



REDSTONE RESOURCES LIMITED

ACN 090 169 154

**ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2024**

REDSTONE RESOURCES LIMITED

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REDSTONE RESOURCES LIMITED

ACN 090 169 154

CORPORATE DIRECTORY

DIRECTORS:	Mr Richard Homsany (Chairman) Mr Edward van Heemst Mr Brett Hodgins
COMPANY SECRETARY:	Ms Miranda Conti
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DIRECTORS' REPORT

The Directors present their report on the Entity consisting of Redstone Resources Limited ('Redstone' or the 'Company') and its controlled entities ('Entity') for the financial year ended 30 June 2024.

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

Mr Richard Homsany (*BCom, LLB (Hons), CPA, Grad Dip FINSIA, F Fin, MAICD*), Non-Executive Chairman, Age 54

Mr Homsany is Executive Vice President of Mega Uranium Ltd, a Toronto Stock Exchange listed company and executive chairman of Toro Energy Limited, an ASX listed uranium company. He is also currently the non-executive chairman of the Health Insurance Fund of Australia Limited.

Prior to this Mr Homsany was a corporate and commercial advisory partner with one of Australia's leading law firms. He is currently the principal of Cardinals Lawyers and Consultants and has been admitted as a solicitor for over 20 years. Mr Homsany has extensive experience in corporate law, including advising public resources and energy companies on corporate governance, finance, capital raisings, takeovers, mergers, acquisitions, joint ventures and divestments.

Mr Homsany also has significant board experience with publicly listed resource companies and in the resources industry. He has also worked for an ASX top 50-listed internationally diversified resources company in operations, risk management and corporate.

Mr Homsany is a Certified Practising Accountant and is a fellow of the Financial Services Institute of Australasia (FINSIA). He has a Commerce Degree and Honours Degree in Law from the University of Western Australia and a Graduate Diploma in Finance and Investment from FINSIA.

Over the last 3 years Mr Homsany has held a directorship in Toronto Stock Exchange (Venture Exchange) listed Central Iron Ore Limited (TSX-V) (27 October 2010 to present), ASX listed Brookside Energy Ltd (4 February 2020 to present), ASX listed Galan Lithium Ltd (5 February 2020 to present) and ASX Listed Toro Energy Limited (1 December 2013 to present).

Mr Edward van Heemst (*BCom, MBA, CA, CPA*), Non-Executive Director, Age 78

Mr Edward van Heemst is a prominent Perth businessman with over 40 year's experience in the management of a diverse range of activities with large private companies.

Mr van Heemst is the Managing Director of Vanguard Press and was previously the long-time Chairman of Perth Racing (1997 to 2016). Mr van Heemst was also appointed as non-executive chairman of NTM Gold Ltd, an ASX listed company from July 2019 to March 2021.

Mr van Heemst holds a Bachelor of Commerce degree from the University of Melbourne, an MBA from the University of Western Australia and is a member of the Institute of Chartered Accountants Australia.

Mr van Heemst has an extensive knowledge of capital markets and established mining industry networks.

Mr Brett Hodgins (*BSc (Hons), Grad Dip FINSIA*), Non-Executive Director, Age 51

Mr Hodgins has over 25 years of professional experience in the resources sector primarily focused on exploration and mining operations. He brings a wide range of experience in operations, feasibility studies and exploration, and has extensive experience with Gold, Iron Ore, Copper and Coal.

Mr Hodgins' recent roles include 12 years as President and CEO of TSX-V listed Central Iron Ore Ltd. He was responsible for all day-to-day functions, including the budgeting process, quarterly and annual reporting, regulatory and TSX reporting, company capital raisings, project evaluation, asset disposal, sale and acquisitions as well as managed exploration programs. He was General Manager of Project Development for Iron Ore Holdings. During this time Brett managed, co-ordinated and was responsible for the Phil's Creek Bankable Feasibility Study.

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Mr Hodgins is currently a Senior Manager Technical Projects of international mining advisor Palaris and has been the Project Manager for both conceptual and pre-feasibility studies in Queensland coal. He has led due diligence, evaluations for acquisitions, asset disposal of production and exploration assets across a range of commodities.

Mr Hodgins has completed a Bachelor of Science Degree with Honours in Geology from Newcastle University, Diploma of Management and a Graduate Diploma in Finance and Investment from Financial Services Institute of Australasia.

Over the last 3 years Mr Hodgins has held a directorship in Toronto Stock Exchange (Venture Exchange) listed Central Iron Ore Limited (TSX-V) (27 October 2010 to 1 December 2022) and Australian Stock Exchange (ASX) listed Beacon Resources (BCN) (04 September 2024 to present)

Company Secretary – Miranda Conti (BCom, CPA, AGIA ACG (CS))

Ms Conti is a chartered secretary and Certified Practising Accountant who has been engaged by the Company since March 2006.

Principal Activities

The principal activity of the Entity during the financial year was mineral exploration in Australia and Canada.

Review of Operations

The net loss after income tax attributable to members of the Entity for the financial year ended 30 June 2024 amounted to \$1,159,332 (2023: \$456,941) and net assets were \$9,442,953 (2023: \$9,934,015).

During the first half of FY2024 Redstone focussed on strengthening its portfolio of high-quality Canadian lithium assets in the world class James Bay Lithium District in Québec, Canada, which included entering into an exclusive option agreement to acquire a 100% interest in the Radisson East and Sakami lithium projects (**Radisson and Sakami Option**) in early July 2023 and the acquisition of 100% of the Taiga, Camaro and Hellcat projects (the **James Bay Lithium JV Projects**) in October 2023 as part of a 50/50 joint venture with Galan Lithium Ltd (ASX: GLN) (**Galan**).

The decision to increase the Company's exposure to lithium aligned very closely with its plans for the West Musgrave Copper Project in Western Australia, as Redstone moved to position as an emerging battery metals exploration business.

Exploration and evaluation activities during the first half of the year were concentrated on the Attwood Lake Lithium Project Option (**Attwood Lake Option**), located in Ontario, Canada entered into in May 2023, and the Radisson East and Sakami Option. Work completed at the Radisson East and Sakami Projects during the year clearly demonstrated the strong potential for LCT mineralised pegmatites to be hosted within this James Bay tenement package, whereby a significant number of high priority Lithium-Caesium-Tantalum (LCT) pegmatite target areas were confirmed. At the Attwood Lake Project in Ontario the initial exploration campaign confirmed several pegmatite outcrops and elevated lithium levels across the project area.

However, despite the initial promising results and LCT prospectivity identified from this work, market sentiment towards lithium and a softening of lithium prices meant that continuation with the terms of the Attwood Lake Option and the Radisson and Sakami Option and the required future expenditure was no longer viable for the Company. Combining this with Redstone's decision to renew its focus on copper exploration in WA, the Company opted not to continue with the first anniversary terms of both the Attwood Lake Option and the Radisson and Sakami Option by May 2024 and July 2024 respectively, thereby not proceeding with these option agreements.

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Consequently, during the second half of FY2024 Redstone's core focus was on advancing its copper exploration strategy at its 100% owned West Musgrave Project in WA. Planning and preparations were progressed for near term work programs proposed to include further exploration, including drilling, in and around the high grade Chatsworth and Forio prospects, which are part of the Tollu copper deposit as well as follow-up evaluation of anomalous copper at EM5 and surrounding target areas outside of Tollu.

Further information on the activities undertaken on the Company's projects during the year are outlined below.

WEST MUSGRAVE PROJECT (RDS: 100%): AN EMERGING COPPER OPPORTUNITY IN WA

The West Musgrave Project has the right geological and structural setting for large magmatic Ni-Cu sulphide deposits just 40km east of BHP's world-class Nebo-Babel Ni-Cu-Co-PGE deposit, which is estimated to have a resource of 390 million tonnes grading 0.33% copper and 0.30% nickel, for 1.2 million tonnes of contained nickel metal and 1.3 million tonnes of contained copper metal (Mea + Ind + Inf – 2012 JORC) (see **Figure 1**).

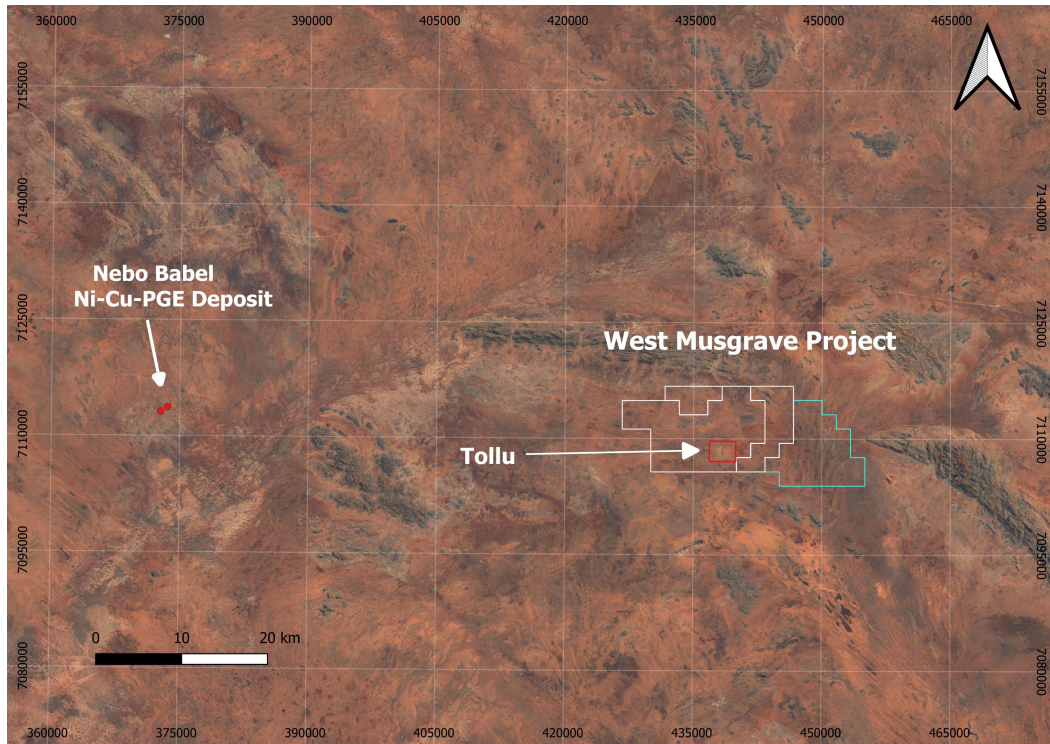


Figure 1 – Location of the West Musgrave Project in relation to the Nebo-Babel Ni-Cu-PGE deposit.

Redstone's Tollu deposit, located within the West Musgrave Project area, hosts a giant swarm of hydrothermal copper rich veins in a mineralised system covering an area over at least 5km². Copper mineralisation is exposed at the surface and forms part of a dilation system within and between two major shears.

Redstone has defined an initial JORC 2012 resource at Tollu of **3.8 million tonnes at 1% Cu**, containing 38,000 tonnes of copper, and 0.01% cobalt, which equates to 535 tonnes of **contained cobalt** (ASX release 15 June 2016 and 1 May 2017).

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Geological interpretation suggests that the West Musgrave Project may also be prospective for Volcanic Hosted Massive Sulphide (VHMS) deposits, large continental type Molybdenum (Mo)-porphyry deposits, strata-bound Gold (Au)- Silver (Ag) deposits, Tin (Sn) – Tungsten (W) mineralisation related to granites, granite stockworks or greissens, intrusion related polymetallic veining and Intrusion Related Gold deposits (IRG).

Exploration results reported in 2023, confirmed for the first time the presence of a potential Ni-Cu-Co-PGE host or source rocks on the West Musgrave Project. This significantly upgrades the West Musgrave Project for Ni-Cu-Co-PGE prospectivity, especially considering the western boundary of the project area is only 40km east of the Nebo Babel Ni-Cu-Co-PGE deposit (see **Figure 1**).

2024 WEST MUSGRAVE EXPLORATION STRATEGY

During the latter half of the year, Redstone progressed its planning and evaluation activities ahead of a copper focused exploration campaign for commencement later in 2024, subject to funding and availability of geological resources.

The near-term exploration program is presently proposed to include further follow up exploration, including drilling, in and around the high grade Chatsworth and Forio Prospects, which are part of Tollu. It is presently proposed to include in this work a single co-funded deep research focused drill hole following the Company's successful award of the Round 29 Exploration Incentive Scheme (EIS) co-funded drilling grant from the Department of Energy, Mining, Industry, Regulation and Safety (DEMIRS) for up to \$220,000. The single deep research hole of approximately 1,000m is proposed to drill underneath the currently defined Tollu Cu deposit for the purpose of:

1. Testing beneath the Tollu copper mineralisation for indications of its ultimate source including the potential for it to be remobilisation of copper from a large Voisey's Bay style high grade Ni-Cu-Co deposit;
2. Obtaining the orientation of the main structures controlling mineralisation in the Tollu copper vein system and therefore have a better understanding of its 'plumbing'; and
3. Gaining a more detailed understanding of the geology hosting the Tollu quartz veins and the alterations and nature of the hydrothermal system potentially responsible for transporting the copper, inclusive of its relationship to the main N-S oriented regional Tollu Fault.

Previous drilling success at Tollu has been repeatedly confirmed by Redstone, as demonstrated by the extremely high-grade and continuous copper mineralisation from significant depths and to the surface, such as:

- the most recent drilling at Chatsworth Prospect that intersected **11m at 1.2% Cu from only 29m** downhole (TLC205) (**Figure 2**);
- Historical intersections at Chatsworth Prospect include grades of 3.4% Cu over 10m, including **5m at 5.3% Cu from 427m deep** (downhole)(TC80), still continue and are not closed out;
- Drilling at the Forio Prospect, which included the highest-grade intersection ever recorded at Tollu, being **1m at 18.5% Cu from 18m** downhole (TLC203) within an intersection of 8m at 4.1% Cu from 13m downhole (**Figure 3**);
- Significant exploration upside with high-grade mineralised zone at Forio now covering a 60m strike length (north and south) of continuous high-grade copper;
- High-grade Forio copper zone extends all the way to the surface with lenses of Cu mineralisation up to 34m thick (downhole) with average grades always over 1% Cu (**34m at 1.04% Cu from 15m** downhole in TLC181).

Other significant copper intercepts at Chatsworth and Forio include:

Chatsworth:

- **26m @ 1.03% Cu** from 277m downhole (TLC166), including:
 - **2m @ 2.9 % Cu** from 281m downhole.
- **26m @ 1.46% Cu** from 61m downhole (TLC189).

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- **10m @ 2.5% Cu** from 174m downhole (TLC189), including:
 - **3m @ 4.7% Cu** from 175m downhole.
- **22m @ 1.26% Cu** from 104m downhole (TLC190), including:
 - **3m @ 3.67% Cu** from 122m downhole.
- **25m @ 1.1% Cu** from 53m downhole (TLC192), including:
 - **7m @ 2.64% Cu** from 60m downhole.

Forio:

- **16m @ 2.8% Cu** from 27m downhole (TLC153), including:
 - **1m @ 11.9% Cu** from 31m downhole, and
 - **11m @ 1.8% Cu** from 58m downhole, including:
 - **4m @ 2.6% Cu** from 58m downhole.
- **13m @ 3.04% Cu** from 56m downhole (TLC172), including:
 - **8m @ 4.4% Cu** from 57m downhole.
- **11m @ 1.4% Cu** from 4m downhole (TLC173), including:
 - **4m @ 2.7% Cu** from 7m downhole.

(refer ASX announcements 31 October 2017, 25 June 2020 and 21 November 2022)

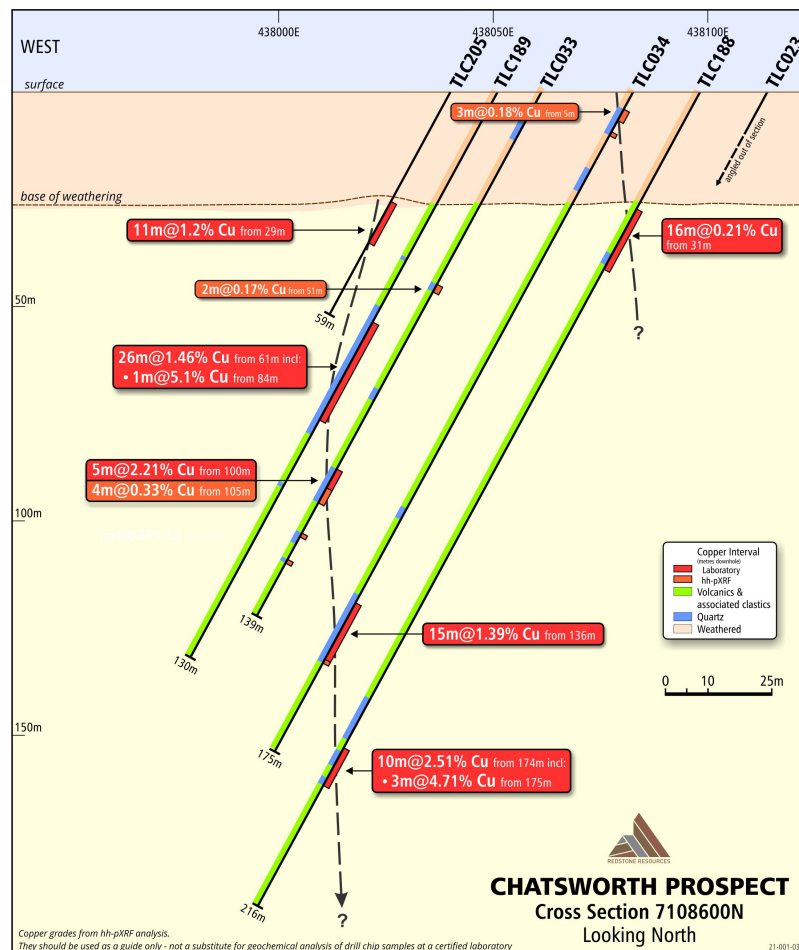


Figure 2 – E-W Cross-section across targeted high grade Cu lens at Chatsworth Prospect, Tolu Cu Deposit. Recent intersection in RC drill hole TLC205 is shown along with intersections from 2021 drilling in TLC188 and TLC189 as well as intersections in historical drilling, RC drill holes TLC033 and TLC034.

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Additionally, Redstone's next phase of exploration activities is planned to include drilling further drilling of the copper prospect at the EM5 target, some 7.2km northeast of the Tollu copper vein deposit, where approximately 95m downhole of anomalous copper was intersected from 66m downhole in RC drill hole TLC170 (ASX announcement 6 July 2020). The 95m (downhole) of continuous disseminated copper sulphide was intersected in a large mafic igneous intrusion (some 400m in diameter), which is significant for Redstone's West Musgrave Project as it continues to validate the Project's potential for further copper mineralising systems outside of the Tollu Cu vein system.

Drill target planning, and requisite regulatory approvals and permits are well advanced for this next phase of exploration activities.

