,113,890	8,293,682

Accounting Policy

The income tax expense or benefit for the period is the tax payable or receivable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the tax laws enacted or substantially enacted at the end of the reporting period in the country where the company's subsidiaries operate and generate taxable income. Provisions are established where appropriate on the basis of amounts expected to be paid to the tax authorities.

Current tax liabilities for the current period and prior periods are measured at the amount expected to be recovered from or paid to taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantially enacted by the balance date.

Deferred income tax is provided on all temporary differences at reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Unrecognised deferred income tax assets at each reporting date and are recognised to the extent that it has become probable that future taxable profit will allow the deferred tax asset to be recovered.

Income taxes relating to items recognised directly in equity are recognised in equity and not profit or loss. Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

7. Loss Per Share

The calculation of basic and diluted loss per share at 30 June 2021 was based on the loss attributable to ordinary shareholders of \$6,584,881 (2020: \$3,473,963).

The weighted average number of ordinary shares outstanding during the financial years comprised the following:

	2021 \$	2020 \$
Ordinary shares on issue at beginning of year	190,363,073	133,050,573
Effect of share issues	74,955,392	40,544,668
Weighted average number of ordinary shares on issue at the end of the year	265,318,465	173,595,241
Basic and diluted loss per share (cents) ¹	(2.48)	(2.00)

¹ Due to the fact that the Group made a loss, potential ordinary shares from the exercise of options have been excluded due to their anti-dilutive effect.

Accounting Policy

Basic earnings/loss per share is calculated as net profit/loss attributable to members of the parent, adjusted to exclude any costs of servicing equity (other than dividends) and preference share dividends, divided by the weighted average number of ordinary shares, adjusted for any bonus element.

Diluted earnings/loss per share is calculated as net profit/loss attributable to members of the parent, adjusted for:

- costs of servicing equity (other than dividends) and preference share dividends;
- the after tax effect of dividends and interest associated with dilutive potential ordinary shares that have been recognised as expenses; and
- other non-discretionary changes in revenues or expenses during the period that would result from the dilution of potential ordinary shares; divided by the weighted average number of ordinary shares and dilutive potential ordinary shares, adjusted for any bonus element.

Employee Benefits

This section of the Notes includes information that must be disclosed to comply with accounting standards and other pronouncements relating to the remuneration of employees and consultants of the Group, but that is not immediately related to individual line items in the Financial Statements.

8. Employee Benefits

	2021 \$	2020 \$
Annual leave	132,037	83,378
Long service leave	29,358	25,654
	161,395	109,032

Accounting Policy

Liabilities for employee benefits for wages, salaries and annual leave expected to be settled within 12 months of the reporting date are recognised in employee benefits in respect of employees' services up to the reporting date. They are measured at the amounts expected to be paid when the liabilities are settled.

The provision for long service leave represents the vested long service leave entitlements accrued.

9. Share-Based Payments

The Company provides benefits to employees (including directors) in the form of share-based payment transactions, whereby employees render services in exchange for shares or rights over shares ('equity-settled transactions').

The Company currently provides benefits under an Employee Incentive Scheme. This Scheme was approved by shareholders on 25 November 2020.

Each option entitles the holder, on exercise, to one ordinary fully paid share in the Company. There is no issue price for the options. The exercise price for the options is such price as determined by the Board. An option may only be exercised after that option has vested and any other conditions imposed by the Board on exercise are satisfied. The Board may determine the vesting period, if any.

There are no voting or dividend rights attached to the options. There are no voting rights attached to the unissued ordinary shares. Voting rights will be attached to the unissued ordinary shares when the options have been exercised.

Accounting Policy

The cost of share-based payments is recognised in employee benefits expense, together with a corresponding increase in Share-based Payments Reserve in equity, over the period in which the performance and/or service conditions are fulfilled (the vesting period).

The cumulative expense recognised for equity-settled transactions at each reporting date until vesting date reflects:

- (i) the extent to which the vesting period has expired; and
- (ii) the number of awards that, in the opinion of the directors, will ultimately vest. No adjustment is made for the likelihood of market performance conditions being met as the effect of these conditions is included in the determination of fair value at grant date.

No expense is recognised for awards that do not ultimately vest, except for awards where vesting is conditional upon a market condition.