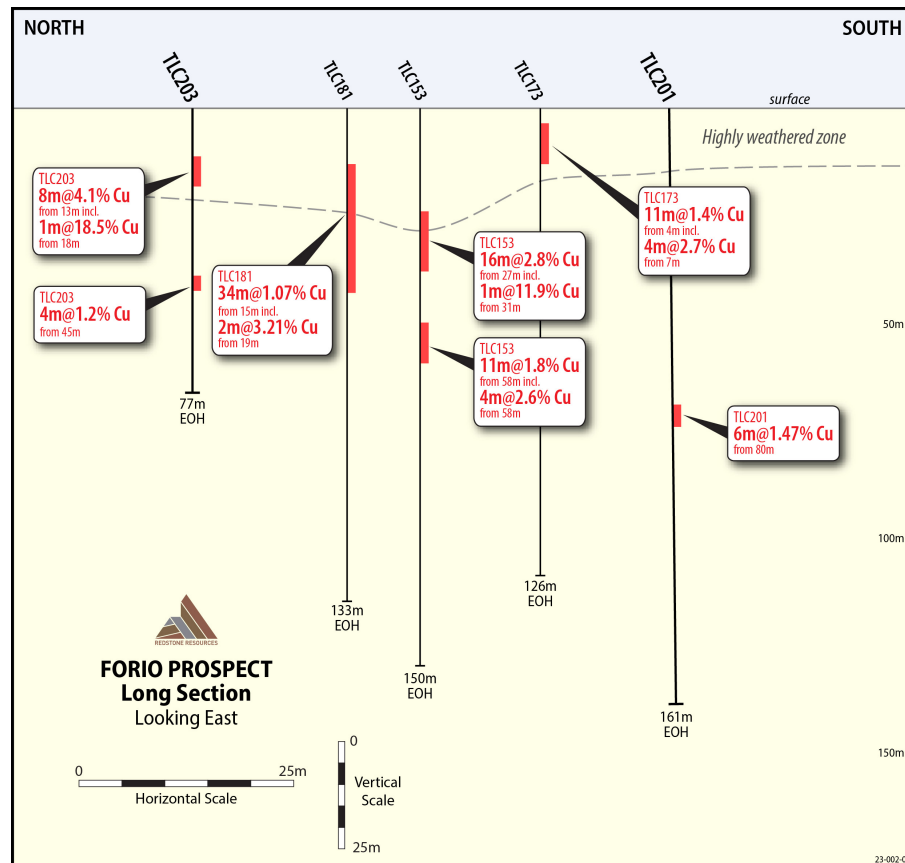


Figure 3 – Long-section of RC drill holes TLC201 and TLC203 recently drilled to test for extension of the high grade Cu mineralisation intersected in TLC181, TLC153 and TLC173 in previous drilling. Cross-section is drawn along strike N-S of the Forio vein system and looking towards the east.

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JAMES BAY LITHIUM PROJECTS AND ONTARIO LITHIUM PROJECTS – RDS AND GLN JV (50/50)

In early October 2023 Redstone entered into an exclusive binding agreement to acquire 100% of the Camaro, Taiga and Hellcat Projects (the **James Bay Lithium Projects**) as part of a 50/50 unincorporated joint venture (**JV**) with ASX-listed Galan Lithium Ltd (ASX: GLN) (**Galan**) (see ASX announcement dated 4 October 2023).

The JV also secured an option to acquire 100% of the PAK East and PAK Southeast Lithium Project (the PAK Lithium Projects) comprising 1,415 hectares in Ontario's Electric Avenue near Frontier Lithium Inc's (Frontier) PAK Lithium Project.

Highlighting the prospectivity of the Electric Avenue province, Frontier previously reported an intersection of **108.4m of continuous pegmatite averaging 2.12% Li₂O from its Spark Pegmatite** (see Frontier's TSX-V announcement dated 25 September 2023).

Redstone will be the manager of the JV.

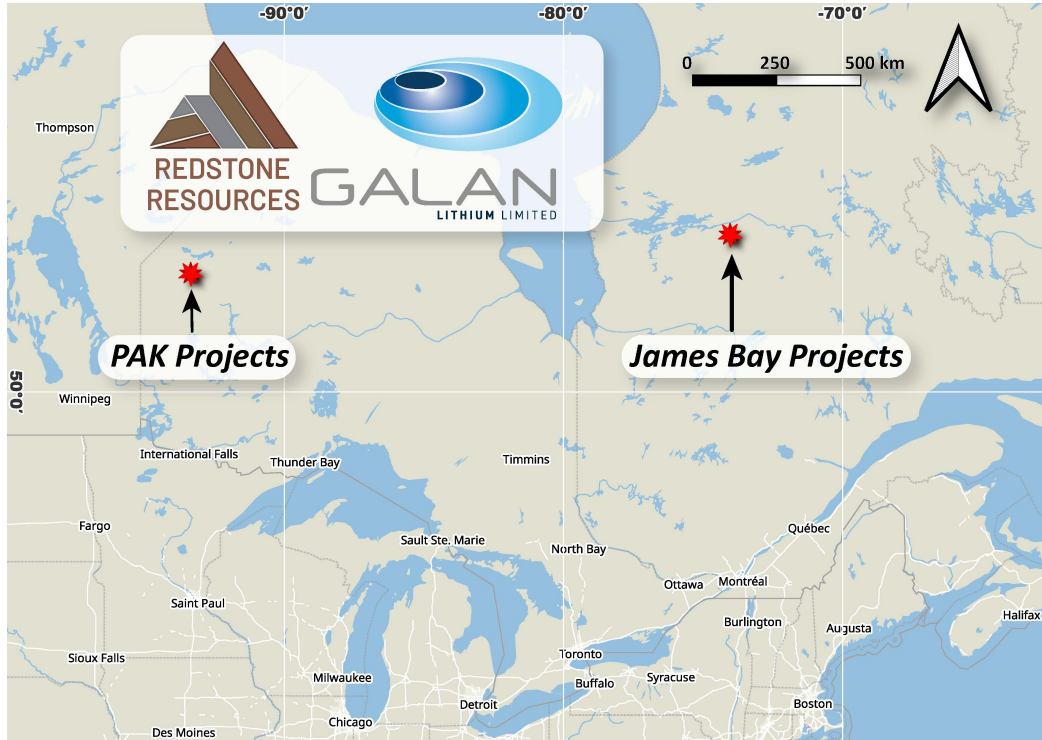


Figure 4: Location of the Projects the subject of the JV between Redstone Resources and Galan Lithium Limited. The PAK Lithium Projects are located in Northwest Ontario and while the Taiga-Hellcat-Camaro lithium projects are located in James Bay, Québec, Canada

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James Bay JV Lithium Projects

Taiga and Camaro Projects

The Taiga and Camaro project properties are situated in the Meso-Archean to Paleoproterozoic La Grande Subprovince of the Superior Province. The Corvette Pegmatite series is hosted in the Mesoproterozoic Guyer Gneiss, which is dominantly a meta-basalt (greenstone). The Taiga and Camaro projects are underlain by the Poste Le Moine and Langelier plutons, respectively. The Camaro project is hosted in the Semonville Pluton with local windows of the Rouget Formation metabasalt. The properties are hosted in hornblende biotite diorite, quartz-rich diorite, biotite hornblende tonalite, granodiorite, granite, conglomerate, wacke, and amphibolite. Pegmatite dykes range from cm-scale irregular anatectic sweatings to locally 5m wide dykes traced up to 200 m in length. The dykes are comprised of plagioclase feldspar, potassium feldspar, quartz, and minor biotite with local tourmaline and muscovite.

Hellcat Project

The Vieux Comptoir Granitic suite contained within the properties is believed to be the source of the spodumene-bearing pegmatite dykes found within the region. The properties host multiple greenstone belts. The primary greenstone within the Hellcat Project is Amphibolites of the Rouget greenstone belt, a similar age to the Grupe de Guyer greenstone belt, located within Patriot Battery Metals Corvette discovery. Additionally, the Corvette Shear Zone transects the property roughly E-W, creating an additional zone of weakness for pegmatite emplacement within the greenstone belt.

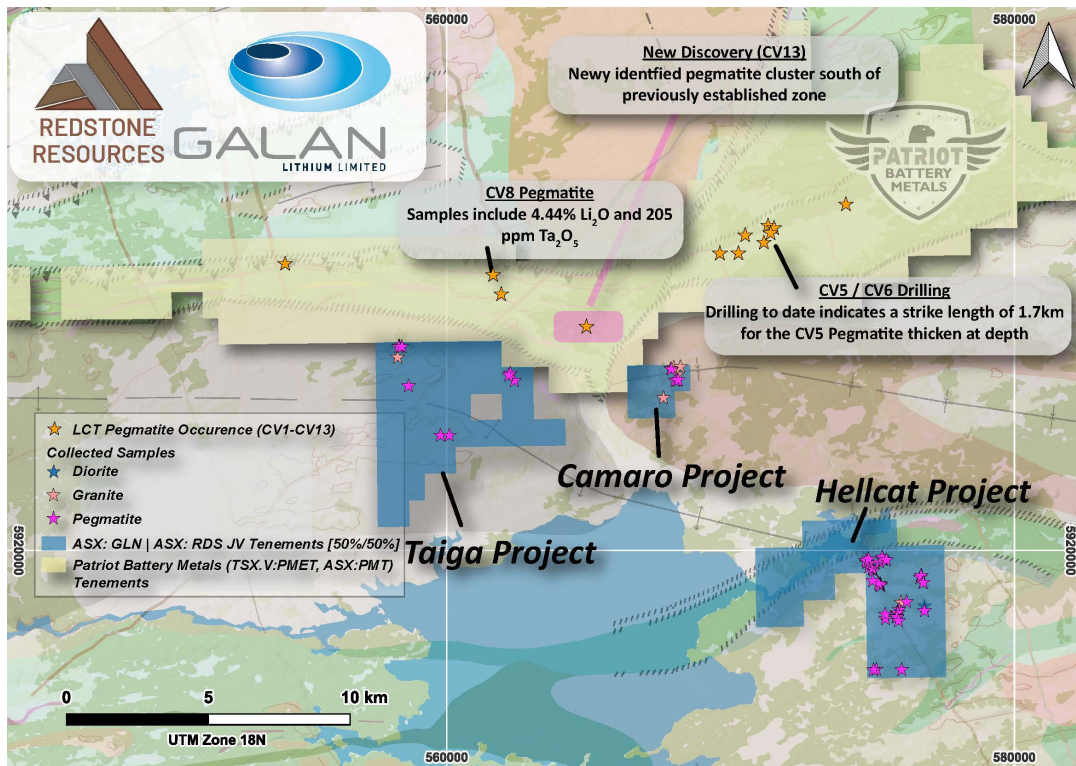


Figure 5: Location of the Taiga-Camaro-Hellcat (TCH) properties in James Bay. Figure highlights PMET's recently reported LCT Pegmatite Occurrences. Blue, Pink and Purple stars indicate samples collected by Axiom Exploration within the TCH tenements.

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Exploration Summary: Geological Sample Collection

During October 2022, Infinity Stone Ventures, the vendor of the JV Projects, contracted Axiom Exploration Group (Axiom) to complete basic geological reconnaissance and assess the prospectivity of the Taiga-Camaro-Hellcat properties.

Axiom collected eleven (11) samples from the Taiga property, twelve (12) samples from the Camaro property and forty-seven (47) from the Hellcat Tenement. Overall, sixty-one (61) samples were classed as pegmatite (See **Figure 5**). Pegmatite samples were collected from outcropping dykes ranging from 30cm to 2.5m thick. The samples from the Hellcat properties host the greatest concentration of prospective dykes as multiple dykes have been encountered at one outcrop.

Most of the assay data provided show encouraging geochemical trends indicative of fractionation commonly associated with pegmatite mineralisation (e.g. trends to very low ratios of K/Rb, Mg/Li, and Nb/Ta), while two pegmatite samples show Ta values above 100 ppm.

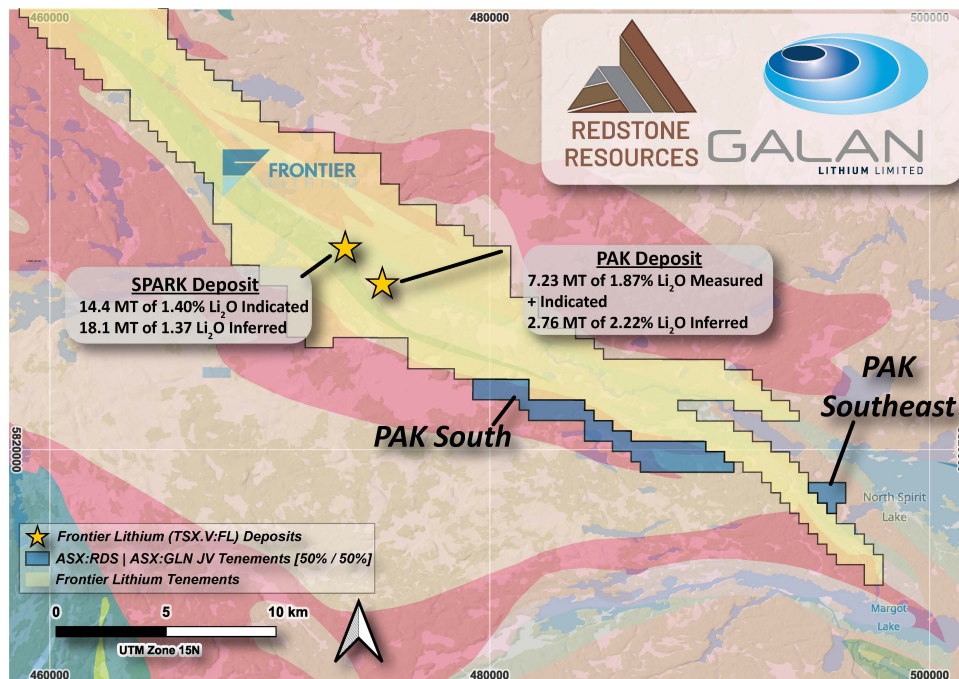


Figure 6: Location of the PAK South and PAK Southeast properties in Ontario's Electric Avenue. The figure highlights proximity to Frontier Lithium Inc's SPARK and PAK lithium deposits.

DIRECTORS' REPORT

PAK South and PAK Southeast Lithium Projects - Ontario

In addition to the acquisition of the James Bay Lithium Projects, the Redstone and Galan JV has entered into an option to acquire 100% of the PAK South and PAK Southeast claims located approximately 170 km north of Red Lake, Ontario, in the Red Lake Mining Division. Several pegmatite units have been identified in regional mapping by the Ontario Geological Survey (OGS)¹ on the PAK South and PAK Southeast properties which cover 1,258 hectares and 157 hectares, respectively.

The PAK Lithium Projects are adjacent to Frontier's (TSX.V:FL) PAK Lithium Project, which includes two lithium deposits, the Spark Deposit and PAK Deposit, and two other prospects² (See **Figure 6**).

On February 16, 2022, Frontier announced it encountered "405 metres of 1.5% Li₂O" at its Spark Deposit³. Frontier's PAK Deposit hosts a mineral resource in measured and indicated categories of 6.68Mt @ 2.02% Li₂O and inferred of 2.67Mt @ 2.29% Li₂O. In comparison, the Spark Deposit hosts an indicated resource of 14.4Mt @ 1.40% Li₂O and an inferred resource of 18.1Mt @ 1.37% Li₂O^{3, 4}. Frontier also announced (**September 25, 2023**) a 108.4-metre intercept of pegmatite at the Spark Deposit with Li₂O values averaging 2.12%⁵.

The PAK Lithium Projects are located near the Bear Head Lake Fault, which is the dominant structural feature in the region and has been traced for over 140km from northwest-southeast within the PAK Lithium Projects. The Bear Head Lake Fault Zone appears to be the locus for a peraluminous suite of granitic plutons. Nine major plutons consisting of two mica granites (fertile granites) are documented over the 140 km strike length of the fault. Fertile granites are interpreted to be the parental rocks that give rise to rare metal pegmatites³.

The PAK Lithium Projects are located in the heart of Ontario's "Electric Avenue", in the vicinity of Avalon Advanced Materials Inc. (TSX:AVL) (OTCQB:AVLNF) recently announced lithium battery metals refinery.

¹ Ontario Geological Survey Precambrian Geology of Whiteloon Lake, Map P.3224.

² Frontier Lithium Inc. (TSX.V:FL) News Release dated March 1, 2022, "Frontier Lithium successfully converts Inferred Resource to 14 million tonnes of Indicated Resource on the Spark Deposit"

³ Frontier Lithium Inc. (TSX.V:FL) News Release dated February 16, 2022, "Frontier Drills 405 Metres of 1.5% Li₂O from Phase X Drilling at Spark".

⁴ NI 43-101 Technical Report for the PAK Lithium Project in Northwest Ontario, prepared for Frontier Lithium Inc, April 9, 2021.

⁵ Frontier Lithium Inc. (TSX.V:FL) News Release dated September 25, 2023, "Frontier Lithium Intersects 108.4 m of 2.12% Li₂O on the Spark Pegmatite and Grant Options"

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ATTWOOD LAKE LITHIUM PROJECT- NORTHWESTERN ONTARIO, CANADA

In May 2023 the Company entered into an exclusive agreement to acquire a 100% interest in the Attwood Lake Lithium properties (the **Attwood Lake Project**), considered highly prospective for lithium and/or rare element pegmatites.

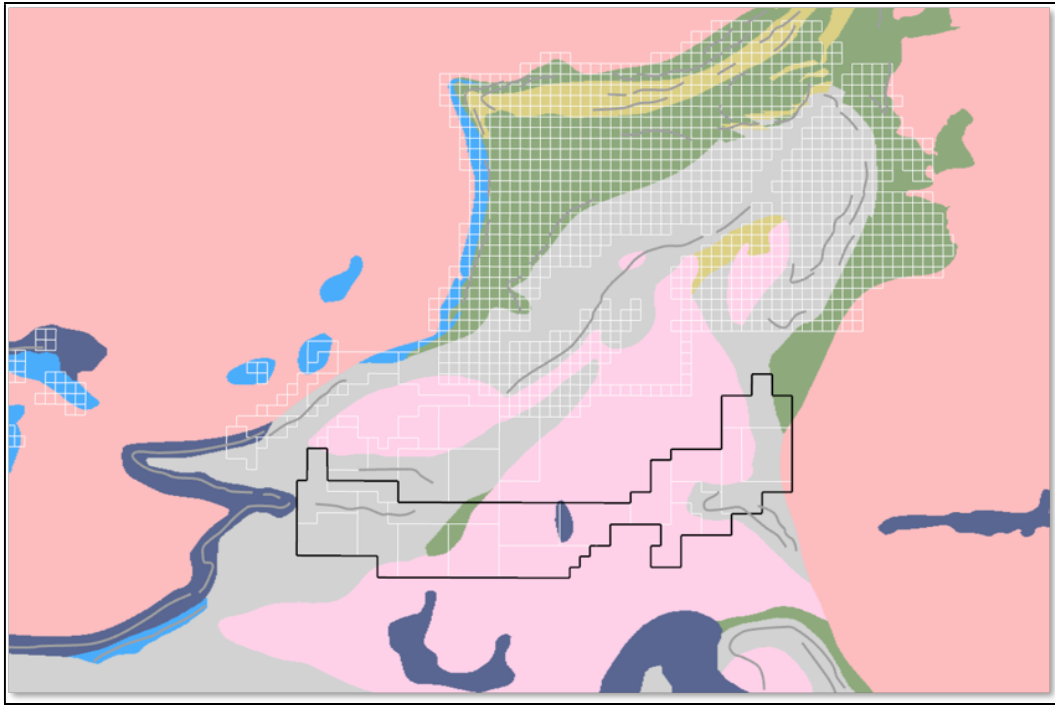


Figure 7: The Attwood Lake Lithium Project Tenure in Nakina, Ontario in Canada.

The Attwood Lake Project comprised 17 claims for a total tenure of 7,393 hectares in Northwestern Ontario, Canada (Figure 7) where numerous lithium deposits and advanced lithium projects have documented to host significant resources of Li_2O .

Shortly after securing the Attwood Lake Project Redstone undertook a Phase 1 reconnaissance exploration program (**Phase 1 Program**), which comprised a helicopter-supported geological mapping and sampling program for Li and REE bearing pegmatites.

Samples were collected from outcrops that varied in size from a few meters up to 10s of meters wide by 50 m long. Sampling concentrated on the largest accessible pegmatite bodies observed from the air with a total of 209 rock samples collected from various pegmatitic bodies on the Project (**Figure 8**).