Where the terms of an equity-settled award are modified, as a minimum an expense is recognised as if the terms had not been modified. In addition, an expense is recognised for any increase in the value of the transaction as a result of the modification, as measured at the date of modification.

Where an equity-settled award is cancelled, it is treated as if it had vested on the date of cancellation, and any expense not yet recognised for the award is recognised immediately. However, if a new award is substituted for the cancelled award, and designated as a replacement award on the date that it is granted, the cancelled and new award are treated as if they were a modification of the original award, as described in the previous paragraph.

The dilutive effect, if any, of outstanding options and rights is reflected as additional share dilution in the computation of earnings per share.

The Group measures the cost of equity-settled share-based payments at fair value at the grant date using a Black Scholes option-pricing model taking into account the terms and conditions upon which the instruments were granted.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

The number and weighted average exercise prices of share options outstanding at 30 June 2021 is as follows:

	WEIGHTED AVERAGE EXERCISE PRICE	NUMBER OF OPTIONS	WEIGHTED AVERAGE EXERCISE PRICE	NUMBER OF OPTIONS
	2021	2021	2020	2020
	\$		\$	
Outstanding at beginning of the year	0.143	14,883,336	0.153	6,833,334
Granted during the period	0.230	650,000	0.135	8,050,000
Exercised during the period	0.149	(266,667)	-	-
Lapsed during the period	-	-	-	-
Outstanding at the end of the year	0.147	15,266,669	0.143	14,883,336
Exercisable at the end of the year	0.145	13,216,669	0.150	10,883,336

The weighted average share price at the date of exercise for share options exercised during the year was \$0.49 (2020: nil)

The weighted average contractual life remaining as at 30 June 2021 is 1.00 years (2020: 1.13 years).

Non-market performance conditions are not taken into account in the grant date fair value measurement of the services received.

The total expenditure recognised in the statement of comprehensive income is \$92,515 (2020: \$263,822).

The fair value of the options is estimated at the grant date using a Black Scholes option-pricing model. Refer to the table below for inputs to the Black Scholes option-pricing model for options granted during the year:

	2021	2020
Share price at grant date (weighted average)	\$0.155	\$0.076
Exercise price (weighted average)	\$0.230	\$0.135
Expected volatility (expressed as weighted average used in the modelling under Black Scholes option pricing model)	119%	99%
Expected life (expressed as weighted average used in the modelling under Black Scholes option pricing model)	3.0 years	3.0 years
Expected dividends	Nil	Nil
Risk-free interest rate (weighted average)	0.29%	0.66%
Fair value per option (weighted average)	\$0.099	\$0.037
Number	650,000	8,050,000

Assets

This section provides additional information about those individual line items in the Statement of Financial Position that the Directors consider most relevant in the context of the operations of the entity.

10. Cash and Cash Equivalents

	2021	2020
	\$	\$
Cash at bank	16,576,554	2,216,667
Petty cash	200	199
	16,576,754	2,216,866

Accounting Policy

Cash and cash equivalents comprise cash balances and term deposits which are readily convertible to cash.

The reconciliation to loss after income tax for the year to net cash flows from operations is below:

	2021	2020
	\$	\$
Loss after tax for the period	(6,584,881)	(3,473,963)
Depreciation and amortisation	105,172	9,443
Unwinding of interest on fair value of rehabilitation provision	57,504	10,784
Share-based payments	92,515	263,822
Reversal of impairment on financial assets	(255,453)	-
Changes in operating assets and liabilities:		
Decrease/(increase) in trade and other receivables	(25,650)	27,535
(Decrease)/Increase in trade and other payables	595,380	(526,303)
Increase/(decrease) in provisions	52,363	82,885
Net operating cash outflows	(5,963,050)	(3,605,797)

11. Trade and Other Receivables

	2021	2020
	\$	\$
Other trade receivables	1,238	15,761
GST receivable	153,349	33,622
Prepayments	33,316	13,757
	187,903	63,140

Accounting Policy

Trade and receivables

Trade and other receivables are initially recognised at fair value and subsequently at amortised cost less impairment losses.