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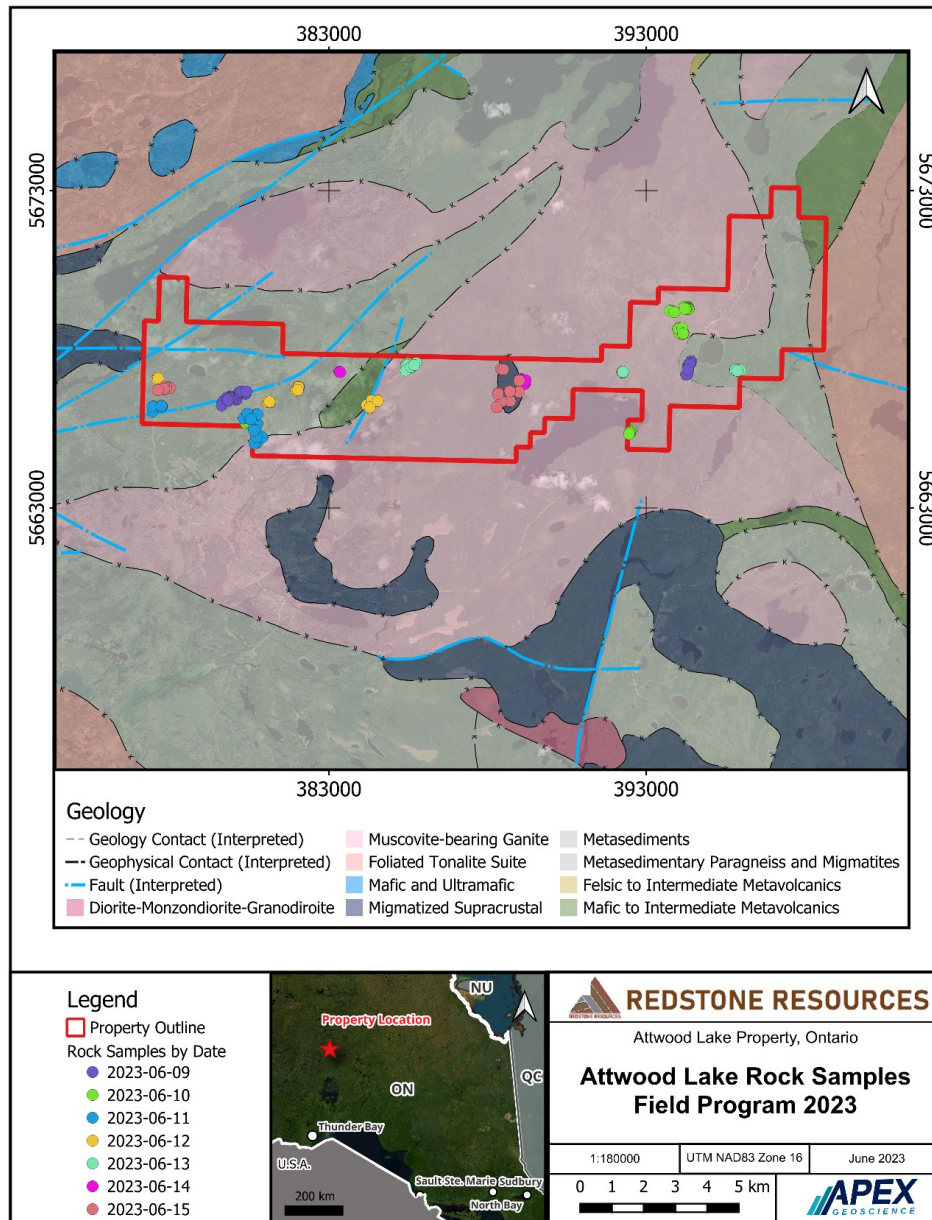
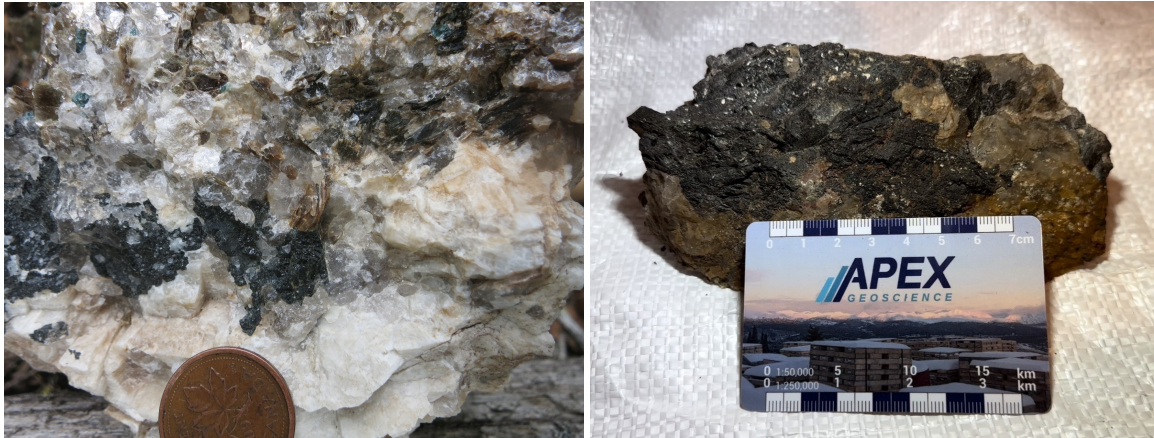


Figure 8: Location and geology of Attwood Lake Phase 1 Program rock samples.

The Phase 1 Program and results obtained indicate that elevated lithium is present across the Attwood Lake Project. The western half of the project is considered the most prospective due to the abundant pegmatite exposures in the area which returned the highest lithium concentrations (**Figure 11**). These pegmatites are hosted within metasediments and comprise the largest pegmatites found on the project to date.

The samples returned lithium concentrations up to 78.9ppm. Seven grab samples comprising pegmatitic-grained granites to pegmatites, medium- to coarse-grained granites and other lithologies (**Figures 9 & 10**) from across the Project yielded Li assay values greater than 60 ppm (three-times background levels; **Figure 11**).

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Figures 9 & 10: Left: Pegmatite with minerals of feldspar (white/cream), quartz (clear), tourmaline (black), muscovite (bronze), and apatite (blue). Right: Black tourmaline crystals in pegmatite.

The highest assay sample F0031340 (78.9 ppm Li) was collected from a large pegmatite body that extends over 200 m in length and trends east-west. Sample F0031006 (72.5 ppm Li) was collected along a trend of pegmatite bodies that extend over 800 m in length, with individual pegmatites reaching approximately 50 m in length. Follow up sampling in these areas is proposed to test the entire extent of the pegmatites.

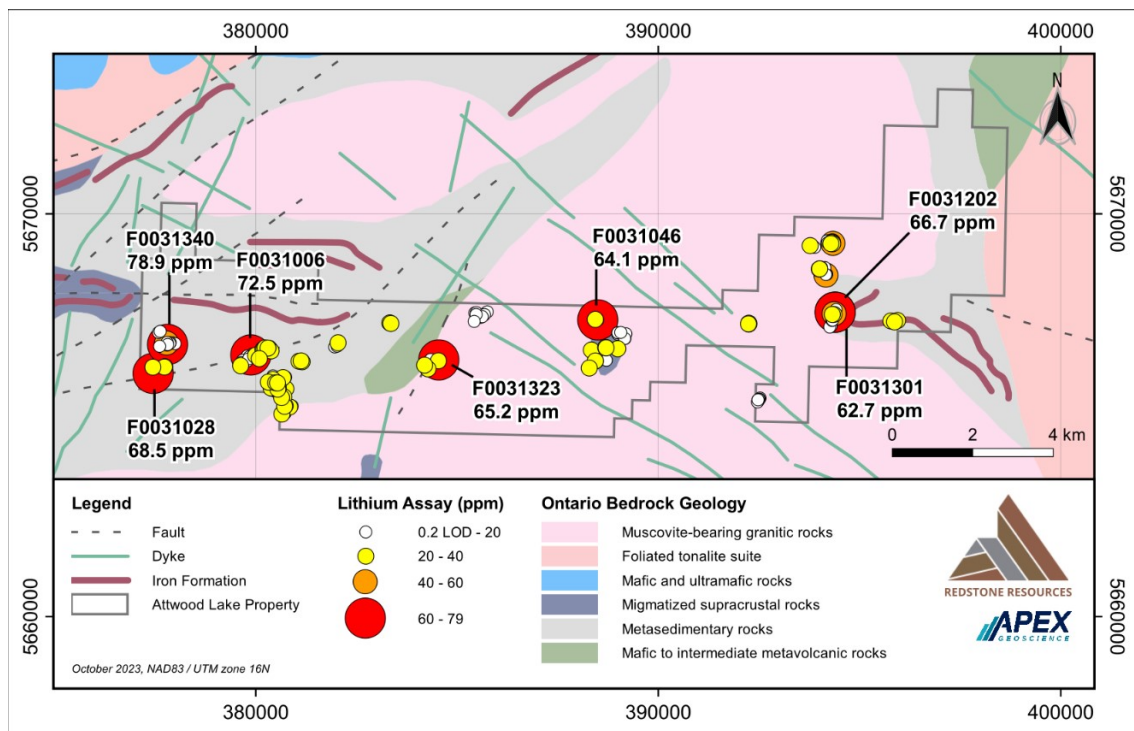


Figure 11: Assay results for Li from Attwood Lake 2023 rock grab samples.

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RADISSON EAST AND SAKAMI LITHIUM PROJECTS – JAMES BAY, QUÉBEC, CANADA

In July 2023 Redstone secured an option to acquire a 100% interest over the highly prospective Radisson East (**Radisson**) and Sakami Lithium Project, providing the Company with a strong position in the prolific James Bay Lithium district in Québec, Canada.

The Radisson and Sakami Lithium Projects cover over 50km of greenstone belt strike length, which is geology that is known to host spodumene-bearing pegmatites throughout the world class James Bay Lithium district. Greenstone belts are the key host geology at each high-grade lithium project nearby including Corvette, Cancet and the Mia Lithium Project (**Figure 12**).

The Radisson Project comprised two claim packages covering 43 individual mineral claims totalling 21.9km² located in the James Bay Region of west-central, Québec. Radisson was identified due to its prospective nature for hosting hard-rock, pegmatite-hosted lithium mineralisation with appropriate indicator-mineralogy for hosting spodumene-bearing pegmatites, within favourable host-rocks. In particular, Radisson sits along the east Duncan Range, and covers geology described as east-west trending interbedded volcanic and sedimentary strata of pre-Cambrian age. The Project is less than 300m from a major Provincial highway and is in close proximity to power providing ideal access during planned field programs.

Sakami (68 km²) comprised three claim blocks within the La Grande sub-province situated approximately 14km north of the boundary between the La Grande and Opinaca sub-provinces, in a similar geological setting as the Corvette (Patriot Battery Metals), Cancet (Winsome Resources Ltd.) and Adina Lithium Deposits (Winsome Resources Ltd) lithium deposits, which all occur 10 to 20 km north of the boundary (**Figure 12**).

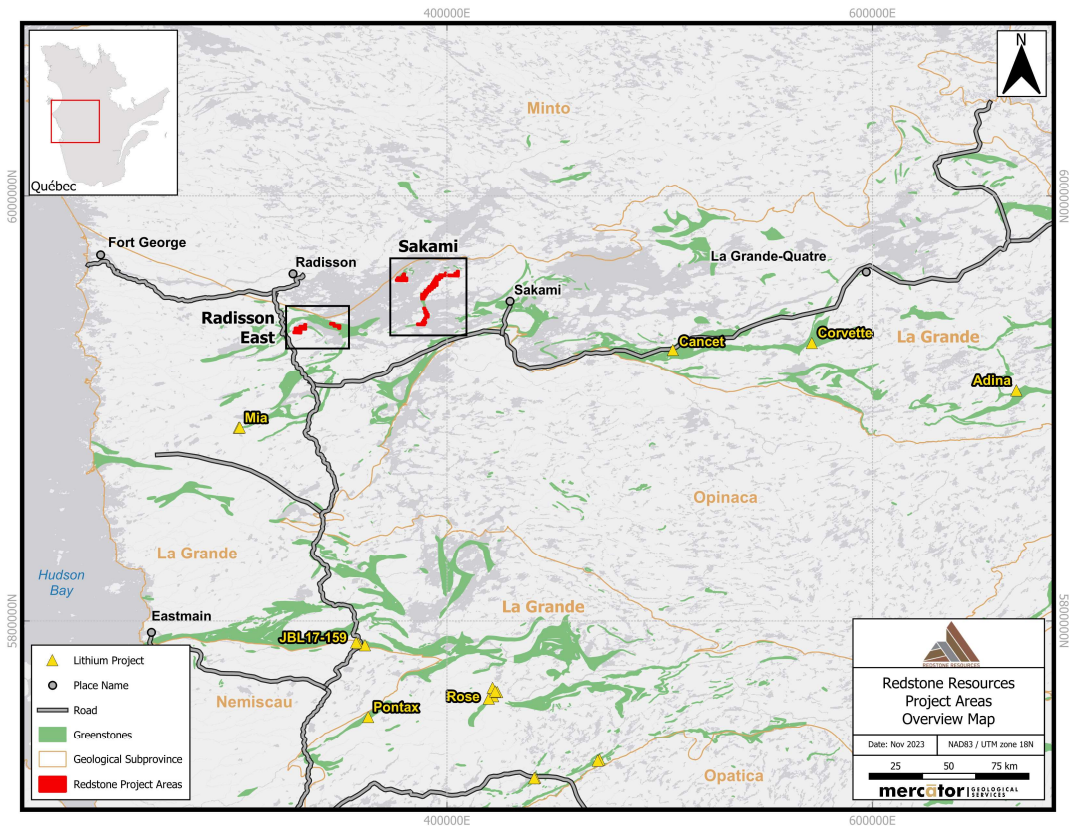


Figure 12: Radisson East and Sakami Lithium Project location map

DIRECTORS' REPORT

Shortly after entering into the Option agreement, Redstone retained Mercator Geological Services Limited to complete their proprietary prospectivity analysis method on the Sakami and Radisson Projects. This prospectivity analysis identified a significant number of high priority Lithium-Caesium-Tantalum (**LCT**) pegmatite target areas, including eighteen (18) target areas and six (6) target areas respectively on the Projects.

The primary purpose of this prospectivity analysis was to identify priority lithium targets within the Projects to guide further exploration. The prospectivity model used was designed on the LCT pegmatite deposit model of Černý & Ercit (2005)⁶, and review of data from the known lithium deposits in the area. The model was designed to highlight the best lithium targets where favourable structure, lithology, mineralisation, and LCT pegmatites geochemistry occur.

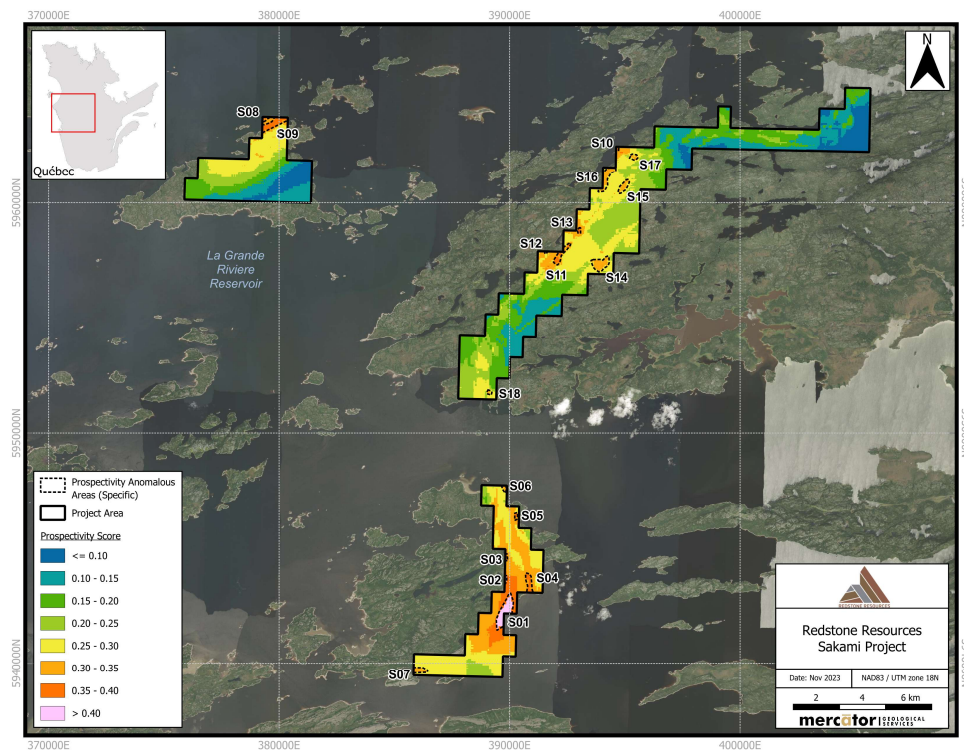


Figure 13: Prospectivity analysis of Sakami Lithium Project

Following are the key outcomes of the prospectivity analysis:

Sakami Lithium Project:

- Generated eighteen (18) target areas prospective for LCT pegmatites across Sakami (**Figure 13**).
- The two easternmost claim blocks follow a north-south trend of elevated prospectivity scores, and the northwestern-most claim block is highlighted by an elevated prospectivity score along its northern boundary (**Figure 13**).
- The north-south trend of prospectivity appears to be associated with amphibolite and paragneiss units along north-northeast-trending faults.

⁶ Černý, Petr & Ercit, T. Scott. (2005). The classification of granitic pegmatites revisited. The Canadian Mineralogist. 43. 2005-2026. 10.2113/gscanmin.43.6.2005.

DIRECTORS' REPORT

- The highest priority targets on Sakami are targets S01 through S04 to the south end of the Project towards the La Grande-Opinaca sub-province boundary.
- Targets S08 and S09 (**Figure 13**), lying towards the La Grande-Minto geological boundary in the northeastern most claim block, appears to be associated with favourable lithology and structure that is commonly associated with LCT pegmatites in the James Bay area.

Radisson East Lithium Project:

- Generated six (6) target areas for prospective LCT pegmatites across Radisson (**Figure 14**).
- The easternmost claim block follows a northwest trend of elevated prospectivity and includes targets RE01 and RE02 (**Figure 14**). The westernmost claim block follows a northeast trend of lower but slightly elevated prospectivity scores and includes targets RE03 through RE06 (**Figure 14**). These trends of elevated prospectivity both follow basalt units that underly both claim blocks.
- The highest priority targets on Radisson are RE01 and RE02. Although all six targets occur within basalt, RE01 and RE02 are further elevated above the other target areas by increasing low level geochemical anomalism that is associated with LCT pegmatites towards the northeast.

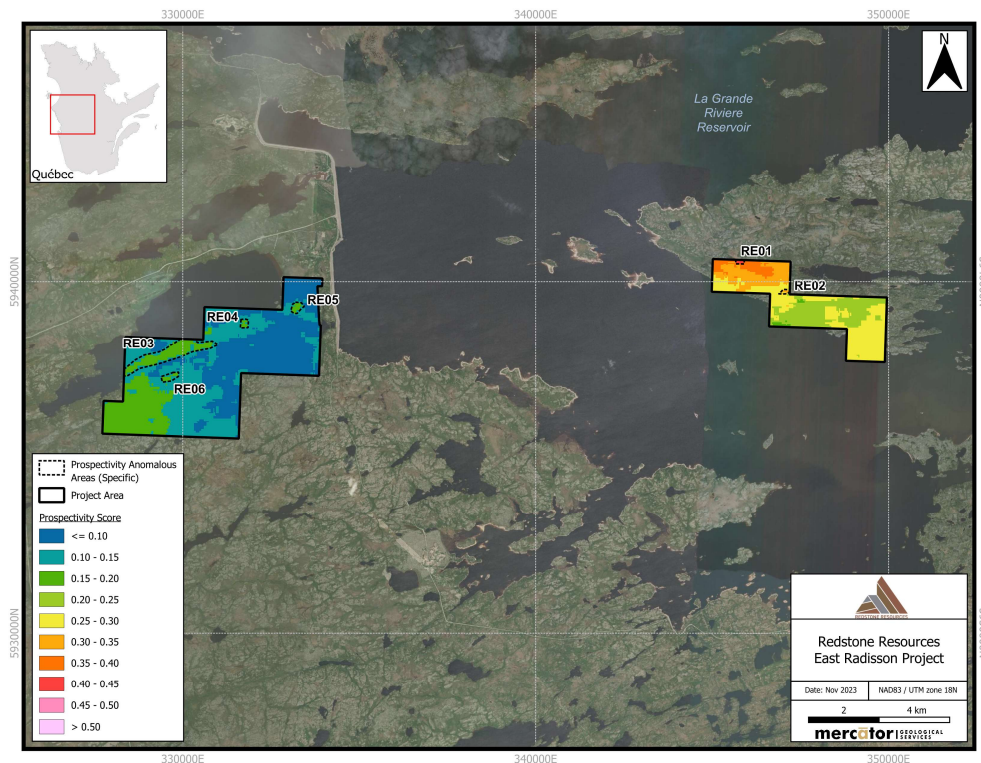


Figure 14: Prospectivity analysis of Radisson East Lithium Project

In addition to the prospectivity analysis completed by Mercator, Redstone engaged consultant Dr. Neil Pendock (**Dirt Exploration**) to complete multispectral analysis over the Projects, of data collected from Sentinel-2 in 2021 along with ALOS-1 satellite in 2009.