Goods and Services Tax ('GST')

Revenue, expenses and assets are recognised net of the amount of goods and services tax ('GST'), except where the amount of GST incurred is not recoverable from the taxation authority. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the Australia Taxation Office ('ATO') is included as a current asset or liability in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

12. Restricted Cash

	2021 \$	2020 \$
Bank guarantees in relation to rehabilitation obligations ¹	1,507,213	1,353,978
Bank guarantee in relation to business credit cards	50,000	25,000
	1,557,213	1,378,978

¹ Bank guarantees in relation to rehabilitation obligations are held by the Northern Territory Department of Mines and Energy (DME) for rehabilitation obligations on the Nabarlek Mineral Lease (\$1,158,362), the Northern Land Council and DME on the Nabarlek tenements held (totalling \$94,851) and the New South Wales Department of Planning and Environment – Resources & Energy on the New South Wales tenements (\$254,000).

Accounting Policy

Funds placed on deposit with financial institutions to secure bank guarantees are classified as restricted cash.

13. Financial Assets

	2021 \$	2020 \$
Equity investments at fair value through profit or loss	510,906	255,453
	510,906	255,453

The Company has 5,109,061 fully paid ordinary shares in PhosEnergy Limited at a deemed value of \$0.10 per share. The current valuation is based on a recent capital raising, whereby \$4.1m was raised by the issue of 41,950,000 shares at \$0.10 cents. The placement transaction falls under *Level 2 inputs: quoted prices are not available but fair value is based on observable inputs*. Prior years have been based on *Level 3 inputs: unobservable inputs*, as the last observable input was the capital raising in 2019.

Accounting Policy

Financial assets are measured at fair value on initial recognition. Subsequent measurement of financial assets depends on the financial asset's contractual cash flow characteristics and the Group's business model for managing them. The Group's business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial asset or both.

For the purposes of subsequent measurement, the Group's financial assets are measured at fair value through profit or loss. Financial assets at fair value through profit or loss are carried in the statement of financial position at fair value with net changes in fair value recognised in the statement of profit or loss.

This category includes the equity investment which the Group had not irrevocably elected to classify at fair value through OCI. Any dividends on equity investments are also recognised as other income in the statement of profit or loss when the right of payment has been established.

The fair value measurement level under the fair value measurement hierarchy is level 2, where quoted prices are not available but fair value is based on observable inputs.

14. Property, Plant & Equipment

	2021 \$	2020 \$
Cost	220,901	34,933
Accumulated depreciation	(45,610)	(18,178)
	175,291	16,755
Movements in property, plant & equipment:		
Carrying amount at the beginning of the year	16,755	23,149
Additions	185,968	3,047
Depreciation charge for the year	(27,432)	(9,443)
Carrying amount at the end of the year	175,291	16,755

Accounting Policy

Property, plant and equipment is stated at cost less accumulated depreciation and any accumulated impairment losses, if any.

The assets' residual values, useful lives and amortisation methods are reviewed, and adjusted if appropriate, at each financial year end.

Depreciation is charged to the statement of comprehensive income on a diminishing value basis over the estimated useful lives of each part of an item of property, plant and equipment. The depreciation rates used in the current and comparative periods are as follows:

• Office furniture	13%-20%	• IT equipment and software	40%-50%
• Plant & equipment	13%-40%	• Leasehold improvements	2.5%

An item of plant and equipment and any significant part initially recognised is derecognised upon disposal or when no further future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit or loss when the asset is derecognised.

The carrying values of property, plant and equipment are reviewed for impairment at each balance date in line with the Group's impairment policy.

15. Right-of-Use Assets and Lease Liabilities

	2021 \$	2020 \$
Amounts recognised in statement of financial position		
Right-of-use assets		
Right-of-use assets – office leases	558,361	-
Accumulated depreciation	(77,740)	-
	480,621	-
Lease liabilities		
Current	62,146	-
Non-current	433,839	-
	495,985	-
Amounts recognised in statement of comprehensive income		
Depreciation charge of right-in-use assets	77,740	-
Interest expense	25,980	-
	103,720	-

During the year the Group entered into lease contracts for commercial office space in West Perth and office equipment.

Accounting Policy

Right-of-use assets

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, any lease payments made at or before the commencement date net of any lease incentives received, any initial direct costs incurred.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Right-of-use assets are subject to impairment or adjusted for any remeasurement of lease liabilities.

Leases

With the exception of short-term leases and leases of low value underlying assets, each lease is reflected on the statement of financial position as a right-of-use asset and a lease liability.

Where a lease has an extension option the Group has used its judgement to determine whether or not an option would be reasonably certain to be exercised. The Group considers all facts and circumstances including any significant improvements, current stage of projects, location, and their past practice to help them determine the lease term. The Group have included all current extension options in determining the lease term.

These leases have an average term of between 5 and 6 years.

Lease liabilities were measured at the present value of the remaining lease payments, discounted using the lessee's incremental borrowing rate at commencement date of the lease.

The weighted average incremental borrowing rate applied to lease liabilities was 6.95%.

In the consolidated statement of cash flows, the Group has recognised cash payments for the principal portion of the lease liability within financing activities, cash payments for the interest portion of the lease liability as interest paid within operating activities and short-term lease payments and payments for lease of low-value assets within operating activities.

Short-term leases

The Group has elected not to recognise a right-of-use asset and corresponding lease liability for short-term leases with terms of 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to profit or loss as incurred.

Equity and Liabilities

This section provides additional information about those individual line items in the Statement of Financial Position that the Directors consider most relevant in the context of the operations of the entity.

16. Trade and Other Payables

Trade and other payables

2021	2020
\$	\$
604,930	211,397
604,930	211,397

Accounting Policy

Trade payables are initially recognised at fair value and subsequently measured at amortised cost. Trade and other payables are presented as current liabilities unless payment is not due within 12 months.

17. Provisions

Current

Rehabilitation

2021	2020
\$	\$
315,365	215,000
315,365	215,000

Non-current

Make Good

Rehabilitation

2021	2020
\$	\$
19,921	-
1,102,983	926,271
1,122,904	926,271

The movement in the rehabilitation provision is shown below:

Opening balance
 Adjustment to estimated provision¹
 Expenditure for the year
 Unwinding of the discount on rehabilitation provision
 Closing balance

2021	2020
\$	\$
1,141,271	1,262,322
325,641	(41,722)
(106,068)	(90,113)
57,504	10,784
1,418,348	1,141,271

¹ The estimated costs of rehabilitation were revised during the year.

The Company assumed all obligations for rehabilitation at the Nabarlek Mineral Lease following the acquisition of Queensland Mines Pty Ltd in 2008. Rehabilitation obligations for the Nabarlek Mineral Lease are backed by bank guarantees (refer to note 12).

Accounting Policy

Rehabilitation

The Group records the present value of the estimated cost of legal and constructive obligations to restore operating site locations in the period in which the obligation arises. The nature of restoration activities includes the removal of facilities and restoration of affected areas.

When the rehabilitation provision is initially recorded, the estimated cost is expensed against the profit and loss.

At each reporting date the rehabilitation provision is re-measured to reflect any changes in discount rates and timing and amounts of the costs to be incurred. Such changes in the estimated liability are accounted for prospectively from the date of the change and are added to, or deducted from, the profit or loss.

The unwinding of the discount is recorded as an accretion charge within finance costs.

Estimates and assumptions of the appropriate discount rate at which to discount the liability, the timing of cash flows, the application of relevant environmental legislation and the future expected costs of rehabilitation are all used in determining the carrying value of the rehabilitation provision.

18. Capital and Capital Management

Ordinary shares on issues:

	2021		2020	
	NO.	\$	NO.	\$
On issue at the beginning of the year	190,363,073	58,981,664	133,050,573	54,648,634
Placement @ \$0.08 (completed Oct 2019)	-	-	57,312,500	4,585,000
Placement @ \$0.10 (completed Sept 2020)	55,690,767	5,569,077	-	-
Placement @ \$0.23 (completed Dec 2020)	36,600,000	8,418,000	-	-
Placement @ \$0.32 (completed June 2021)	24,913,460	7,972,307	-	-
Exercise of options @ \$0.10 expiring 30 Nov 2021	166,667	16,667	-	-
Exercise of options @ \$0.23 expiring 27 July 2023	100,000	23,000	-	-
Share issue costs	-	(1,188,066)	-	(251,970)
On issue at the end of the year	307,833,967	79,792,649	190,363,073	58,981,664

Issuance of Ordinary Shares

Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at shareholders' meetings. In the event of winding up of the Company, the ordinary shareholders rank after all other shareholders and creditors and are fully entitled to any proceeds on liquidation.