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DIRECTORS' REPORT

Results from the multispectral analysis confirmed the identification of mapped areas over the two Projects corresponding to several exploration targets interpreted to potentially correspond to LCT pegmatites.

The satellite-derived hyperspectral data can detect rocks of interest that lie on the surface, or buried a few centimetres below the surface beneath vegetation, soil, or till. This technique is very useful in the James Bay region because the area is heavily vegetated.

This analysis of the high-resolution satellite imagery identified a significant number of potential LCT pegmatite outcrops with several high priority targets that warranted follow up field examination. Additionally, the multispectral analysis identified the Sakami South claim package as having the highest prospectivity, and that it is underlain by geological units that are highly prospective for hosting LCT pegmatites.

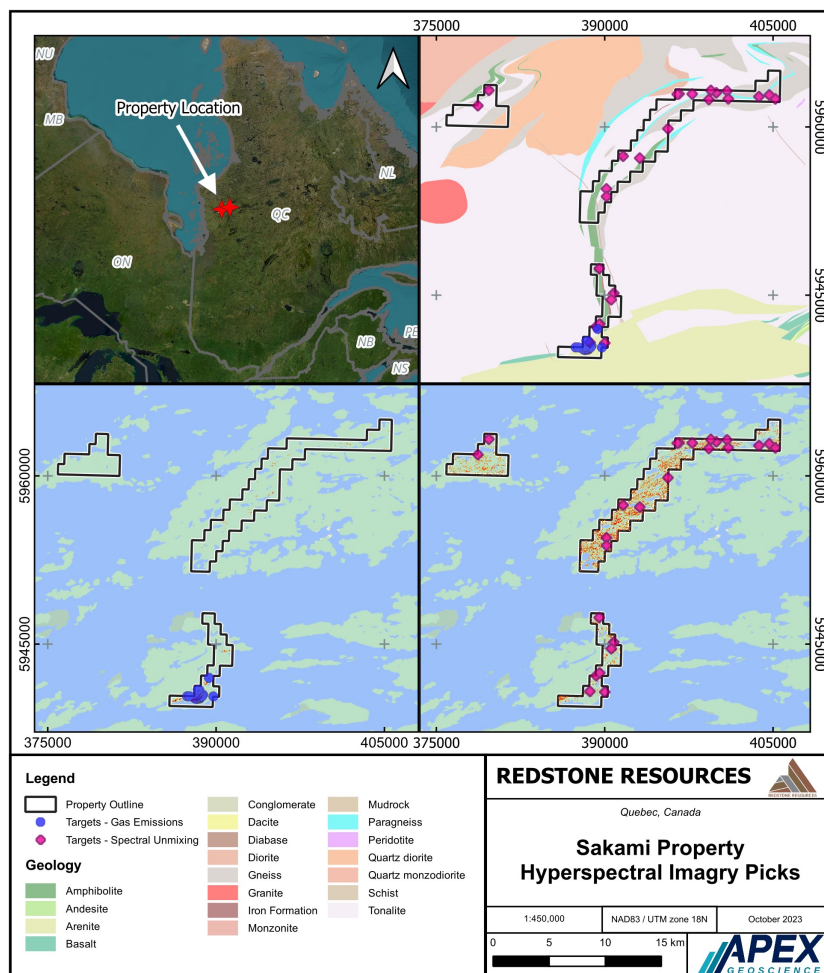


Figure 15: Results from hyperspectral imagery of the Sakami Property. Heat maps for areas of high interest are provided for spectral unmixing (bottom right; endmembers spodumene, quartz, zoisite, and rhodonite) and gas emissions (bottom left; methane). High priority targets are shown as purple and red circles.

The identified high priority targets are shown by the blue and purple symbols in **Figures 15 and 16**. The Sakami Project, specifically Sakami South, shows the highest prospectivity across the claim packages (ASX announcement of 6 November 2023) (**Figure 15**).

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DIRECTORS' REPORT

Redstone commenced planning for a potential follow-up field examination of the identified high priority targets which was proposed to be undertaken later in 2024, however due to a softening of lithium prices and lower market sentiment towards lithium, combined with a refocus on its West Musgrave Copper Project, the Company opted to no longer continue with the first anniversary terms of the Radisson and Sakami Option in early July 2024.

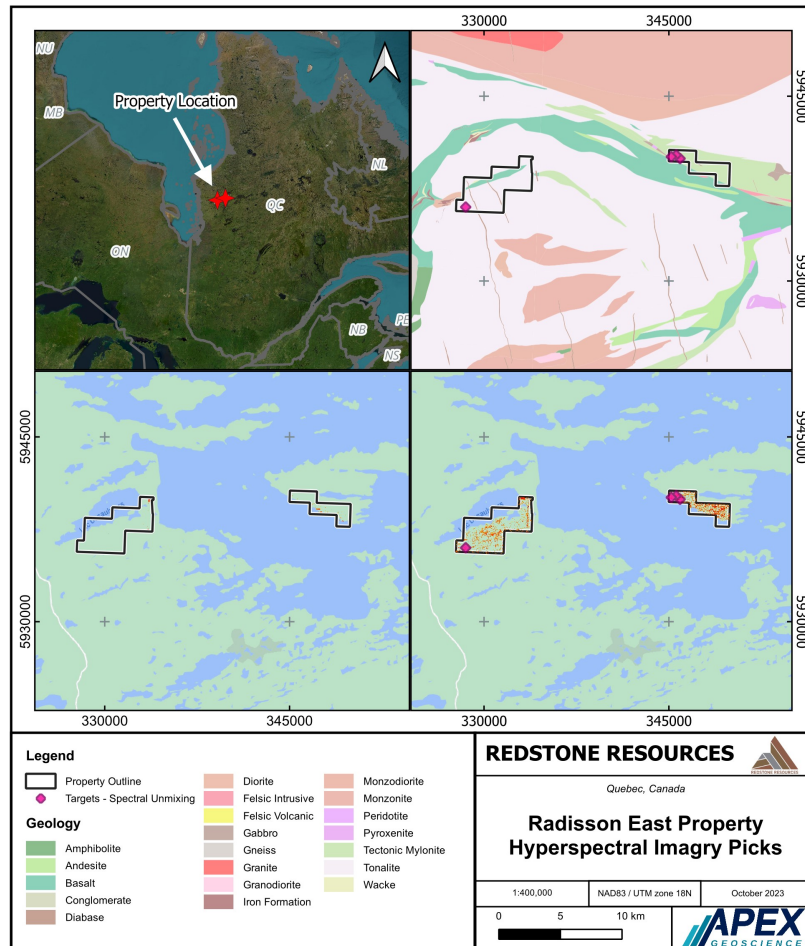


Figure 16: Results from hyperspectral imagery of the Radisson East Property. Heat maps for areas of high interest are in provided for spectral unmixing (bottom right; endmembers spodumene, quartz, zoisite, and rhodonite) and gas emissions (bottom left; methane). High priority targets are shown as purple and red circles.

CORPORATE

Capital Raising, Share and Unlisted Option Issues

On 11 July 2023 the Company issued 25,000,000 fully paid ordinary shares (**Shares**) to the vendors of the Radisson East and Sakami Lithium Projects at a deemed issue price of \$0.007 per Share. The Shares were issued as part consideration pursuant to the terms of the Radisson and Sakami Lithium Option Agreement.

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DIRECTORS' REPORT

On 6 December 2023 the Company issued 50,000,000 Shares to Galan Lithium Ltd (**Galan**) in consideration for a 50% interest in the acquisition of the Taiga, Camaro and Hellcat Lithium projects located in the James Bay region, Québec, Canada (the **James Bay Lithium Projects**) as part of an 50/50 unincorporated joint venture agreement between Redstone and Galan (the **Joint Venture**). The Shares were issued pursuant to the terms of the Joint Venture agreement at a deemed issue price of \$0.0066 per Share, being the lower of (i) 50,000,000 Shares and (ii) that number of Shares equal to CAD500,000 divided by the volume weighted average price (in Canadian dollars) for Shares traded on the ASX for the five trading days prior to the date of shareholder approval.

The Company issued 4,000,000 Shares to GBA Capital Pty Ltd (or their nominee) on 19 January 2024 for a deemed value of \$0.010 per Share, in consideration for professional services.

Issue of Unlisted Placement Options

Following shareholder approval in December 2023, 34,333,333 1:3 free attaching \$0.025 unlisted options exercisable on or before 31 December 2025 were issued to the participants of the FY23 placement. A further 1,500,000 options on the same terms were also issued to GBA Capital Pty Ltd, lead manager of the placement, pursuant to the terms of their mandate.

Issue of Unlisted Options to Directors, Employee and Consultant

On 28 December 2023 the Company issued 27,000,000 unlisted options exercisable at \$0.0096 on or before 23 November 2028 to Directors, employee and consultant of the Company pursuant to shareholder approval.

Dividends

No dividends were paid during the year and the directors recommend that no dividends be paid or declared for the financial year ended 30 June 2024.

Significant Changes in State of Affairs

There have been no significant changes in the state of affairs of the Entity to the date of this report.

Significant Events after Reporting Date

Option Agreement – Radisson East and Sakami Projects, James Bay, Québec, Canada

In July 2024, Redstone opted to no longer proceed with the exclusive option agreement to acquire 100% of the Radisson East and Sakami Lithium Projects located in the James Bay Lithium District in Québec, Canada (collectively the **Projects**), and consequently the Company no longer has an interest in these Projects.

FY2023 R&D Rebate Incentive

Finalisation and lodgement in August 2024 of the FY23 Research and Development Incentive rebate amount of \$542,000 (before fees) (the **R&D Rebate**).

The R&D Rebate, which is determined under the Australian Taxation Office self-assessment system and subject to the Australian Taxation Office's normal review processes, was received by the Company on 30 September 2024.

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DIRECTORS' REPORT

Extension of Term Application

West Musgrave Project - Extension of Term Application E69/2450

Exploration licence E69/2450 was due to expire on 18 September 2024. An extension of term application for a further two (2) year term for exploration licence E69/2450 to 18 September 2026 has been lodged with the Department of Mining, Industry, Regulation and Safety. The status of the extension of term application remains pending at the date of this report.

Other than as stated above there has not been any matter or circumstance that has arisen after balance date that has significantly affected, or may significantly affect, the operations of the Entity, the results of those operations, or the state of affairs of the Entity in future financial periods.

Likely Developments

Likely developments in the operations of the Entity and the expected results of those operations have not been included in this report as the Directors believe, on reasonable grounds, that the inclusion of such information would be likely to result in unreasonable prejudice to the Entity.

Environmental Issues

The Entity's operations are subject to significant environmental regulation under the law of the Commonwealth and State. The Directors of the Company monitor compliance with environmental regulations. The Directors are not aware of any significant breaches during the period covered by this Report.

Share Options

As at the date of this report, 126,833,333 (2023:64,000,000) options over unissued ordinary shares in the Company have been granted.

During the period to the date of this report 62,833,333 unlisted options were issued and no options expired or were exercised.

	Number	Exercise Price	Listed/Unlisted	Expiry Date
	15,000,000	\$0.0204	Unlisted	20 November 2025
	32,000,000	\$0.0188	Unlisted	23 January 2027
	17,000,000	\$0.0164	Unlisted	23 November 2027
	35,833,333	\$0.0250	Unlisted	31 December 2025
	27,000,000	\$0.0096	Unlisted	23 November 2028
TOTAL	126,833,333			

The options do not entitle the holder to participate in any new share issue of the Company.

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DIRECTORS' REPORT**Directors' Interests**

The relevant interests of directors held, directly, indirectly or beneficially, by each specified director including their personally-related entities, in the share capital and unissued shares of the Company as at the date of this report is as follows:

Director	Fully Paid Ordinary Shares		Listed Share Options		Unlisted Share Options	
	Directly	Indirectly	Directly	Indirectly	Directly	Indirectly
Richard Homsany	200,000	70,326,635	-	-	-	30,000,000
Edward van Heemst	-	90,083,334	-	-	-	16,500,000
Brett Hodgins	-	7,341,810	-	-	-	16,500,000

Meetings of Directors

During the financial year, the following meetings of directors were held:

	Directors' meetings	
	Number eligible to attend	Number attended
Mr Richard Homsany	5	5
Mr Edward van Heemst	5	5
Mr Brett Hodgins	5	5

There are no board committees.

Remuneration Report (audited)

This report details the nature and amount of remuneration for each director and key management personnel, including their personally-related entities, of the Company.

- Remuneration Policy

The Board of directors is responsible for determining and reviewing compensation arrangements for the directors and the executive team. The Board assesses the appropriateness of the nature and amount of remuneration of such officers on a periodic basis by reference to relevant employment conditions, with the overall objective of ensuring maximum stakeholder benefit from the retention of a high quality Board and executive team.

The Board acts as the Remuneration Committee and assesses the nature and amount of compensation of key management personnel.

DIRECTORS' REPORT

The Board policy is to remunerate non-executive directors at market rates for time, commitment and responsibilities. The Board determines payments to the non-executive directors and will review their remuneration annually, based on market practice, duties and accountability and to ensure their remuneration is competitive in attracting, retaining and motivating people with appropriate skills and experience. Independent external advice is sought where required.

The maximum amount of fees that can be paid to non-executive directors is subject to approval by shareholders at the Annual General Meeting. Fees for non-executive directors are currently fixed at up to \$250,000 and are not linked to the performance of the Company. However, to align directors' interests with shareholder interests, the directors are encouraged to hold shares in the Company.

All remuneration paid to directors and executives is valued at cost to the Entity and expensed. Options granted to directors are valued using the Black-Scholes option pricing model. Directors are also eligible to participate in the Company's Employee Share Option Plan (**ESOP**) and/or the Securities Incentive Plan (2022) (**2022 Plan**) (collectively **the Plans**). Any such options to be offered to Directors under the terms of the Plans require shareholders' approval. Please refer to note 12(e) for summary terms of the Plans.

Options have been and will be issued to directors of the Company. The purpose of issuing options to directors as part of a remuneration package is to be able to attract, retain and motivate people of the highest calibre to oversee management of the Company's operations by providing them with an opportunity to participate in the company's future growth and give them an incentive to contribute to that growth. The issue of options as a part of remuneration packages is a well-established practice of public listed companies and, in the case of the Company, has the benefit of conserving cash whilst properly rewarding the directors.

- ***Performance based remuneration***

The Board seeks to align the interests of shareholders and executive directors through a performance related incentive package where applicable. No performance based amounts have been paid or determined to be paid to executives at this stage of the Company's development.

- ***Company Performance, Shareholder Wealth and Director/Executive Remuneration***

The Company's policy is to promote company performance and shareholder wealth by issuing options to directors with the purpose of:

- aligning the interests of directors with shareholders;
- rewarding capability and experience;
- providing competitive reward for contribution to shareholder wealth;
- providing a clear structure for earning rewards; and
- providing recognition for contribution.

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DIRECTORS' REPORT

Remuneration Report (audited) (continued)

- Details of Remuneration

Year ended 30 June 2024

Directors	Cash Salary and fees (\$)	Other – Motor Vehicle (\$)	Superannuation (\$)	Share Options (\$)	Total (\$)	Performance Related (\$)
Richard Homsany Non-Executive Chairman	60,000	-	6,600	47,000	113,600	-
Edward van Heemst Non-Executive Director	18,000	-	-	23,500	41,500	-
Brett Hodgins Non-Executive Director	12,000	-	-	23,500	35,500	-

Year ended 30 June 2023

Directors	Cash Salary and fees (\$)	Other – Motor Vehicle (\$)	Superannuation (\$)	Share Options (\$)	Total (\$)	Performance Related (\$)
Richard Homsany Non-Executive Chairman	60,000	-	6,300	26,200	92,500	-
Edward van Heemst Non-Executive Director	18,000	-	-	15,720	33,720	-
Brett Hodgins Non-Executive Director	12,000	-	-	15,720	27,720	-

There are no performance conditions attached to remuneration paid during the current or previous financial year.

- Options Granted as Remuneration

During the financial year 20,000,000 options over ordinary shares in the Company were granted to directors and/or specified executives. 11,000,000 options over ordinary shares were issued in the prior reporting period.

Share-based payments were valued using Black Scholes methodology. The value of the 20,000,000 options issued to directors for the year ending 30 June 2024 is \$94,000 (30 June 2023: \$57,640). The total value of options to directors on issue as at 30 June 2024 is as follows:

\$	
94,000	20,000,000 Director Options granted on 28 December 2023. Exercise price \$0.0096 exercisable from 28 December 2023 and expiring 23 November 2028.
57,640	11,000,000 Director Options granted on 23 December 2022. Exercise price \$0.0164 exercisable from 23 December 2022 and expiring 23 November 2027.
180,961	22,000,000 Director Options granted on 28 January 2022. Exercise price \$0.0188 exercisable from 28 January 2022 and expiring 23 January 2027.
95,996	10,000,000 Director Options granted on 27 November 2020. Exercise price \$0.0204 exercisable from 27 November 2020 and expiring 20 November 2025.
<u>428,597</u>	Total Options 63,000,000

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DIRECTORS' REPORT**Remuneration Report (audited) (continued)**

The option valuation adopted above is calculated using the following assumptions:

<i>Options Granted</i>	<i>FY2024</i>	<i>FY2023</i>	<i>FY2022</i>	<i>FY2021</i>
Underlying security spot price	\$0.005	\$0.008	\$0.012	\$0.014
Dividend rate	Nil	Nil	Nil	Nil
Volatility Factor	131%	100%	100%	100%
Risk free interest rate (%)	3.64%	3.51%	1.69%	0.31%
The weighted average exercise price	\$0.0096	\$0.0164	\$0.0188	\$0.0204
weighted average expiry period	4.91	4.92 years	4.99 years	4.98 years
The weighted average value per option	\$0.0041	\$0.0052	\$0.0082	\$0.0096

Non-Executive Directors

Mr Homsany was paid an annual director's fee of \$66,600 (inclusive of applicable superannuation) for director services for the financial year to 30 June 2024.

Mr van Heemst or his related entity, Troyward Pty Ltd, is entitled to an annual director fee of \$18,000 (inclusive of applicable superannuation) for the financial year ended 30 June 2024.

Mr Hodgins or his related entity, Jaybre Consulting Pty Ltd is entitled to \$12,000 (inclusive of applicable superannuation) for director services for the financial year to 30 June 2024.

Non-Executive directors may charge consulting fees at commercial rates. Consulting fees paid to directors are separate from any responsibility they may have to the Company or the role they perform as a result of their appointment as a Director of the Company.

Transactions with Key Management Personnel

During the financial year the Entity occupied the office premises of an entity of which Mr Homsany is a director on a monthly tenancy for an agreed gross commercial rent inclusive of car bay of \$2,300 per month. The monthly tenancy may be terminated by either party giving at least one month's written notice to the other party.

Option Holdings

The movement during the reporting period in the number of options over ordinary shares in the Company held directly, indirectly or beneficially, by each specified director and specified executive, including their personally-related entities, is as follows:

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DIRECTORS' REPORT**Remuneration Report (audited) (continued)**

	Held 1 July 2023	Granted as remuneration – Unlisted Options	Exercised	Sold	Expired	Held as at 30 June 2024
Director						
Richard Homsany Non-Executive Chairman	20,000,000	10,000,000	-	-	-	30,000,000
Edward van Heemst Non-Executive Director	11,500,000	5,000,000	-	-	-	16,500,000
Brett Hodgins Non-Executive Director	11,500,000	5,000,000	-	-	-	16,500,000

All options are exercisable from the date of issue.