19. Reserves

Nature and purpose of reserves:

Share-based payments

This reserve is used to record the value of equity benefits provided to employees and directors as part of their remuneration.

Financial Instruments

This section of the Notes discusses the Group's exposure to various risks and shows how these could affect the Group's financial position and performance.

20. Financial Instruments

(a) Capital risk management

The capital structure of the Group consists of equity attributable to equity holders, comprising issued capital, reserves and retained earnings as disclosed in notes 18 and 19.

The Board reviews the capital structure on a regular basis and considers the cost of capital and the risks associated with each class of capital. The Group will balance its overall capital structure through new share issues as well as the issue of debt, if the need arises.

(b) Market risk

Market risk is the risk that changes in market prices such as foreign exchange rates, equity prices and interest rates will affect the Group's income or value of its holdings of financial instruments.

(c) Foreign exchange rate risk

The Group currently has no significant exposure to foreign exchange rates.

(d) Equity prices

The Group has exposure to equity prices through its holding of PhosEnergy Limited shares. Equity investments are recorded at their fair value being either the quoted price or last known traded price on the balance sheet (see note 13). There is a risk that changes in prices effect the fair value of investments held by the consolidated entity. A plus or minus 10% change in equity prices from the year end valuation would impact equity by plus or minus \$ 51,091.

(e) Interest rate risk

Interest rate risk is the risk that changes in bank deposit rates affect the consolidated entity's income and future cash flow from interest income. The exposure to interest rate risk and the effective weighted average interest rate for classes of financial assets and financial liabilities is set out below:

2021	FIXED INTEREST MATURING IN:						WEIGHTED AVERAGE INTEREST RATE
	>1 YEAR	1-5 YEARS	MORE THAN 5 YEARS	FLOATING INTEREST	NON- INTEREST BEARING	TOTAL	
	\$	\$	\$	\$	\$	\$	%
Financial assets							
Cash at bank	-	-		16,576,554	200	16,576,754	0.03%
Trade and other receivables	-	-		-	187,903	187,903	-
Restricted cash	1,303,213	-		-	254,000	1,557,213	0.63%
Financial liabilities							
Trade and other payables	-	-		-	604,930	604,930	-
Lease liabilities	62,146	414,517	19,322	-	-	495,985	5.24%

2020	FIXED INTEREST MATURING IN:						WEIGHTED AVERAGE INTEREST RATE
	>1 YEAR	1-5 YEARS	MORE THAN 5 YEARS	FLOATING INTEREST	NON- INTEREST BEARING	TOTAL	
	\$	\$	\$	\$	\$	\$	%
Financial assets							
Cash at bank	-	-	-	2,216,667	199	2,216,866	0.69%
Trade and other receivables	-	-	-	-	63,140	63,140	-
Restricted cash	1,278,213	-	-	-	100,765	1,378,978	1.38%
Financial assets			-				
Financial liabilities							
Trade and other payables	-	-	-	-	211,397	211,397	-

A change of 100 basis points in interest rates on bank balances and term deposits over the reporting period would have increased/(decreased) the Group's profit and loss by \$106,873 (2020: \$29,631).

(f) Credit risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations. The consolidated entity's exposure to credit risk is not significant and currently arises principally from sundry receivables which represent an insignificant proportion of the Group's activities and cash and cash equivalents.

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount, net of any provision for doubtful debts, as disclosed in the notes to the financial statements.

(g) Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The Board actively monitors the Group's ability to pay its debts as and when they fall due by regularly reviewing the current and forecast cash position based on the expected future activities.

The Group has non-derivative financial liabilities and lease liabilities which include trade and other payables of \$604,930 (2020: \$211,397) all of which are due within 60 days.

(h) Net fair values of financial assets and liabilities

AASB 7 Financial Instruments: Disclosures requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices) (level 2), and
- inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

All financial assets and liabilities approximate their net fair values and are disclosed as level 1 fair values, other than the investment in PhosEnergy Limited which is disclosed as a Level 2 fair value (see Note 13).

Accounting Policy

Financial assets are measured at amortised cost if the assets meet the following conditions (and are not designated as FVTPL):

- they are held within a business model whose objective is to hold the financial assets to collect its contractual cash flows
- the contractual terms of the financial assets give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Investments in equity instruments that are not held for trading are eligible for an irrevocable election at inception to be measured at FVOCI.

Financial assets that are held within a different business model other than 'hold to collect' or 'hold to collect and sell' are categorised at fair value through profit and loss. Further, irrespective of business model financial assets whose contractual cash flows are not solely payments of principal and interest are accounted for at FVTPL.

The directors have assessed that the fair value of cash and short-term deposits, trade receivables, trade payables and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

Group Composition

This section of the Notes includes information that must be disclosed to comply with accounting standards and other pronouncements relating to the structure of the Group, but that is not immediately related to individual line items in the Financial Statements.

21. List of Subsidiaries

		OWNERSHIP INTEREST	
COUNTRY OF INCORPORATION		2021 %	2020 %
Parent entity			
DevEx Resources Limited	Australia		
Subsidiaries			
G E Resources Pty Ltd	Australia	100%	100%
TRK Resources Pty Ltd	Australia	100%	100%
Queensland Mines Pty Ltd	Australia	100%	100%
Copper Green Pty Ltd	Australia	100%	100%
Arnhem Minerals Pty Ltd	Australia	100%	100%

22. Parent Entity Information

The financial information for the parent entity, DevEx Resources Limited, has been prepared on the same basis as the consolidated financial statements, except as set out below.

(a) Investments in subsidiaries, associates and joint venture entities

Investments in subsidiaries, associates and joint venture entities are accounted for at cost in the parent entity's financial statements.

(b) Contingencies

The parent entity has no contingent assets or liabilities.

(c) Commitments

The parent entity has no commitments.

Statement of comprehensive income

Loss for the year

Total comprehensive loss

Statement of financial position

Assets

Current assets

Non-current assets

Total assets

Liabilities

Current liabilities

Non-current liabilities

Total liabilities

Net assets

Equity

Share capital

Reserves

Accumulated losses

Total equity

2021	2020
\$	\$
(6,364,857)	(3,785,372)
(6,364,857)	(3,785,372)
16,764,657	2,280,006
2,470,031	1,561,187
19,234,688	3,841,193
599,078	225,620
481,632	-
1,080,710	225,620
18,153,978	3,615,573
79,792,649	58,981,664
549,843	461,794
(62,188,514)	(55,827,885)
18,153,978	3,615,573

The accounting policies of the parent entity are consistent with those of the Group.

Other Information

This section of the Notes includes other information that must be disclosed to comply with accounting standards and other pronouncements, but that is not immediately related to individual line items in the Financial Statements.

23. Contingent Liabilities

There are no contingent assets or liabilities.

24. Remuneration of Auditors

Audit services
Audit and review

2021	2020
\$	\$
29,663	29,341
29,663	29,341

25. Commitments

In order to maintain current rights of tenure to exploration tenements, the Group is required to perform exploration work to meet the minimum expenditure requirements specified by various State governments. These amounts are subject to negotiation when application for a lease application and renewal is made and at other times. These amounts are not provided for in the financial report and are payable:

Within 1 year
1-5 years
>5 years

2021	2020
\$	\$
1,781,812	618,782
3,918,727	159,884
227,072	159,884
5,927,611	938,550

To the extent that expenditure commitments are not met, tenement areas may be reduced and other arrangements made in negotiation with the relevant state and territory government departments on renewal of tenements to defer expenditure commitments or partially exempt the Company. Where the group decides to relinquish a tenement the commitment will be reduced accordingly.

26. Related Party Transactions

(a) Key management personnel

The following were key management personnel of the Group at any time during the reporting period and unless otherwise indicated were key management personnel for the entire period:

- Tim R B Goyder
- Brendan J Bradley
- Bryn L Jones
- Richard K Hacker

The key management personnel compensation is as follows:

Short-term employee benefits
Post-employment benefits
Share-based payments

2021	2020
\$	\$
306,245	319,525
27,422	27,422
58,190	220,242
391,857	567,189

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.

A number of these entities transacted with the Company or its subsidiaries in the reporting period. The terms and conditions of the transactions with key management personnel and their related parties were no more favourable than those available, or which might reasonably be expected to be available, on similar transactions to non-key management personnel related entities on an arm's length basis.

(b) Loans made to key management personnel and related parties

No loans were made to key management personnel and their related parties.