Equity Holdings and Transactions

The movement during the reporting period in the number of ordinary shares of the Company held directly, indirectly or beneficially, by each specified director and specified executive, including their personally-related entities is as follows:

	Held at 1 July 2023	Received on Exercise of Options	Placement	Acquired/ (Disposed) on Market	Other changes	Held as at 30 June 2024
Directors						
Richard Homsany Non-Executive Chairman	63,814,778	-	-	6,711,857	-	70,526,635
Edward van Heemst Non-Executive Director	90,083,334	-	-	-	-	90,083,334
Brett Hodgins Non-Executive Director	7,341,810	-	-	-	-	7,341,810

Exercise of options granted as remuneration

During the period there were no shares issued on the exercise of any options granted as remuneration.

**** End of Remuneration Report ****

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DIRECTORS' REPORT

Indemnification and insurance of Officers

The Company currently has Directors and Officers insurance. The Company has entered into deeds with each director indemnifying each director against liabilities arising out of their conduct while acting in the capacity of a director of the Company to the full extent permitted by law.

The insurance premium relates to liabilities that may arise from an Officer's position, with the exception of conduct involving a wilful breach of duty or improper use of information or position to gain personal advantage.

The Officers covered by the insurance policies are the Directors and the Company Secretary.

The contract of insurance prohibits the disclosure of the nature of the liabilities and the amount of the premium.

Auditor

Dry Kirkness (Audit) Pty Ltd continues in office in accordance with section 327 of the Corporations Act 2001.

There were no non-audit services provided by the Entity's auditor during the financial year.

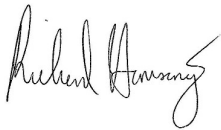
Auditors' Independence Declaration

A copy of the auditors' independence declaration as required under section 307C of the Corporations Act 2001 is set out on the following page.

Legal Proceedings

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 any part of those proceedings.

Signed in accordance with a resolution of the Board of Directors.



R Homsany
Chairman
Perth, Western Australia

Dated this 30th day of September 2024

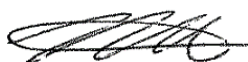
AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of Redstone Resources Limited for the year ended 30 June 2024, I declare that, to the best of my knowledge and belief, there have been:

- a) No contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
- b) No contraventions of any applicable code of professional conduct in relation to the audit.

The declaration is in respect of Redstone Resources Limited and the entities it controlled during the year.

DRY KIRKNESS (AUDIT) PTY LTD



ROBERT HALL
Director

Perth
Date: 30 September 2024

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CORPORATE GOVERNANCE STATEMENT

Redstone Resources Limited and the Board are committed to achieving and demonstrating the highest standards of corporate governance. The Company has reviewed its corporate governance practices against the Corporate Governance Principles and Recommendations (4th edition) published by the ASX Corporate Governance Council in February 2019.

The 2024 Corporate Governance Statement is dated 30 June 2024 and reflects the corporate governance practices in place throughout the 2024 financial year.

In accordance with ASX Listing Rule 4.10.3 the Company has elected to disclose its Corporate Governance Policies and its compliance with them during the 2024 financial year on the Company's website rather than in the Annual Report. Accordingly, information about the Company's Corporate Governance Statement is set out on the Company's website at www.redstone.com.au.

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CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2024

		Consolidated	
	Note	2024	2023
		\$	\$
Revenue			
Other revenue	3(b)	82,655	21,619
Expenses			
Administration expenses		145,812	108,433
Employee and directors' benefits expenses	3(d)	222,088	206,207
Share based payments	3(d)/26	129,000	89,042
Impairment of deferred exploration assets	7	670,384	-
Depreciation expense	3(e)	641	1,277
Finance costs	3(f)	1,585	-
Other expenses from ordinary activities		78,059	73,736
Loss before interest and taxes		(1,164,914)	(457,076)
Interest revenue	3(a)	5,582	135
Loss before income tax		(1,159,332)	(456,941)
Income tax expense	4	-	-
Loss after tax for the year		(1,159,332)	(456,941)
Other comprehensive income		-	-
Total comprehensive income for the year		(1,159,332)	(456,941)
 Basic and Diluted Loss per share (cents per share)	 14	 (0.13)	 (0.06)

The accompanying notes form part of these financial statements.

REDSTONE RESOURCES LIMITED

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024

	Note	Consolidated 2024 \$	2023 \$
Current assets			
Cash and cash equivalents	5	419,837	1,019,566
Trade and other receivables	6	487,611	203,429
Other assets	9	5,890	30,452
Total current assets		913,338	1,253,447
Non-current assets			
Deferred exploration expenditure	7	8,922,726	9,156,143
Plant and equipment	8	629	1,270
Total non-current assets		8,923,355	9,157,413
Total assets		9,836,693	10,410,860
Current liabilities			
Trade and other payables	10	365,509	453,663
Provisions	11	28,231	23,182
Total current liabilities		393,740	476,845
Total liabilities		393,740	476,845
Net assets		9,442,953	9,934,015
Equity			
Issued capital	12(a)	29,842,853	29,303,583
Reserves	13	625,250	496,250
Accumulated losses		(21,025,150)	(19,865,818)
Total equity		9,442,953	9,934,015

The accompanying notes form part of these financial statements.

REDSTONE RESOURCES LIMITED

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2024

	Contributed Equity	Accumulated Losses	Share Option Reserve	Total Equity
	\$	\$	\$	\$
At 30 June 2022	28,286,711	(19,408,877)	407,208	9,285,042
Total comprehensive income attributable to members	-	(456,941)	-	(456,941)
Share capital issued	1,100,070	-	-	1,100,070
Capital issue costs	(83,198)	-	-	(83,198)
Cost of share-based payment	-	-	89,042	89,042
At 30 June 2023	29,303,583	(19,865,818)	496,250	9,934,015
Total comprehensive income attributable to members	-	(1,159,332)	-	(1,159,332)
Share capital issued	546,500	-	-	546,500
Capital issue costs	(7,230)	-	-	(7,230)
Cost of share-based payment	-	-	129,000	129,000
At 30 June 2024	29,842,853	(21,025,150)	625,250	9,934,015

The accompanying notes form part of these financial statements.

REDSTONE RESOURCES LIMITED

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CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2024

		Consolidated	
	Note	2024	2023
		\$	\$
Cash flows from operating activities			
Payments to suppliers and employees		(331,914)	(419,109)
Interest received		5,582	135
R&D concession received (net of fees)		39,695	-
Net cash flows used in operating activities	23	(286,637)	(418,974)
Cash flows from investing activities			
Exploration expenditure		(364,249)	(1,535,157)
Payments for project acquisition		(101,067)	(70,098)
R&D tax concession received (net of fees)		166,259	-
Net cash flows used in investing activities		(299,057)	(1,605,255)
Cash flows from financing activities			
Proceeds from issue of securities		-	1,030,000
Payment of security issue costs		(14,035)	(60,000)
Net cash flows (used in)/from financing activities		(14,035)	970,000
Net decrease in cash held		(599,729)	(1,054,229)
Cash at the beginning of the financial year		1,019,566	2,073,795
Cash at end of financial year	5	419,837	1,019,566

The accompanying notes form part of these financial statements.

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

1. Corporate information

The financial report of Redstone Resources Limited and its controlled entities (the **Entity** or **Group**) for the year ended 30 June 2024 was authorised for issue in accordance with a resolution of the directors of the Entity's parent entity, Redstone Resources Limited, on 30 September 2024.

Redstone Resources Limited (**Redstone** or the **Company**) is a company limited by shares incorporated and domiciled in Australia whose shares commenced public trading on the Australian Stock Exchange on 3 August 2006. The nature of operations and principal activities of the Entity are described in the Directors' Report.

The Group is a for-profit entity for the purpose of preparing financial statements.

2. Material accounting policy information

The following is a summary of the material accounting policies adopted by the Entity in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

a) Basis of preparation

The financial report is a general purpose financial report which has been prepared in accordance with the requirements of the Corporations Act 2001, applicable Australian Accounting Standards, Accounting Interpretations and other mandatory professional reporting requirements. The financial report has been prepared on a historical cost basis and is presented in Australian dollars.

b) Statement of compliance

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards (AIFRS).

Australian Accounting Standards that have recently been issued or amended but are not yet effective have not been adopted for the annual reporting period ended 30 June 2024.

c) New accounting standards and interpretations adopted

The Entity has also reviewed all new Standards and Interpretations applicable to the Entity that have been issued and are effective for the year ended 30 June 2024. As a result of this review the Directors have determined that there is no material impact or otherwise, of the new and revised Standards and Interpretations on its business other than the following:

AASB101 *Presentation of Financial Statements* has been revised for annual periods beginning on or after 1 January 2023 to require the disclosure of material accounting policy information rather than significant accounting policies. Accounting policy information which does to satisfy one of the following requirements has been removed from these financial statements:

- Changes in accounting policy
- Documentation of choice in the accounting standards
- An accounting policy developed in the absence of an explicit accounting standard requirement
- Significant judgement or estimation
- Complex transaction and accounting policy need to explain statement

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2024

d) New accounting standards and interpretations not yet effective or early adopted

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

The Entity has assessed the impact of these new or amended Accounting Standards or Interpretations most relevant to the Entity as having no significant impact.

Australian Accounting Standards and Interpretations in issue but not yet effective will not impact the Entity's reported results and financial position as they do not result in any changes to the Entity's accounting policies. Adoption, may however, result in changes to information currently disclosed in the financial statements. The Entity does not intend to adopt any of these pronouncements before their effective dates.

e) Parent entity information

The financial information for the Parent Entity, Redstone Resources Limited, disclosed in note 25 has been prepared on the same basis as the consolidated financial statements.

f) Significant accounting judgments, estimates and assumptions

The carrying amounts of certain assets and liabilities are often determined based on estimates and assumptions of future events. The key estimates and assumptions that have a significant risk of causing material adjustment to the carrying amounts of certain assets and liabilities within the next annual reporting period are:

Capitalisation of exploration and evaluation expenditure

Under AASB 6 Exploration for and Evaluation of Mineral Resources the Entity has the option to either expense exploration and evaluation expenditure as incurred or to capitalise such expenditure provided that certain conditions are satisfied. The Entity applies the latter policy as outlined in note 2(m).

Impairment of plant and equipment

Plant and equipment are reviewed for impairment if there is any indication that the carrying amount may not be recoverable.

Where a review for impairment is conducted, the recoverable amount is assessed by reference to the higher of 'value in use' (being net present value of expected future cash flows of the relevant cash generating unit) and 'fair value less costs to sell'.

Share based payment transactions

The Entity measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by using either Black-Scholes or binomial methodology.

g) Revenue Recognition

Revenue is recognised on a basis that reflects the transfer of control of promised goods or services to customers at an amount that reflects the consideration the Entity expects to receive in exchange for those goods or services.

Generally timing of the payment for the sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

g) Revenue recognition (continued)

(i) Interest income

Interest revenue is recognised on a time proportionate basis that takes into account the effective yield on the financial asset.

(ii) R&D Tax Incentive

Research and Development (R&D) Tax Incentive revenue is recognised upon final determination of the R&D Incentive Rebate amount for the annual R&D Incentive application, which is included in the lodgement of the Entity's annual Company Tax return with the Australian Taxation Office.

h) Financial Assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Classification:

On initial recognition, the Entity classifies its financial assets into the following categories, those measured at:

- amortised cost

Amortised cost:

The Entity's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

Impairment of financial assets:

Where the simplified approach to expected credit loss (ECL) is not applied, the Entity uses the presumption that an asset which is more than 30 days past due has seen a significant increase in credit risk.

The Entity uses the presumption that a financial asset is in default when:

- the other party is unlikely to pay its credit obligations to the Entity in full, without recourse to the Entity to actions such as realising security (if any is held); or
- the financial asset is more than 90 days past due.

Trade receivables:

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses.

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in finance expense. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Where the Entity renegotiates the terms of trade receivables due from certain customers, the new expected cash flows are discounted at the original effective interest rate and any resulting difference to the carrying value is recognised in profit or loss.

Financial liabilities

The financial liabilities of the Entity comprise trade payables.

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024**

i) Deferred tax assets and liabilities

Deferred income tax assets are recognised for all deductible temporary differences, carry-forward of unused tax assets and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and the carry-forward of unused tax credits and unused tax losses can be utilised.

j) Exploration and evaluation expenditure

Exploration and evaluation expenditure incurred is accumulated in respect of each separate area of interest.

Exploration and evaluation costs are carried forward where right of tenure of the area of interest is current and they are expected to be recouped through sale or successful development and exploitation of the area of interest, or, where exploration and evaluation activities in the area of interest have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

k) Plant and equipment

Each class of plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment losses. Plant and equipment is measured on a cost basis.

Depreciation

The depreciable amount of all fixed assets is depreciated on a diminishing balance basis over their useful lives to the Entity commencing from the time the asset is held ready for use. The depreciation rates used for each class of depreciable assets are:

Class of fixed asset	Depreciation rate
Computer equipment	25% to 50%

l) Impairment

The Entity assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, or when annual impairment testing for an asset is required, the Entity makes an estimate of the asset's recoverable amount. An asset's recoverable amount is the higher of its fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets and the asset's value in use cannot be estimated to be close to its fair value. In such cases the asset is tested for impairment as part of the cash-generating unit to which it belongs. When the carrying amount of an asset or cash-generating unit exceeds its recoverable amount, the asset or cash-generating unit is considered impaired and is written down to its recoverable amount.

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

m) Share-based payment transactions

The Entity provides incentives to employees (including directors) of the Entity 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 has in place an Employee Share Option Plan (**ESOP**) and a Securities Incentive Plan (2022) (**2022 Plan**) (collectively **the Plans**), which provides benefits to directors, senior executives and key employees. Key terms of the Plans are detailed in note 12(e).

The cost of these equity-settled transactions with employees and/or Eligible Participants is measured by reference to the fair value at the date at which they are granted. The fair value is determined by an external valuer using Black-Scholes and binomial methods.

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

n) Comparative figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

o) Principles of consolidation

The consolidated financial statements incorporate all of the assets, liabilities and results of the parent, Redstone Resources Ltd and all of the subsidiaries (including any structured entities). Subsidiaries are entities the parent controls. The parent controls an entity when it 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 over the entity.

p) Going concern

The Entity recorded a loss of \$1,159,332 for the year ended 30 June 2024 and as at 30 June 2024 had net current assets of \$519,598 and exploration commitments of \$183,980 for the next year (note 21). The financial report has been prepared on a going concern basis, as the Directors are of the opinion that the Entity will be able to pay its debts as and when they fall due. The Directors contemplate continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business.

This continuity of normal business activities is supported by receipt in late September 2024 of the refundable Research and Development Tax Incentive (**the R&D Rebate**) of \$542,000 in relation to the 2023 financial year in addition to undertaking capital raising activities to fund operations and exploration requirements for the short to medium term.

Additionally, director and director related party creditors (totalling \$239,604 at 30 June 2024) currently have no set date of repayment and have agreed to defer payment until sufficient funding is available for the Entity.

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2024

		Consolidated	
		2024	2023
		\$	\$
3. Revenue and expenses			
(a) Interest			
Interest income		5,582	135
(b) Revenue			
Other income			
R&D concession		82,655	21,619
(c) Rent payable under short term leases		27,600	27,600
(d) Employee and directors' benefits expenses			
Employee and director benefits		222,088	206,207
Share option expense		129,000	89,042
		351,088	295,249
(e) Depreciation expense and asset write down			
Plant and equipment - depreciation		641	1,277
Plant and equipment – asset write down		-	-
		641	1,277
(f) Finance costs			
Other third parties		1,585	-
Interest is expensed as it accrues.			
(g) Dividends		-	-
No dividends have been paid or are proposed as at 30 June 2024.			
As at 30 June 2024 the Company has no franking credits available for use in future years.			
4. Income tax			
(a) The components of tax expense comprise:			
Current tax		-	-
Deferred tax		-	-
		-	-

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

4. Income tax (continued)

- (b) **The prima facie tax benefit on loss from ordinary activities before income tax is reconciled to the income tax expense in the financial statements is as follows:**

	Consolidated	
	2024	2023
	\$	\$
Prima facie tax benefit on loss from ordinary activities before income tax at 30% (2023: 30%)	(347,800)	(137,082)
Add/(less) tax effect of:		
- Revenue losses and other deferred balances not recognised	131,031	103,744
- Other non-deductible items	241,566	33,338
- Other non-assessable items	(24,797)	-
Income tax expense	<u>-</u>	<u>-</u>

The corporate tax rate for eligible companies will reduce from 30% to 25% providing certain turnover thresholds and other criteria are met.

Deferred tax assets and liabilities are required to be measured at the tax rate that is expected to apply in the future income year when the asset is realised or the liability is settled. The Directors have determined that the deferred tax balances be measured at the tax rates stated.

- (c) **Deferred tax recognised at 30% (2023: 30%):**

Deferred tax liabilities:		
Exploration expenditure	(2,699,099)	(2,836,515)
Plant and equipment	-	(381)
Prepayments	(1,763)	(176)
Deferred tax assets:		
Carry forward revenue losses	2,700,862	2,837,072
Net deferred tax	<u>-</u>	<u>-</u>

- (d) **Unrecognised deferred tax recognised at 30% (2023: 30%):**

Carry forward revenue losses	3,885,854	4,534,432
Carry forward capital losses	21,962	21,692
Provisions and accruals	16,245	57,642
Plant and equipment	24,256	-
Capital raising costs	19,161	31,756
Other	-	26,096
	<u>3,967,478</u>	<u>4,671,618</u>

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2024

4. Income tax (continued)

The tax benefits of the above deferred tax assets will only be obtained if:

- a) the company derives future assessable income of a nature and of an amount sufficient to enable the benefits to be utilised;
- b) the Entity continues to comply with the conditions for deductibility imposed by law; and
- c) no changes in the income tax legislation adversely affect the Entity in utilising the benefits

It is considered that it is not probable that the Entity will utilise all its carry forward tax losses in the foreseeable future, hence it is not expected to pay tax in the foreseeable future. The deferred tax balances noted above have therefore not been accounted for in the consolidated statement of financial position.

Redstone Resources Limited and its controlled entities have not elected to form a tax consolidated group.

		Consolidated	
		2024	2023
		\$	\$
5. Cash and cash equivalents			
	Cash at bank	359,837	1,009,566
	Cash on deposit	60,000	10,000
		<u>419,837</u>	<u>1,019,566</u>
6. Trade and other receivables			
	Current		
	Net R&D tax concession receivable	485,090	185,610
	GST receivable	2,521	17,819
		<u>487,611</u>	<u>203,429</u>
7. Deferred exploration expenditure			
	Exploration costs brought forward	9,156,143	7,708,446
	Expenditure incurred on exploration assets	220,512	1,487,649
	Project acquisition costs	646,235	126,308
	Impairment of Attwood Lake Lithium Project	(326,240)	-
	Impairment of Radisson East and Sakami Projects	(344,145)	-
	Reimbursement of capitalised costs	(429,779)	(166,260)
	Carrying amount at the end of the year	<u>8,922,726</u>	<u>9,156,143</u>

The ultimate recoupment of costs carried forward in relation to exploration expenditure is dependent on the successful development and commercial exploitation or sale of the areas of interest at an amount at least equal to the carrying value.

As the Entity has opted to no longer continue with the Option agreements to acquire 100% of the Attwood Lake Lithium Project and the Radisson East and Sakami Projects, the carrying value of these deferred assets of \$326,240 and \$344,145 respectively are not considered recoverable and have therefore been impaired for the year ended 30 June 2024.