(c) Other transactions with key management personnel

There were no other transactions with key management personnel during the year.

During 2020 the Group received corporate services including office rent and facilities, management and accounting services under a Corporate Services Agreement with Chalice Mining Limited. Messrs Goyder and Hacker are all KMP's of Chalice Mining Limited. Amounts billed were based on a proportionate share of the cost to Chalice Mining Limited of providing the services and had normal payment terms. The amount recognised in the statement of comprehensive income for the 2020 year was \$147,233 and the amount unpaid as at 30 June 2020 was \$14,805.

27. Events Occurring after the Reporting Period

In August 2021, the Company participated in PhosEnergy Limited's (PEL) pro-rata offer to eligible shareholders of 1 new share for every 5 shares held at an issue price of \$0.10 per new share. The Group's holding increased by 1,021,813 shares to 6,130,874 shares with a decrease in interest from 8.9% to 5.3% after the issue and a placement to professional and sophisticated investors at 10 cents.

There were no matters or circumstances which have occurred subsequent to balance date that have or may significantly affect the operations or state of affairs of the Group in subsequent financial years.

Accounting Policies

This section of the Notes includes information that must be disclosed to comply with accounting standards and other pronouncements relating to new and revised accounting standards and their impact.

28. Changes in Accounting Policies

In the year ended 30 June 2021, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board that are relevant to the Group and effective for the current annual reporting period.

The Directors have determined that there is no material impact of the new and revised Standards and Interpretations on the Group and therefore no change is necessary to the Group's accounting policies.

29. New Accounting Standards and Interpretations

Australian Accounting Standards and Interpretations most relevant to the Group that have recently been issued or amended but are not yet effective and have not been adopted by the Group for the year ended 30 June 2021 are outlined below.

There are no standards that are not yet effective and that would be expected to have a material impact on the entity in the current or future reporting periods and on foreseeable future transactions.

DIRECTORS' DECLARATION

1. In the opinion of the Directors of DevEx Resources Limited ('the Company'):
 - (a) the financial statements, notes and additional disclosures of the Group are in accordance with the Corporations Act 2001 including:
 - i. giving a true and fair view of the financial position of the Group as at 30 June 2021 and of its performance for the year then ended; and
 - ii. complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001;
 - (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; and
 - (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 295A of the Corporations Act 2001 for the financial year ended 30 June 2021.

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

A handwritten signature in black ink, appearing to read 'B. Bradley', with a long horizontal stroke extending to the right.

Brendan Bradley
Managing Director

Dated at Perth on 27th September 2021.

INDEPENDENT AUDITOR'S REPORT

for the year ended 30 June 2021



INDEPENDENT AUDITOR'S REPORT

To the members of DevEx Resources Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of DevEx Resources Limited ("the Company") and its controlled entities ("the Group"), which comprises the consolidated statement of financial position as at 30 June 2021, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Group is in accordance with the *Corporations Act 2001*, including:

- a) giving a true and fair view of the Group's financial position as at 30 June 2021 and of its financial performance for the year then ended; and
- b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit 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* ("the Code") that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matters described below to be the key audit matters to be communicated in our report.

Key Audit Matter	How our audit addressed the key audit matter
Provision for Rehabilitation Refer to Note 17	
The Group has a provision for rehabilitation of \$1,418,348 as at 30 June 2021.	Our procedures included but were not limited to the following: – We considered the procedures employed by the Group relating to the calculation of

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Key Audit Matter	How our audit addressed the key audit matter
Provision for Rehabilitation Refer to Note 17	
The Group has obligations to restore the Nabarlek mine site it acquired on which mining activities had previously taken place. The provision is for the expected future costs associated with the rehabilitation activities. The restoration provision was a key audit matter due to the significant judgement involved in estimating costs which are planned to be incurred in future years and the related timing of incurring those costs.	the rehabilitation provision for the Nabarlek mine site. - We considered the movements in the provision during the year to ensure they were consistent with our understanding of the Group's activities during the year. - As part of our detailed testing, we reviewed the cost elements used in the Mining Management Plan for the rehabilitation of the mine site along with assessing whether sufficient supporting evidence was available to support the cost estimates

Information other than the financial report and auditor's report thereon

The directors are responsible for the other information. The other information comprises the information included in the Group's annual report for the year ended 30 June 2021, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the directors for the financial report

The directors of the Company are responsible for the preparation of the 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 financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.



As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included within the directors' report for the year ended 30 June 2021.

In our opinion, the Remuneration Report of DevEx Resources Limited for the year ended 30 June 2021 complies with section 300A of the *Corporations Act 2001*.



Responsibilities

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards

HLB Mann Judd

**HLB Mann Judd
Chartered Accountants**

**Perth, Western Australia
27 September 2021**

A handwritten signature in blue ink, appearing to read 'M R Ohm'.

**M R Ohm
Partner**

ASX ADDITIONAL INFORMATION

as at 21 September 2021

Additional information required by the ASX Limited Listing Rules and not disclosed elsewhere in this report is set out below.

Shareholdings

Substantial shareholders

The number of shares held by substantial shareholders and their associated interests were:

SHAREHOLDER	NUMBER OF ORDINARY SHARES HELD	PERCENTAGE OF CAPITAL HELD %	NUMBER OF UNLISTED OPTIONS HELD	PERCENTAGE OF UNLISTED OPTIONS HELD%
Timothy R B Goyder	53,375,269	17.34	2,000,000	12.93%

Class of Shares and Voting Rights

There were 3,395 holders of the ordinary shares of the Company and 13 holders of unlisted options. The Company has 15,466,669 unlisted options on issue at 21 September 2021, all of which were issued under the previous Employee Share Option Plan or the current Employee Securities Incentive Plan.

Holders of fully paid ordinary shares are entitled to one vote per fully ordinary shares.

Distribution of equity security holders

CATEGORY	NUMBER OF EQUITY SECURITY HOLDERS	
	ORDINARY SHARES	UNLISTED SHARE OPTIONS
1 – 1,000	236	-
1,001 – 5,000	851	-
5,001 – 10,000	468	-
10,001 – 100,000	1,436	4
100,001 and over	404	9
Total	3,395	13

Restricted Securities

There are no restricted ordinary shares on issue.

On-market buy-back

There are no current on-market buy-back of securities.

Marketable parcel

The number of shareholders holding less than a marketable parcel was 331.

Twenty Largest Ordinary Fully Paid Shareholders

NAME	NUMBER OF ORDINARY SHARES HELD	PERCENTAGE OF CAPITAL HELD %
MR TIMOTHY RUPERT BARR GOYDER & ASSOCIATES	53,375,269	17.34
HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	9,874,046	3.21
CALM HOLDINGS PTY LTD <CLIFTON SUPER FUND A/C>	7,000,000	2.27
CITICORP NOMINEES PTY LIMITED	6,722,051	2.18
BNP PARIBAS NOMINEES PTY LTD SIX SIS LTD <DRP A/C>	5,453,386	1.77
ALBION BAY PTY LTD <DESIGN CO-ORDINATING S/F A/C>	4,507,741	1.46
COLIBRI NOMINEES PTY LTD <I BRISTOW FAMILY A/C>	4,330,857	1.41
MR SIMON YAMMINE	4,000,000	1.30
BNP PARIBAS NOMINEES PTY LTD ACF CLEARSTREAM	3,682,834	1.20
MR GRAEME BRUCE HATHWAY	3,680,000	1.20
GREMAR HOLDINGS PTY LTD	3,200,000	1.04
BOND STREET CUSTODIANS LIMITED <CPCPL - TU0022 A/C>	2,814,605	0.91
BNP PARIBAS NOMINEES PTY LTD <IB AU NOMS RETAILCLIENT DRP>	2,635,788	0.86
THE UNIVERSAL ZONE PTY LTD <KLUCK PROPERTY A/C>	2,500,000	0.81
BOTSIS HOLDINGS PTY LTD	2,317,763	0.75
MRS MICHAELA JOY BURKITT	2,193,926	0.71
MR BRYN LLEWELLYN JONES & ASSOCIATES	2,042,237	0.66
CITITEL PTY LTD <CITITEL SUPER FUND A/C>	2,000,000	0.65
GKCF SUPER PTY LTD <GRAHAM K DRILLING S/F A/C>	2,000,000	0.65
MR RICHARD KEITH HACKER & ASSOCIATES	2,000,000	0.65
Total	126,339,503	41.03

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