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

		Consolidated	
		2024	2023
		\$	\$
8.	Plant and equipment		
	At cost	8,061	8,061
	Accumulated depreciation	(7,432)	(6,791)
	Total written down value	629	1,270
<i>Reconciliation</i>			
A reconciliation of the carrying amounts of plant and equipment at the beginning and end of the current financial period.			
Plant and equipment			
	Carrying amount at beginning of year	1,270	2,547
	Additions	-	-
	Depreciation expense	(641)	(1,277)
	Asset write-downs	-	-
	Total plant and equipment	629	1,270
9.	Other assets		
	Current		
	Prepayments	5,890	30,452
10.	Trade and other payables		
	Current		
	Trade creditors (i)	55,968	104,024
	Other creditors (ii)	309,541	349,639
	Total current trade and other payables	365,509	453,663

Terms and conditions relating to the above financial instruments:

(i) Trade creditors are non-interest bearing and are normally settled on 14-30 days terms, other than for related party creditors of the Entity totalling \$31,604 (2023: \$31,604) which, by mutual agreement with the Entity, currently have no set term for payment.

(ii) Other creditors are non-interest bearing and have an average term of 30 days, other than for related party creditors of the Entity totalling \$208,000 (2023: \$150,400) which, by mutual agreement with the Entity, currently have no set term for payment.

Trade and other payables include \$73,856 (2023: \$217,890) relating to exploration expenditure.

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

		Consolidated	
		2024	2023
		\$	\$
11.	Provisions		
	<i>Employee entitlements</i>		
	Opening balance as at 1 July 2023	23,182	21,881
	Provision additions	10,391	10,095
	Amounts used/paid out	(5,341)	(8,794)
	Balance as at 30 June 2024	<u>28,232</u>	<u>23,182</u>
	Current	<u>28,232</u>	<u>23,182</u>
	Provision for employee entitlements relates to the Group's liability for annual leave and long service leave.		
12.	Issued Capital		
(a)	Issued and paid up capital		
	925,378,460 (2023: 846,378,460) ordinary		
	fully paid shares	<u>29,842,853</u>	<u>29,303,583</u>

2024 Financial Year

On 11 July 2023 the Company issued 25,000,000 fully paid ordinary shares (**Shares**) to the vendors of the Radisson East and Sakami Lithium Projects at a deemed issue price of \$0.007 per Share. The Shares were issued as part consideration pursuant to the terms of the Radisson East and Sakami Lithium Option Agreement.

On 6 December 2023 the Company issued 50,000,000 Shares to Galan Lithium Ltd (**Galan**) in consideration for a 50% interest in the acquisition of the Taiga, Camaro and Hellcat Lithium projects located in the James Bay region, Québec, Canada (the **James Bay Lithium Projects**) as part of an 50/50 unincorporated joint venture agreement between Redstone and Galan (the **Joint Venture**). The Shares were issued pursuant to the terms of the Joint Venture agreement at a deemed issue price of \$0.0066 per Share, being the lower of (i) 50,000,000 Shares and (ii) that number of Shares equal to CAD500,000 divided by the volume weighted average price (in Canadian dollars) for Shares traded on the ASX for the five trading days prior to the date of shareholder approval.

The Company issued 4,000,000 Shares to GBA Capital Pty Ltd (or their nominee) on 19 January 2024 for a deemed value of \$0.010 per Share, in consideration for professional services.

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

12. Issued Capital (continued)

(b) Movements in fully paid ordinary shares during the year were as follows:

	2024		2023	
	No. of Shares	\$	No. of Shares	\$
Movements in shares on issue				
Opening balance	846,378,460	29,303,583	736,832,396	28,286,711
Attwood Lake Vendors – 5 May 2023	-	-	5,046,064	55,070
Placement – 15 May 2023	-	-	87,000,000	870,000
Placement – 26 June 2023	-	-	16,000,000	160,000
GBA Capital Pty Ltd – 126 June 2023	-	-	1,500,000	15,000
Radisson East and Sakami Vendors – 11 July 2023	25,000,000	175,000	-	-
Galan Lithium Ltd– 6 December 2023	50,000,000	331,500	-	-
GBA Capital Pty Ltd – 19 January 2024	4,000,000	40,000	-	-
Share issue costs	-	(7,230)	-	(83,198)
Closing balance	925,378,460	29,842,853	846,378,460	29,303,583

(c) Movements in options issued during the year:

Movements in unlisted options on issue

During the financial year 62,833,333 unlisted options over ordinary shares were issued as detailed below. No unlisted options over ordinary shares expired or were converted into ordinary shares.

Issue of Unlisted Placement Options

Following shareholder approval in December 2023, 34,333,333 1:3 free attaching \$0.025 unlisted options exercisable on or before 31 December 2025 were issued to the participants of the FY23 placement. A further 1,500,000 options on the same terms were also issued to GBA Capital Pty Ltd, lead manager of the placement, pursuant to the terms of their mandate.

Issue of Unlisted Options to Directors, Employee and Consultant

On 28 December 2023 the Company issued 27,000,000 unlisted options exercisable at \$0.0096 on or before 23 November 2028 to Directors, employee and consultant of the Company pursuant to shareholder approval.

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

12. Issued Capital (continued)

(c) Movements in options issued during the year:

Unlisted share options	As at 30 June 2023	Issued/ (lapsed)	As at 30 June 2024	Exercise price	Exercisable from	Expiry
Unlisted options	15,000,000	-	15,000,000	0.0204	27 Nov 20	20 Nov 25
Unlisted options	32,000,000	-	32,000,000	0.0188	28 Jan 22	23 Jan 27
Unlisted options	17,000,000	-	17,000,000	0.0164	23 Dec 22	23 Nov 27
Unlisted options	-	35,833,333	35,833,333	0.0250	01 Dec 23	31 Dec 25
Unlisted options	-	27,000,000	27,000,000	0.0096	28 Dec 23	23 Nov 28
Total options	64,000,000	62,833,333	126,833,333			
Weighted average exercise price (cents/share)	0.0185		0.0185			
Weighted average exercise price of lapsed options (cents/share)		-				
Weighted average exercise price of issued options (cents/share)		0.0184				

The weighted average remaining contractual life of unlisted options on issue as at 30 June 2024 is 2.63 years (2023: 3.52 years). As at 30 June 2024 there are 126,833,333 unlisted options on issue.

(d) Terms and conditions of contributed equity

Ordinary shares participate in dividends and the proceeds on winding up of the parent entity in proportion to the number of shares held. At shareholders meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

Option holders do not have the right to receive dividends nor are they entitled to vote at a meeting of the company.

(e) Employee Share Option Plan (ESOP) and the Securities Incentive Plan (2022) (2022 Plan)

The Entity has in place an employee share option plan (**ESOP**) for the granting of non-transferable options to certain directors, senior executives and key employees. Key terms of the ESOP are as follows:

- The ESOP is available to eligible persons who will be determined by the Board but must be persons who are Directors or employees of the Entity;
- Options are issued for nil consideration;
- The exercise price is determined by the Board with regard to the market value of the Company's shares at the time it resolves to offer the options;
- Options will be issued subject to certain conditions that must be satisfied for them to be exercised to be determined by the Board when it resolves to offer the Options and in accordance with the purpose of the ESOP;

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2024

12. Issued Capital (continued)

(e) Employee Share Option Plan (ESOP) and the Securities Incentive Plan (2022) (2022 Plan) (continued):

- The expiry date of the Options will be determined by the Board prior to the offer of the relevant options, subject to any restrictions in the Corporations Act, but in any event no longer than 5 years from the date of issue;
- Options will lapse if the eligible person ceases to be an eligible person for any reason other than retirement, permanent disability, redundancy or death;
- Options are not transferable;
- Any shares issued will rank equally with the Company's then existing issued shares;
- The issue of Options to Directors will require shareholder approval in accordance with the ASX Listing Rules and the Corporations Act.

Additionally, the Entity also now has in place a Securities Incentive Plan (2022) (**2022 Plan**) which was approved by shareholders at the 2022 Annual General Meeting of the Company. Pursuant to the terms of the 2022 Plan, the Board may from time to time determine that an Eligible Participant may participate in the 2022 Plan on such terms and conditions as the Board decides.

Key terms of the 2022 Plan are detailed in the Notice of Annual General Meeting dated 28 October 2022, which is available on the Company's website www.redstone.com.au.

13. Reserves

	Consolidated	
	2024 \$	2023 \$
Share option reserve (i)	625,250	496,250

(i) This reserve is used to record the value of equity benefits provided to employees and directors as part of their remuneration and as consideration for other equity settled transactions.

Movements in reserves are set out in the Statement of Changes in Equity.

14. Basic and Diluted Loss per Share

	Consolidated	
	2024	2023
Basic loss per share (cents per share)	(0.13)	(0.06)
Weighted average number of ordinary shares on issue used in the calculation of basic earnings per share	900,687,203	748,762,751
Earnings used in the calculation of basic loss per share	(1,159,332)	(456,941)

As the Entity made a loss for the year, diluted earnings per share is the same as basic earnings per share.

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15. Key management personnel disclosures

(a) Key management personnel

The directors of Redstone Resources Limited during the financial year were:

Richard Homsany (BCom, LLB (Hons), CPA, Grad. Dip. FINSIA, F Fin, MAICD) – Non-Executive Chairman

Edward van Heemst (B Com, MBA, CA, CPA) – Non-Executive Director

Brett Hodgins (BSc (Hons), Grad Dip FINSIA) – Non-Executive Director

(b) Remuneration of key management personnel

Refer to the Remuneration Report included on pages 23 to 27 for details of remuneration paid to directors and the specified executives.

(c) Share holdings of key management personnel

2024	Held as at 1 July 2023	Acquired/ (Disposed) on Market	Acquired/ (Disposed)) off Market	Placement	Other Change s	Held as at 30 June 2024
Directors						
R Homsany	63,814,778	4,500,000	-	-	-	68,314,778
E van Heemst	90,083,334	-	-	-	-	90,083,334
B Hodgins	7,341,810	-	-	-	-	7,341,810

2023	Held as at 1 July 2022	Acquired/ (Disposed) on Market	Acquired/ (Disposed)) off Market	Placemen t	Other Changes	Held as at 30 June 2023
Directors						
R Homsany	63,814,778	-	-	-	-	63,814,778
E van Heemst	80,583,334	9,500,000	-	-	-	90,083,334
B Hodgins	7,341,810	-	-	-	-	7,341,810

All equity transactions with key management personnel, other than those arising from the exercise of remuneration options, have been entered under terms and conditions no more favourable than those the Company would have adopted if dealing at arm's length.

(d) Transactions with key management personnel

Refer to the Remuneration Report included on pages 23 to 27 for details of transactions with key management personnel.

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	Consolidated	
	2024	2023
	\$	\$
16. Employee benefits		
Aggregate liability for employee benefits		
Current		
Trade and other payables	25,977	22,247
Employee entitlement provision	28,232	23,182
	<u>54,209</u>	<u>45,429</u>
Non-Current		
Employee entitlement provision	-	-
	<u>-</u>	<u>-</u>
17. Auditors' remuneration		
Amounts received or due and receivable by the auditors of the Entity for:		
- an audit or review of the financial statements of the Entity	20,500	20,000
- non audit services	-	-
	<u>20,500</u>	<u>20,000</u>

18. Subsequent events

Option Agreement – Radisson East and Sakami Projects, James Bay, Québec, Canada

In July 2024, Redstone opted to no longer proceed with the exclusive option agreement to acquire 100% of the Radisson East and Sakami Lithium Projects located in the James Bay Lithium District in Québec, Canada (collectively the **Projects**), and consequently the Company no longer has an interest in these Projects.

FY2023 R&D Rebate Incentive

Finalisation and lodgement in August 2024 of the FY2023 Research and Development Incentive rebate amount of \$542,000 (before fees) (the **R&D Rebate**).

The R&D Rebate amount which is determined under the Australian Taxation Office's self-assessment system, subject to the ATO's normal review processes, was received by the Company on 30 September 2024.

Extension of Term Application

West Musgrave Project - Extension of Term Application E69/2450

Exploration licence E69/2450 was due to expire on 18 September 2024. An extension of term application for a further two (2) year term to 18 September 2026 has been lodged with the Department of Mining, Industry, Regulation and Safety. The status of the extension of term application remains pending at the date of this report.

Other than as stated above there has not been any matter or circumstance that has arisen after balance date that has significantly affected, or may significantly affect, the operations of the Entity, the results of those operations, or the state of affairs of the Entity in future financial periods.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2024

19. Segment Reporting

The Entity has two operating segments being the distinct geographical location of its Areas of Interest in Australia and Canada (The Entity's primary basis of segmentation).

The Entity has identified its operating segment based on the internal reports that are reviewed and used by management and the Board of Directors in determining the allocation of resources. However, as the Entity's operations for the current financial year and its recognised non-current assets as at 30 June 2024 (note 7) are predominantly in Australia, then pursuant to the quantitative threshold criteria in AASB8 Segment Reporting, the two segments have been aggregated for the financial year ended 30 June 2024.

The accounting policies used by the Entity in reporting segments are the same as those in the prior period.

20. Related Party Transactions

Other than disclosed in note 15 there were no other related party transactions during the financial year.

21. Expenditure commitments

Exploration expenditure commitments

Australian tenements

In order to maintain current rights of tenure over its Australian mineral tenement leases, the Entity will be required to outlay amounts in respect of rent and to meet minimum expenditure requirements of the Department of Energy, Mines, Industry, Regulation and Safety (**DEMIRS**). Further, those tenements for which access agreements have been signed require annual access payments to be paid to the traditional owners.

The expenditure commitments (including access fees) on granted Australian tenements as at 30 June 2024 amount to \$559,592 (2023: \$501,084).

West Musgrave Project – 100% Redstone

Exploration licence E69/2450 is due to expire on 18 September 2024 however an extension of term application for a further two (2) year period has been applied for with DEMIRS. The outcome of the extension of term application is pending as at the date of this report.

HanTails Farmin and Joint Venture Agreement – 80% Redstone

In July 2020 Redstone entered into an agreement to farm-in to an 80% interest in the HanTails Project (**HanTails** or the **Project**). HanTails is a historic large scale gold mine Tailings Storage Facility located on the historic Hannans South Gold Mill site, just 15kms south of Kalgoorlie-Boulder, Western Australia.

Pursuant to the terms of the HanTails Farm-in and Joint Venture Agreement (**HanTails Farm-in and JV**) Redstone incurred a minimum farm-in spend of \$75,000 to earn a 51% interest in the Project (**Stage 1**), including a guaranteed minimum spend of \$50,000, within a 9 month period. Following Stage 1 and the establishment of an unincorporated joint venture with the vendor, Redstone incurred a further farm-in spend of \$75,000 to earn an 80% interest in the Project (**Stage 2**). After Stage 2, Redstone will be required to free carry joint venture expenditure until a Decision to Mine based on the completion of an economic study. At the end of the free carry period the vendor will have the election to contribute 20% to Project joint venture expenditure or dilute to a 2% gross proceeds royalty on any gold produced and sold.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2024

21. Expenditure commitments

Exploration expenditure commitments (continued)

As at 30 June 2024 Redstone has acquired an 80% interest in the HanTails Project.

Canadian Tenements

In May 2023 the Entity secured an option agreement to acquire a 100% legal and beneficial interest in the Attwood Lake Lithium Project located in Ontario, Canada, however in May 2024 the Entity has opted not to continue with the first anniversary terms of the option agreement and consequently no longer has an interest in the Attwood Lake project claims as at 30 June 2024.

In July 2023 the Entity secured an option agreement to acquire a 100% legal and beneficial interest in the Radisson East and Sakami Lithium Projects located in Québec, Canada, however as of 7 July 2024 the Entity opted to no longer continue with the first anniversary terms of the option agreement and consequently no longer has an interest in the Radisson East and Sakami Projects claims.

On 4 October 2023 the Entity entered into an agreement for the acquisition of a 100% interest in the Camaro, Taiga and Hellcat Projects located in the James Bay region, Québec, Canada (**the James Bay Lithium Projects**) and an option agreement (**the Option**) to acquire 100% interest in the PAK East and PAK Southeast Lithium Projects located in northwestern Ontario (**the Ontario Lithium Projects**), (collectively the **Joint Venture Projects**), in an unincorporated 50/50 Joint Venture with Galan Lithium Limited (ASX: GLN) (Galan), (**the Joint Venture**), (**the Agreement**). The Option for the Ontario Lithium Projects had not been exercised as at 30 June 2024.

As at 30 June 2024 the minimum expenditure commitment for the first two year term in relation to interests held in Canadian mining claims amount to CAD\$15,857 (2023: CAD\$146,400). The Company has fully expended the minimum expenditure requirement for these claims during the financial year ended 30 June 2024.

The future exploration commitment (including access payments) of the Entity relating to granted tenements that the Entity has an interest in is as follows:

	Consolidated	
	2024	2023
Cancellable operating lease commitments for exploration tenements	\$	\$
Within one year	183,980	178,075
One year or later and no later than five years	392,990	220,661
Later than five years	-	102,348
	576,970	501,084

These obligations may vary from time to time, are subject to approval and are expected to be fulfilled in the normal course of operations by the relevant entity. Further, these obligations are subject to the possibility of adjustment to the amount and timing of such obligations or extinguished upon any surrender of the tenement.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2024

21. Expenditure commitments (continued)

Capital commitments

The Entity does not have any capital commitments at reporting date.

Operating lease commitments

	Consolidated	
	2024	2023
	\$	\$
Cancellable operating lease commitments		
Within one year	2,300	2,300
One year or later and no later than five years	-	-
Later than five years	-	-
	2,300	2,300

22. Financial Risk Management

(a) Overview

The Entity has exposure to the following risks from use of their financial instruments

- credit risk
- liquidity risk
- market risk

This note presents information about the Entity's exposure to each of the above risks, their objectives, policies and processes for measuring and managing risk, and the management of capital.

The Board of directors has overall responsibility for the establishment and oversight of the risk management framework.

(b) Credit risk

Credit risk is the risk of financial loss to the Entity if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the Entity's receivables from customers and investments.

(c) Liquidity risk

Liquidity risk is the risk that the Entity will not be able to meet its financial obligations as they fall due. The Entity's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Entity's reputation.

Ultimate responsibility for liquidity risk management rests with the Board of directors, who have built an appropriate liquidity risk management framework for the management of the Entity's short, medium and long-term funding and liquidity management requirements. The Entity manages liquidity risk by maintaining adequate reserves by continuously monitoring forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities.

It is the Entity's objective is to ensure that it has sufficient cash on demand to meet expected operational expenses for a period of 60 days (excluding those amounts due to related party creditors of the Entity), including the servicing of financial obligations.

The contractual maturities of the financial liabilities referred to in note 10 to the financial report for the Entity at reporting date are less than 3 months, other than for related party creditors of the Entity (\$182,004), which by mutual agreement currently have no set date for payment.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2024

22. Financial Risk Management (continued)

(d) Market risk

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

(i) Price Risk

The Entity has no exposure to price risk.

(ii) Currency risk

The Entity is exposed to currency risk on purchases and investments that are denominated in a currency other than their functional currency, namely the Australian dollar (AUD). The currencies in which these transactions primarily are denominated are the United States dollar (USD) and Canadian dollar (CAD).

To date, currency risk has not been material to the Entity.

(iii) Interest rate risk

The cash balance of \$419,837 as at 30 June 2024 is sensitive to interest rate risk whereby a 1% per annum movement in interest rates would impact the consolidated statement of comprehensive income and net equity by \$4,198. This risk is not considered to be material.

At reporting date the Entity does not have any short term borrowings.

(e) Capital risk management

Management's policy is to control the capital of the Company in order to maintain a strong capital base so as to maintain investor, creditor and market confidence and to ensure that the Entity can fund its operations and continue as a going concern.

The Entity's capital includes ordinary share capital and financial liabilities, comprising trade and other payables totalling \$365,509 (2023: \$453,663) and financial assets of \$907,448 (2023: \$1,205,175). The financial liabilities of \$365,509 include related party creditors of the Entity totalling \$239,604, which by mutual agreement currently have no set date for payment.

Financial risk management objectives and policies

The Entity's principal financial instrument is cash. The main purpose of these financial instruments is to provide working capital for operations.

The Entity has various other financial assets and liabilities such as receivables and trade payables, which arise directly from its operations. The main risks currently arising from the Entity's financial instruments are interest rate risk and credit risk.

It is not expected that the Entity will be undertaking transactions denominated in foreign currencies, hence exposures to exchange rate fluctuations are not expected to arise.

Significant accounting policies

Details of the significant accounting policies and methods adopted, including the criteria for recognition, the basis for measurement and the basis on which income and expenses are recognised, in respect of each class of financial asset, financial liability and equity instrument are disclosed in note 2 to the financial statements.

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2024

22. Financial Risk Management (continued)

Interest rate risk

The following table sets out the carrying amount and maturity of the financial instruments exposed to interest rate risk:

Consolidated – 2024 Category	Time Period	Interest Bearing (Floating)	Non- Interest Bearing	Total Carrying Amount as per the consolidated statement of financial position	Weighted Average Effective Interest Rate %
Financial assets:					
Cash	<1 year	60,000	-	60,000	4.32%
Cash	<1 year	-	359,837	359,837	-
Trade and other receivables		-	487,611	487,611	-
Total financial assets		60,000	847,448	907,448	
Financial liabilities					
Trade creditors and other payables*	<1 year	-	365,509	365,509	-
Total financial liabilities		-	365,509	365,509	

*Trade creditors and other payables include \$239,604 payables or accrued amounts owing to director related parties of the entity which have no set date of repayment.

Consolidated – 2023 Category	Time Period	Interest Bearing (Floating)	Non- Interest Bearing	Total Carrying Amount as per the consolidated statement of financial position	Weighted Average Effective Interest Rate %
Financial assets:					
Cash	<1 year	10,000	-	10,000	1.34%
Cash	<1 year	-	1,009,566	1,009,566	-
Trade and other receivables		-	185,610	185,610	-
Total financial assets		10,000	1,195,176	1,205,176	
Financial liabilities					
Trade creditors and other payables*	<1 year	-	453,663	453,663	-
Total financial liabilities		-	453,663	453,663	

*Trade creditors and other payables include \$182,004 payables or accrued amounts owing to director related parties of the entity which have no set date of repayment.

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	Consolidated	
	2024 \$	2023 \$
23. Cash flow information		
Loss from ordinary activities after income tax	(1,159,332)	(456,941)
Depreciation	641	1,277
Impairment of deferred exploration assets	670,384	-
Share based payment	129,000	89,042
Changes in operating assets and liabilities		
Increase in provisions	5,050	1,300
Increase/(Decrease) in trade creditors and accruals	63,620	(4,355)
Decrease/(increase) in sundry receivables and prepayments	4,000	(49,297)
Net cash flow used in operating activities	(286,637)	(418,974)

Non-Cash Transactions

Financial year ended 30 June 2024

On 11 July 2023 the Company issued 25,000,000 fully paid ordinary shares (**Shares**) to the vendors of the Radisson East and Sakami Lithium Projects at a deemed issue price of \$0.007 per Share. The Shares were issued as part consideration pursuant to the terms of the Radisson East and Sakami Lithium Option Agreement.

On 6 December 2023 the Company issued 50,000,000 Shares to Galan Lithium Ltd (**Galan**) in consideration for a 50% interest in the acquisition of the Taiga, Camaro and Hellcat Lithium projects located in the James Bay region, Québec, Canada (the **James Bay Lithium Projects**) as part of an 50/50 unincorporated joint venture agreement between Redstone and Galan (the **Joint Venture**). The Shares were issued pursuant to the terms of the Joint Venture agreement at a deemed issue price of \$0.0066 per Share, being the lower of (i) 50,000,000 Shares and (ii) that number of Shares equal to CAD500,000 divided by the volume weighted average price (in Canadian dollars) for Shares traded on the ASX for the five trading days prior to the date of shareholder approval.

The Company issued 4,000,000 Shares to GBA Capital Pty Ltd (or their nominee) on 19 January 2024 for a deemed value of \$0.010 per Share, in consideration for professional services.

During the year 27,000,000 options were granted to Directors, Consultants and Employee for nil cash consideration. Further information on granted options is available at note 26.

Financial year ended 30 June 2023

During the year 5,046,064 fully paid ordinary shares in the Company (**Shares**) were issued to vendors of the Attwood Lake Lithium Project, for a deemed value of \$0.0109 per Share as part of the Initial Payment for an Option Agreement to acquire a 100% legal and beneficial interest in the Attwood Lake Lithium mining claims.

GBA Capital Pty Ltd, Lead Manager to a placement undertaken by the Company during the year were issued 1,500,000 Shares for a deemed value of \$0.010 per Share pursuant to the terms of a mandate.

During the year 17,000,000 options were granted to Directors, Consultants and Employee for nil consideration. Further information on granted options is available at note 26.

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2024

24. Contingent Assets and Liabilities

Foreign Subsidiary Obligations

During the 2014 financial year, the Entity recognised a provision for foreign subsidiary obligations relating to estimated amounts that may be required to settle outstanding obligations arising from a winding-up of the Entity's investment in its Brazilian subsidiary, Redstone Mineraco Do Brasil Ltd (**Redstone Brazil**).

However, as at 30 June 2015, the Entity considered that it was more likely that a present obligation no longer existed for any of these amounts and that it was more likely that no economic outflow would be required. Further the timing and amount of any potential economic outflow is uncertain. Accordingly, there may be a contingent liability for potential obligations required to be paid in any eventual winding up of Redstone Brazil for which the timing is uncertain and amount cannot be measured reliably. The Entity considers that its position on these potential foreign subsidiary obligations remains unchanged as at 30 June 2024.

25. Parent Information

	Parent Entity	
	2024	2023
	\$	\$
Current assets	913,313	1,253,422
Non-current assets	8,925,419	9,159,477
Total Assets	9,838,742	10,412,899
Current liabilities	393,740	476,845
Total Liabilities	393,740	476,845
Net Assets	9,444,992	9,936,054
Equity		
Issued capital	29,842,853	29,303,583
Reserves	625,250	496,250
Accumulated losses	(21,023,111)	(19,863,779)
Total equity	9,444,992	9,936,054
Net loss for the year before other comprehensive income	(1,159,332)	(456,941)
Total comprehensive income for the year	(1,159,332)	(456,941)
Earnings per share (EPS) – (cents per share)	(0.13)	(0.06)

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2024

25. Parent Information (continued)

Controlled entities

Redstone Resources Limited is the ultimate parent entity of the controlled entities.

(a) Particulars in relation to controlled entities	Country of incorporation	2024 Ownership %	2023 Ownership %
Allhawk Nominees Pty Ltd	Australia	100	100
Minex Services Pty Ltd	Australia	100	100
Westmin Exploration Pty Ltd	Australia	100	100
River Gold Exploration Pty Ltd	Australia	100	100
Earaheedy Resources Pty Ltd	Australia	100	100
Redstone Québec Exploration Inc.	Canada	100	-
Redstone Mineracao Do Brasil Ltda ¹	Brazil	98	98

¹ Redstone Mineracao Do Brasil Ltda is 98% owned by the Company. The remaining 2% shareholding is held by a previous consultant of the Entity, who is a Brazilian citizen and is holding these shares on trust for the Company. The Board and shareholding structure is in accordance with Brazilian law.

(b) Contribution to consolidated result

The results of the controlled entities inclusion in the consolidated statement of comprehensive income is nil (2023: nil).

26. Share based payments

The impact of share based payments on the consolidated statement of comprehensive income for the financial year ended 30 June 2024 is as follows:

	2024	2023
	\$	\$
Net loss after income tax and including share based payments	(1,159,332)	(456,941)
Add: share based payments expense	129,000	89,042
Net loss after income tax excluding share based payments	<u>(1,030,332)</u>	<u>(367,899)</u>

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

26. Share based payments (continued)

During the financial year 28,500,000 unlisted share options were granted for nil consideration (2023: 17,000,000). Share-based payments were valued using either Black Scholes or binomial methodology as detailed in note 2(m). The value of existing options for the year ending 30 June 2024 is \$625,250 as follows.

	\$	
226,900	27,000,000	Director, Consultant and Employee Options granted on 28 December 2023. Exercise price \$0.0096 exercisable from 28 December 2023 and expiring 23 November 2028.
2,100	1,500,000	Placement Options issued to GBA Capital Pty Ltd granted on 1 December 2023. Exercise price \$0.025 exercisable from 1 December 2023 and expiring 31 December 2028.
89,042	17,000,000	Director, Consultant and Employee Options granted on 23 December 2022. Exercise price \$0.0164 exercisable from 23 December 2022 and expiring 23 November 2027.
263,215	32,000,000	Director, Consultant and Employee Options granted on 28 January 2022. Exercise price \$0.0188 exercisable from 28 January 2022 and expiring 23 January 2027.
143,993	15,000,000	Director, Consultant and Employee Options granted on 27 November 2020. Exercise price \$0.0204 exercisable from 27 November 2020 and expiring 20 November 2025.
<u>625,250</u>	Total Options	92,500,000

The option valuation adopted above is calculated using the following assumptions:

Options Granted	FY2024 28/12/23	FY2024 01/12/23	FY2023	FY2022	FY2021
Underlying security spot price	\$0.005	\$0.006	\$0.008	\$0.012	\$0.014
Dividend rate	Nil	Nil	Nil	Nil	Nil
Volatility Factor	131%	100%	100%	100%	100%
Risk free interest rate (%)	3.64%	4.05%	3.51%	1.69%	0.31%
The weighted average exercise price	\$0.0096	\$0.0250	\$0.0164	\$0.0188	\$0.0204
weighted average expiry period (years)	4.91	2.08	4.92	4.99	4.98
The weighted average value per option	\$0.0041	\$0.0014	\$0.0052	\$0.0082	\$0.0096

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CONSOLIDATED ENTITY DISCLOSURE STATEMENT

<i>Entity Name</i>	<i>Body corporate, partnership or trust</i>	<i>Place of Incorporation</i>	<i>% of share capital held</i>	<i>Australian or Foreign Resident</i>	<i>Jurisdiction for Foreign tax resident</i>
Redstone Resources Ltd	Body Corporate	Australia		Australian	N/A
Allhawk Nominees Pty Ltd	Body Corporate	Australia	100%	Australian	N/A
Westmin Exploration Pty Ltd	Body Corporate	Australia	100%	Australian	N/A
Rivergold Exploration Pty Ltd	Body Corporate	Australia	100%	Australian	N/A
Earaheedy Resources Pty Ltd	Body Corporate	Australia	100%	Australian	N/A
Minex Services Pty Ltd	Body Corporate	Australia	100%	Australian	N/A
Redstone Québec Exploration Inc.	Body Corporate	Canada	100%	Australian	N/A
Redstone Mineracao Do Brasil Ltda	Body Corporate	Brazil	98%	Australian	N/A

Basis of preparation

This Consolidated Entity Disclosure Statement (CEDS) has been prepared in accordance with the *Corporations Act 2001* and includes information for each entity that was part of the consolidated entity as at the end of the financial year in accordance with AASB 10 Consolidated Financial Statements.

Determination of Tax Residency Section

Section 295 (3A) of the *Corporations Act 2001* requires that the tax residency of each entity which is included in the CEDS be disclosed. In the context of an entity which was an Australian resident, "Australian resident" has the meaning provided in the *Income Tax Assessment Act 1997*. The determination of tax residency involves judgment as the determination of tax residency is highly dependent and there are currently several different interpretations that could be adopted, and which could give rise to a different conclusion on residency.

In determining tax residency, the consolidated entity has applied the following interpretation:

a) Australian tax residency

The consolidated entity has applied current legislation and judicial precedent, including having regard to the Commissioner of Taxations public guidance in Tax Ruling TR 2018/5.

b) Foreign tax residency

Where necessary, the consolidated entity will use independent tax advisers to assist in determining tax residency and ensure compliance with applicable foreign tax legislation.

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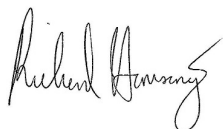
DIRECTORS' DECLARATION

In the directors' opinion:

- a) the attached financial statements and notes thereto set out on pages 31 to 58 comply with the Corporations Act 2001, the Australian Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- b) the attached financial statements and notes thereto comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as described in Note 1 to the financial statements;
- c) The consolidated entity disclosure statement on page 59 is true and correct;
- d) the attached financial statements and notes thereto give a true and fair view of the Entity's financial position as at 30 June 2024 and of its performance for the financial year ended on that date; and there are reasonable grounds to believe that the Entity will be able to pay its debts as and when they become due and payable; and
- e) there are reasonable grounds to believe that the Entity will be able to pay its debts as and when they become due and payable.

The directors have been given the declarations by the chief executive officer and chief financial officer required by s295A of the *Corporations Act 2001*.

This declaration is made in accordance with a resolution of the directors.



R Homsany
Chairman
Perth, Western Australia

Dated this 30th day of September 2024

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF REDSTONE RESOURCES LIMITED**

Report on the Financial Report

Opinion

We have audited the financial report of Redstone Resources Limited ("the Company") and its controlled entities ("the Group"), which comprises the consolidated statement of financial position as at 30 June 2024, the consolidated statement of 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 material accounting policy information, the consolidated entity disclosure statement and the directors' declaration.

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

- i) giving a true and fair view of the Group's financial position as at 30 June 2024 and of its financial performance for the year then ended; and
- ii) complying with Australian Accounting Standards and the Corporations Regulations 2001.

Basis for Opinion

We have 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 (including Independence Standards) (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our ethical requirements 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.

Material Uncertainty Related to Going Concern

We draw attention to Note 2 in the financial report which indicates that the Group incurred a loss after tax of \$1,159,332 (2023: \$456,941) and had net cash outflows from operating activities of \$286,637 (2023: \$418,974) for the year ended 30 June 2024. As at 30 June 2024, the Group had net current assets of \$519,598 (2023: \$776,602). Exploration and operating commitments for the following 12 months to 30 June 2025 are \$183,980 (note 21).

As stated in Note 2, these conditions, along with other matters as set forth in Note 2, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern.

Our opinion is not modified in respect of this matter.

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.

Key Audit Matter	How our audit addressed the key audit matter
Deferred exploration expenditure <i>(refer note 7)</i> The Group operates as an exploration entity and as such its primary activities entail expenditure focussed on the exploration for and evaluation of economically viable mineral deposits. These activities are currently focused on the West Musgrave and HanTails Projects in Western Australia and more recently on the James Bay Lithium Projects in Quebec, Canada. All exploration and evaluation expenditure incurred has been capitalised and recognised as an asset in the Statement of Financial Position. The closing value of this asset is \$8,922,726 as at 30 June 2024. The carrying value of deferred exploration assets is subjective and is based on the Group's intention and ability, to continue to explore the asset. The carrying value may also be affected by the results of ongoing exploration activity indicating that the mineral reserves and resources may not be commercially viable for extraction. This creates a risk that the asset value included within the financial statements may not be recoverable.	Our audit procedures included the following: • ensuring the Group's continued right to explore for minerals in the relevant project areas including assessing documentation such as exploration and mining licences; • enquiring of management and the directors as to the Group's intentions and strategies for future exploration activity and reviewing budgets and cash flow forecasts; • assessing the results of recent exploration activity to determine whether there are any indicators suggesting a potential impairment of the carrying value of the asset; • assessing the Group's ability to finance the planned exploration and evaluation activity; and • assessing the adequacy of the disclosures made by the Group in the financial report.

Deferred Taxation <i>(refer note 4)</i> The Company relies on the use of an expert to prepare the taxation disclosures which are included in the financial statements	In accordance with Australian Auditing Standards, we relied on the work of management's expert with respect to the assumptions used in the calculation of deferred taxes. Our audit procedures included: • examining the qualifications, objectivity and experience of management's expert; • evaluating the assumptions, methodologies and conclusions used by the Group in preparing their estimate of deferred taxes; and • assessing the adequacy of the disclosures made by the Group in the financial report
Equity Structure and Share Options <i>(refer note 12 and 26)</i> During the year, the Group issued fully paid ordinary shares as well as share options.	Our audit procedures included an examination of each issue of fully paid ordinary shares during the year as disclosed in note 12. We reconciled the third-party share registry to information announced to the public. Our audit procedures also included an examination of share options issued during the year as disclosed in note 26. We assessed whether share-based payments should have been recognised and assessed the assumptions used in the calculation and disclosure of share-based payments.
Research and Development Tax Incentive <i>(refer notes 3 and 6)</i> Management utilise key assumptions, judgements and estimates in determining the R&D Tax Incentive disclosed in note 3 and 6 which is material to the financial statements. Management have utilised the services of a tax expert to prepare the calculation for the company's eligible R&D spend for inclusion in its submission to the ATO.	Our audit procedures included an evaluation of the assumptions, estimates and methodologies used and conclusions reached by management's expert in preparing the R&D Tax Incentive application. We also focused on the adequacy of financial report disclosures regarding these assumptions as disclosed at note 2.

Other information

The directors are responsible for the other information. The other information comprises the information in the Group's annual report for the year ended 30 June 2024 but does not include the financial report and the 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.

Directors' Responsibilities for the Financial Report

The directors of the Company are responsible for the preparation of:

- a) the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view in accordance with the Australian Accounting Standards and the Corporations Act 2001; and
- b) the consolidated entity disclosure statement that is true and correct in accordance with the Corporations Act 2001; and
- c) for such internal control as the directors determine is necessary to enable the preparation of:
 - i) the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and
 - ii) the consolidated entity disclosure statement that is true and correct and is free from misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Company's ability 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 Company 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 the 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 the financial report.

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

- Identify and assess 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.

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, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the directors, we determine those matters that were of most significant in the audit of the financial report of the current period and are therefore 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 public interest benefits of such communication.

Report on the Remuneration Report

Opinion

We have audited the Remuneration Report included on pages 23 to 27 of the directors' report for the year ended 30 June 2024.

In our opinion the Remuneration Report of Redstone Resources Limited for the year ended 30 June 2024 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.

DRY KIRKNESS (AUDIT) PTY LTD

A handwritten signature in black ink, appearing to read 'R. Hall', with a horizontal line extending from the end.

ROBERT HALL CA
Director

Perth

Date: 30 September 2024

REDSTONE RESOURCES LIMITED

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**SHAREHOLDER INFORMATION
AS OF 10 SEPTEMBER 2024****A. CORPORATE GOVERNANCE**

A statement disclosing the extent to which the Company has followed the best practice recommendations set by the ASX Corporate Governance Council during the reporting period can be found on the Company's website at www.redstone.com.au/corporate_governance.html.

B. SHAREHOLDING**1. Substantial Shareholders**

The names of the substantial shareholders listed on the company's register:

Shareholder	Number	%
<i>Mr Edward van Heemst</i>		
MR EDWARD VAN HEEMST & MRS MARILYN ELAINE VAN HEEMST <LYNWARD SUPER FUND A/C>	82,233,334	8.89%
TROYWARD PTY LTD	7,850,000	0.85%
Total	90,083,334	9.73%
<i>Mr Richard Homsany</i>		
CARDINALS CORPORATE PTY LTD <CARDINALS CORPORATE A/C>	68,901,635	7.45%
MR RICHARD HOMSANY & MRS ROSA DIANA MARISA HOMSANY <HOMSANY FAMILY A/C>	1,425,000	0.15%
RICHARD HOMSANY	200,000	0.02%
Total	70,526,635	7.62%
GALAN LITHIUM	50,000,000	5.40%

2. Number of holders in each class of equity securities and the voting rights attached

There are 1,803 holders of ordinary shares. Each shareholder is entitled to one vote per share held. On a show of hands every shareholder of ordinary shares present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote.

There are 46 holders of unlisted options.

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SHAREHOLDER INFORMATION

3. Distribution schedule of the number of holders in each class is.

	Holders of Ordinary Shares	Number of Ordinary Shares	%
1 - 1,000	116	48,467	0.01
1,001 - 5,000	269	814,659	0.09
5,001 - 10,000	215	1,771,564	0.19
10,001 - 100,000	654	28,067,471	3.03
100,001 and over	549	894,676,299	96.68
TOTALS	1,803	925,378,460	100.00

4. Marketable Parcel

There are 1,293 shareholders with less than a marketable parcel.

5. Twenty largest holders of each class of quoted equity security.

The names of the twenty largest holders of each class of quoted equity security, the number of equity security each holds and the percentage of capital each holds are as follows:

Fully Paid Ordinary Shares – ASX: RDS

Rank	Name	No. of Ordinary Shares	%
1	MR EDWARD VAN HEEMST & MRS MARILYN ELAINE VAN HEEMST <LYNWARD SUPER F	82,233,334	8.89
2	CARDINALS CORPORATE PTY LTD <CARDINALS CORPORATE A/C>	68,901,635	7.45
3	GALAN LITHIUM LTD	50,000,000	5.40
4	CARDINALS INVESTMENTS PTY LTD	43,100,000	4.66
5	GREYHOUND INVESTMENTS PTY LTD <GREYHOUND INVESTMENTS A/C>	32,650,136	3.53
6	CARDINALS INVESTMENTS PTY LTD	23,011,047	2.49
7	TORO ENERGY LTD	17,500,000	1.89
8	MR ILIAS LEE RISKAS <RISKAS FAMILY A/C>	17,000,000	1.84
8	VYSCARD PTY LTD <LE ROY SUPER FUND A/C>	17,000,000	1.84
9	CITICORP NOMINEES PTY LIMITED	15,804,181	1.71
10	THE DUTCHINA INVESTMENTS PTY LTD	11,000,000	1.19
11	MEMPHIS HOLDINGS PTY LTD <THE MEMPHIS HOLDINGS SF A/C>	10,000,000	1.08
11	FRY SUPER PTY LTD <INXS SUPER FUND A/C>	10,000,000	1.08
12	MR IVAN CRCIC & MRS VERICA CRCIC	9,320,000	1.01
13	MS CHUNYAN NIU	8,305,230	0.90
14	MRS MILLY ELKINGTON	8,294,836	0.90
15	DJ LUCHT PTY LTD <LUCHT SUPERFUND A/C>	7,924,998	0.86
16	TROYWARD PTY LTD	7,850,000	0.85
17	FALCONS SMSF PTY LTD <FALCONS S/F ACCOUNT>	7,500,000	0.81
18	MR PENG LIN	7,343,603	0.79
19	GRAHAM JOHN FISHER PTY LTD <GRAHAM JOHN FISHER S/F A/C>	7,000,000	0.76
20	MR ALBERT LANGEDER	6,550,423	0.71
		468,289,423	50.61

REDSTONE RESOURCES LIMITED

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SHAREHOLDER INFORMATION

6. Details of Restricted Securities

No securities are subject to escrow.

7. Details of Unlisted Options

% or No. holders	No. Options	Name / Class of Option
5	15,000,000	Options Exercise price \$0.0204 from 27 November 2020, expiring 20 November 2025
5	32,000,000	Options Exercise price \$0.0188 from 28 January 2022, expiring 23 January 2027
5	17,000,000	Options Exercise price \$0.0164 from 23 December 2022, expiring 23 November 2027
5	27,000,000	Options Exercise price \$0.0096 from 28 December 2023, expiring 23 November 2028
41	35,833,333	Placement Options Exercise price \$0.0250 from 1 December 2023, expiring 31 December 2025
126,833,333		Total Unlisted Options

Unquoted Securities > 20% Holders

Class - Unlisted Options: Exercise price \$0.0204 from 27 November 2020 and expiring 20 November 2025

Holder	No. Options
CARDINALS CORPORATE PTY LTD <CARDINALS CORPORATE A/C>	5,000,000

Class - Unlisted Options: Exercise price \$0.0188 from 28 January 2022 and expiring 23 January 2027

Holder	No. Options
CARDINALS CORPORATE PTY LTD <CARDINALS CORPORATE A/C>	10,000,000

Class - Unlisted Options: Exercise price \$0.0164 from 23 December 2022 and expiring 23 November 2027

Holder	No. Options
CARDINALS CORPORATE PTY LTD <CARDINALS CORPORATE A/C>	5,000,000

Class - Unlisted Options: Exercise price \$0.0096 from 28 December 2023 and expiring 23 November 2028

Holder	No. Options
CARDINALS CORPORATE PTY LTD <CARDINALS CORPORATE A/C>	10,000,000

REDSTONE RESOURCES LIMITED

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SHAREHOLDER INFORMATION

C. OTHER DETAILS

1. Company Secretary

The name of the company secretary is Miranda Conti.

2. Address and telephone details of the entity's registered and administrative office

Level 1, 50 Kings Park Road
West Perth WA 6005
Tel: + 61 8 9328 2552
email: contact@redstone.com.au

3. Address and telephone details of the office at which a register of securities is kept.

Automic Group
Website: www.automicgroup.com.au

Perth Office

Level 5, 191 St Georges Terrace
PERTH WA 6000

Sydney Office

Level 5, 126 Phillip Street
SYDNEY NSW 2000

Melbourne Office

Suite 5, Level 12
530 Collins Street
MELBOURNE VIC 3000

Investor Services: 1300 288 664
General Enquiries: +61 2 8072 1400

4. Stock exchange on which the Company's securities are quoted.

The Company's listed equity securities are quoted on the Australian Stock Exchange (ASX: RDS).

5. Review of Operations

A review of operations is contained in the Directors' Report.

D. TENEMENT SUMMARY

Following is a list of the Entity's tenements which are live or active as at the date of this report.

REDSTONE RESOURCES LIMITED

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SHAREHOLDER INFORMATION

West Musgrave, Australia

Project	Tenement	Registered Holder Applicant	Holder Interest	Consolidated Entity Interest	Grant Date/ (Application Date)	Expiry	Blocks	Area km2
Tollu	E 69/2450	Redstone Resources Limited	100%	100%	19/09/2008	18/09/2024*	41	126.4
Milyuga	E 69/3456	Redstone Resources Limited	100%	100%	14/08/2017	13/08/2027	19	58.6
Milyuga	E 69/3568	Redstone Resources Limited	0%	0%	(10/05/2018)	N/A	27	83.2
Milyuga	E 69/3750	Westmin Exploration Pty Ltd	0%	0%	(17/09/2019)	N/A	107	330.0
Milyuga	E 69/4121	Westmin Exploration Pty Ltd	0%	0%	(24/11/2022)	N/A	21	64.7
							215	662.9

*An extension of term application (EoT) for E69/2450 for a further two (2) year term to 18 September 2026 has been lodged with DEMIRS. The outcome of the EoT is still pending at the date of this report.

Kalgoorlie, Australia

Project	Tenement	Registered Holder Applicant	Holder Interest	Consolidated Entity Interest	Grant Date/ (Application Date)	Expiry	Blocks	Area km2
HanTails	P26/4308	Hannans Gold Pty Ltd	20%	80%	3/04/2019	2/04/2027	N/A	0.6
HanTails	P26/4465	Hannans Gold Pty Ltd	20%	80%	5/08/2019	4/08/2027*	N/A	1.7
							-	2.3

James Bay JV Projects – 50/50 RDS/GLN

Project	Tenement	Registered Holder Applicant**	Holder Interest	Consolidated Entity Interest	Grant Date/	Expiry	Area (Ha)
James Bay JV	2633225	GLN/RDS JV	100%	50%	17/01/2022	16/01/2025	51.28
James Bay JV	2633226	GLN/RDS JV	100%	50%	17/01/2022	16/01/2025	51.28
James Bay JV	2633227	GLN/RDS JV	100%	50%	17/01/2022	16/01/2025	51.28
James Bay JV	2633228	GLN/RDS JV	100%	50%	17/01/2022	16/01/2025	51.27
James Bay JV	2633229	GLN/RDS JV	100%	50%	17/01/2022	16/01/2025	51.27
James Bay JV	2633230	GLN/RDS JV	100%	50%	17/01/2022	16/01/2025	51.27
James Bay JV	2633231	GLN/RDS JV	100%	50%	17/01/2022	16/01/2025	51.27
James Bay JV	2633232	GLN/RDS JV	100%	50%	17/01/2022	16/01/2025	51.27
James Bay JV	2633233	GLN/RDS JV	100%	50%	17/01/2022	16/01/2025	51.27
James Bay JV	2633234	GLN/RDS JV	100%	50%	17/01/2022	16/01/2025	51.27
James Bay JV	2633235	GLN/RDS JV	100%	50%	17/01/2022	16/01/2025	51.27
James Bay JV	2633371	GLN/RDS JV	100%	50%	17/01/2022	16/01/2025	51.28
James Bay JV	2633372	GLN/RDS JV	100%	50%	17/01/2022	16/01/2025	51.28
James Bay JV	2633373	GLN/RDS JV	100%	50%	17/01/2022	16/01/2025	51.28
James Bay JV	2633374	GLN/RDS JV	100%	50%	17/01/2022	16/01/2025	51.28
James Bay JV	2633375	GLN/RDS JV	100%	50%	17/01/2022	16/01/2025	51.28
James Bay JV	2633376	GLN/RDS JV	100%	50%	17/01/2022	16/01/2025	51.28
James Bay JV	2633377	GLN/RDS JV	100%	50%	17/01/2022	16/01/2025	51.28
James Bay JV	2643135	GLN/RDS JV	100%	50%	24/03/2022	23/03/2025	51.28
James Bay JV	2650113	GLN/RDS JV	100%	50%	24/05/2022	23/05/2025	51.29
James Bay JV	2650114	GLN/RDS JV	100%	50%	24/05/2022	23/05/2025	51.29
James Bay JV	2650115	GLN/RDS JV	100%	50%	24/05/2022	23/05/2025	51.29
James Bay JV	2650116	GLN/RDS JV	100%	50%	24/05/2022	23/05/2025	51.28

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SHAREHOLDER INFORMATION

Project	Tenement	Registered Holder Applicant**	Holder Interest	Consolidated Entity Interest	Grant Date	Expiry	Area (Ha)
James Bay JV	2650117	GLN/RDS JV	100%	50%	24/05/2022	23/05/2025	51.28
James Bay JV	2650118	GLN/RDS JV	100%	50%	24/05/2022	23/05/2025	51.28
James Bay JV	2652549	GLN/RDS JV	100%	50%	7/06/2022	6/06/2025	51.37
James Bay JV	2652551	GLN/RDS JV	100%	50%	7/06/2022	6/06/2025	51.36
James Bay JV	2652552	GLN/RDS JV	100%	50%	7/06/2022	6/06/2025	51.36
James Bay JV	2652553	GLN/RDS JV	100%	50%	7/06/2022	6/06/2025	51.36
James Bay JV	2652554	GLN/RDS JV	100%	50%	7/06/2022	6/06/2025	51.35
James Bay JV	2652555	GLN/RDS JV	100%	50%	7/06/2022	6/06/2025	51.35
James Bay JV	2652556	GLN/RDS JV	100%	50%	7/06/2022	6/06/2025	51.35
James Bay JV	2652557	GLN/RDS JV	100%	50%	7/06/2022	6/06/2025	51.35
James Bay JV	2652558	GLN/RDS JV	100%	50%	7/06/2022	6/06/2025	51.35
James Bay JV	2652559	GLN/RDS JV	100%	50%	7/06/2022	6/06/2025	51.35
James Bay JV	2652560	GLN/RDS JV	100%	50%	7/06/2022	6/06/2025	51.35
James Bay JV	2652561	GLN/RDS JV	100%	50%	7/06/2022	6/06/2025	51.35
James Bay JV	2652562	GLN/RDS JV	100%	50%	7/06/2022	6/06/2025	51.34
James Bay JV	2652563	GLN/RDS JV	100%	50%	7/06/2022	6/06/2025	51.34
James Bay JV	2652564	GLN/RDS JV	100%	50%	7/06/2022	6/06/2025	51.34
James Bay JV	2652565	GLN/RDS JV	100%	50%	7/06/2022	6/06/2025	51.34
James Bay JV	2652566	GLN/RDS JV	100%	50%	7/06/2022	6/06/2025	51.34
James Bay JV	2652567	GLN/RDS JV	100%	50%	7/06/2022	6/06/2025	51.34
James Bay JV	2660890	GLN/RDS JV	100%	50%	25/08/2022	24/08/2025	51.37
James Bay JV	2660891	GLN/RDS JV	100%	50%	25/08/2022	24/08/2025	51.37
James Bay JV	2660892	GLN/RDS JV	100%	50%	25/08/2022	24/08/2025	51.36
James Bay JV	2660893	GLN/RDS JV	100%	50%	25/08/2022	24/08/2025	51.36
James Bay JV	2660894	GLN/RDS JV	100%	50%	25/08/2022	24/08/2025	51.35
James Bay JV	2660895	GLN/RDS JV	100%	50%	25/08/2022	24/08/2025	51.35
James Bay JV	2660896	GLN/RDS JV	100%	50%	25/08/2022	24/08/2025	51.35
James Bay JV	2660897	GLN/RDS JV	100%	50%	25/08/2022	24/08/2025	51.35
James Bay JV	2661464	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.33
James Bay JV	2661465	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.33
James Bay JV	2661466	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.32
James Bay JV	2661467	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.32
James Bay JV	2661468	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.32
James Bay JV	2661469	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.31
James Bay JV	2661470	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.31
James Bay JV	2661471	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.31
James Bay JV	2661472	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.31
James Bay JV	2661473	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.31
James Bay JV	2661474	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.30
James Bay JV	2661475	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.30
James Bay JV	2661476	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.30
James Bay JV	2661477	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.30
James Bay JV	2661478	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.30
James Bay JV	2661479	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.30
James Bay JV	2661480	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.30
James Bay JV	2661481	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.30
James Bay JV	2661482	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.30
James Bay JV	2661483	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.30
James Bay JV	2661484	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.30

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SHAREHOLDER INFORMATION

Project	Tenement	Registered Holder Applicant**	Holder Interest	Consolidated Entity Interest	Grant Date/	Expiry	Area (Ha)
James Bay JV	2661485	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.30
James Bay JV	2661486	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.29
James Bay JV	2661487	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.29
James Bay JV	2661488	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.29
James Bay JV	2661489	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.29
James Bay JV	2661490	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.29
James Bay JV	2661491	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.29
James Bay JV	2661492	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.29
James Bay JV	2661493	GLN/RDS JV	100%	50%	30/08/2022	29/08/2025	51.29
James Bay JV	2662038	GLN/RDS JV	100%	50%	2/09/2022	1/09/2025	51.39
James Bay JV	2662039	GLN/RDS JV	100%	50%	2/09/2022	1/09/2025	51.39
James Bay JV	2662040	GLN/RDS JV	100%	50%	2/09/2022	1/09/2025	51.39
James Bay JV	2662041	GLN/RDS JV	100%	50%	2/09/2022	1/09/2025	51.39
James Bay JV	2662042	GLN/RDS JV	100%	50%	2/09/2022	1/09/2025	51.39
James Bay JV	2662043	GLN/RDS JV	100%	50%	2/09/2022	1/09/2025	51.38
James Bay JV	2662044	GLN/RDS JV	100%	50%	2/09/2022	1/09/2025	51.38
James Bay JV	2662045	GLN/RDS JV	100%	50%	2/09/2022	1/09/2025	51.38
James Bay JV	2662046	GLN/RDS JV	100%	50%	2/09/2022	1/09/2025	51.38
James Bay JV	2662047	GLN/RDS JV	100%	50%	2/09/2022	1/09/2025	51.38
James Bay JV	2662048	GLN/RDS JV	100%	50%	2/09/2022	1/09/2025	51.37
James Bay JV	2662049	GLN/RDS JV	100%	50%	2/09/2022	1/09/2025	51.37
James Bay JV	2662050	GLN/RDS JV	100%	50%	2/09/2022	1/09/2025	51.37
James Bay JV	2662051	GLN/RDS JV	100%	50%	2/09/2022	1/09/2025	51.37
James Bay JV	2662052	GLN/RDS JV	100%	50%	2/09/2022	1/09/2025	51.37
James Bay JV	2662053	GLN/RDS JV	100%	50%	2/09/2022	1/09/2025	51.36
James Bay JV	2662054	GLN/RDS JV	100%	50%	2/09/2022	1/09/2025	51.36
James Bay JV	2662055	GLN/RDS JV	100%	50%	2/09/2022	1/09/2025	51.36
James Bay JV	2662056	GLN/RDS JV	100%	50%	2/09/2022	1/09/2025	51.36
James Bay JV	2662057	GLN/RDS JV	100%	50%	2/09/2022	1/09/2025	51.36
							5,183.69

**GLN/RDS JV registered holder applicants are Galan Québec Exploration inc. (105009) 50% and RDS Québec Exploration inc. (105011) 50%.

REDSTONE RESOURCES LIMITED

ACN 090 169 154

COMPETENT PERSONS STATEMENTS:

The information in this document that relates to drilling and exploration results for the West Musgrave Project from 2017 to date was authorised by Dr Greg Shirtliff, who is engaged as a Consultant to the Company through Zephyr Professional Pty Ltd. Dr Shirtliff is a Member of the Australian Institute of Mining and Metallurgy. Dr Shirtliff has sufficient experience which is relevant to the tasks for which he was engaged to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Dr Shirtliff consents to the inclusion in the report of matters based on information in the form and context in which it appears.

The information in this report that relates to Mineral Resource for the West Musgrave Project was authorised by Mr Darryl Mapleson, a Principal Geologist and full time employee of BM Geological Services, engaged as consultant geologists to Redstone Resources Limited. Mr Mapleson is a Fellow of the Australian Institute of Mining and Metallurgy. Mr Mapleson has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration to act as a competent person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Mapleson consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this document that relates to exploration results and multispectral analysis for the Attwood Lake Lithium Project and the Radisson East and Sakami Projects was authorised by Michael Dufresne, M.Sc., P.Geol, P.Geo., who is employed as a Consultant to the Company through APEX Geoscience. Mr. Dufresne is a Member of the Alberta, British Columbia, Northwest Territories – Nunavut and New Brunswick Engineering and Geoscientist Professional Associations and has sufficient experience of relevance to the style of mineralisation and type of deposit under consideration and to the tasks with which he was employed to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr. Dufresne consents to the inclusion in the report of matters based on information in the form and context in which it appears.

The information in this document that relates to Prospectivity Results for the Sakami and Radisson East Lithium Projects was compiled and authored by Mr. Ryan Kressall M.Sc., P.Geo., who is employed as a Consultant to the Company through Mercator Geological Services Limited. Mr. Kressall P.Geo. is a Member of the Professional Geoscientist of Nova Scotia and Professional Engineers and Geoscientists of Newfoundland and Labrador, and has sufficient experience which is relevance to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr. Kressall P.Geo. consents to the inclusion in the report of matters based on information in the form and context in which it appears.

The information contained herein that relates to exploration results and geology for the James Bay and Ontario Joint Venture Projects between Redstone and Galan Lithium Ltd (ASX: GLN) is based on information compiled or reviewed by Dr Luke Milan, who has consulted to the Company. Dr Milan is a Member of the Australasian Institute of Mining and Metallurgy and has sufficient experience which is relevant to the style of mineralisation and types of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Persons as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Dr Milan consents to the inclusion of his name in the matters based on the information in the form and context in which it appears.

ASX LISTING RULE INFORMATION

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 in the case of estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the original market announcements continue to apply and have not materially changed. The Company confirms that the form and context in which the competent persons findings have not been materially modified from the original announcement referred to in the release.

FORWARD LOOKING STATEMENTS:

This report contains certain forward-looking statements. Forward-looking statements are subject to a variety of risks and uncertainties beyond the Company's ability to control or predict which could cause actual events or results to differ materially from those anticipated in such forward-looking statements.

CAUTIONARY NOTE

With regard to information contained in this report on the Attwood Lake, Radisson East and Sakami Projects in Canada, the Company cautions that as per ASX Listing Rule 3.1 and the Compliance Update 04/23, the presence of pegmatite rock does not necessarily indicate the presence of lithium mineralisation. Laboratory chemical assays are required to determine the presence and grade of mineralisation.

ADDITIONAL INFORMATION:

This report does not include reference to all available information on the Company or its Projects and should not be used in isolation as a basis to invest in Redstone Resources Limited. Any potential investors should refer to Redstone Resource Limited's other public releases and statutory reports and consult their professional advisers before considering investing in the Company.