



DISCOVERY
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Discovery Alaska Limited

ACN 147 324 847

Half-year Financial Report - 31 December 2024

Discovery Alaska Limited
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31 December 2024

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Directors	Peter Lloyd (Non-Executive Director) Jerko Zuvela (Non-Executive Director) Alan Thomas (Non-Executive Director)
Company Secretary	Alan Thomas
Registered Office	18 Sangiorgio Court Osborne Park WA 6017
Principal place of business	18 Sangiorgio Court Osborne Park WA 6017
Share Register	Automic Registry Services Level 5 191 St Georges Terrace Perth WA 6000
Auditor	Criterion Audit Pty Ltd Suite 2 642 Newcastle Street Leederville WA 6007
Bankers	National Australia Bank Level 1 1238 Hay Street West Perth WA 6005
Securities Exchange Listing	Discovery Alaska Limited shares are listed on the Australian Securities Exchange (ASX code: DAF)
Website	www.discoveryalaska.com.au

Discovery Alaska Limited
Directors' Report
31 December 2024

The directors present their report, together with the financial statements of the consolidated entity consisting of Discovery Alaska Limited ("DAF" or "the Company"), and the entities it controls (collectively referred to as "the consolidated entity" or "the Group") for the half year ended 31 December 2024.

Directors

The names of the directors in office at any time during the whole of the half year and up to the date of this report are:

Mr Peter Lloyd (Non-Executive Director)
Mr Jerko Zuvela (Non-Executive Director)
Mr Alan Thomas (Non-Executive Director)

Principal Activities

The principal activity of the Group for the financial period was mineral exploration with a focus on exploration in Alaska.

There were no significant changes in the nature of the Group's principal activities during the half year.

Review of Operations

The net loss of the Group after income tax for the half-year ended 31 December 2024 amounted to \$138,880 (31 December 2023: net loss of \$1,459,941).

Exploration

The following is a review of the operations of the Group during the financial year to the date of this report.

New Project Opportunities

The focus of the Company for the half-year was working to identify and review new projects or asset acquisition opportunities, to enhance its project portfolio with an aim to increase the overall value proposition of the Company and ensure it is best placed to deliver value and upside potential for all its shareholders.

During the quarter, the Company reviewed numerous mineral project opportunities and conducted due diligence over several projects that may complement the Company's current activities. Following completion of any successful project due diligence exercise and pending strategy to progress, the Company will consider any such opportunities and advance as and where required to progress with such project or projects.

Vinasale Gold Project (Alaska, USA)

The Project comprises approximately 6,500 hectares and is located approximately 310 km northwest of Anchorage and 26 km south of McGrath, on lands owned by Doyon, Limited – an Alaska Native Regional Corporation.

The Project hosts a reported historic NI 43-101 inferred resource of 22Mt @ 1.53g/t for 1.08Moz gold and indicated resource of 2.29Mt @ 1.84g/t for 135koz gold (using a 1 g/t cut-off grade for both resource categories)¹ at the Central Zone prospect.

¹ Refer to DAF ASX announcement on 5 January 2024 – Transformational Vinasale Gold Project Mining Lease Agreement Executed for Cautionary Statements and Foreign Estimate Information.

The Company is conducting a review to determine its strategy for the Project.

The Company and Doyon, Ltd are currently negotiating to defer its expenditure commitments on the Project by 12 months as detailed in Note 12(b) to the financial report.

Chulitna Project (Alaska, USA) (100% interest)

The Chulitna Project is located on State of Alaska public lands, and is not subject to any Native Title claims, native lands, or native claimant groups. The project lies approximately 250km north of Anchorage and close to the major Parks Highway, which runs mostly parallel to the State owned Alaska railroad.

The project hosts numerous prospect areas identified from historical works, which are prospective for lithium, gold, silver, copper, tin and base metals. The two main prospect areas currently identified within the project area Coal Creek (lithium, tin, silver) and Partin Creek (gold, silver, and copper).

There were no exploration activities undertaken on Chulitna Project during the half-year.

Review of Operations (continued)

Appendix A: Discovery Alaska Limited - Interest in Mining Tenements

Below is a listing of tenements held by the Company as at 30 January 2025:

Mining Tenement	Location	Beneficial Percentage held
Vinasale Project ¹ : Mining Lease Agreement executed with Doyon, Limited	Alaska, USA	100%
Chulitna Project ¹ : ADL734701 (Chulitna 136) - ADL734704 (Chulitna 139), ADL7374733 (Chulitna 168) - ADL734740 (Chulitna 175), ADL734769 (Chulitna 204) - ADL734776 (Chulitna 211), ADL734809 (Chulitna 244) - ADL734812 (Chulitna 247)	Alaska, USA	100%

¹ The Chulitna and Vinasale Projects are beneficially owned by Discovery Alaska LLC which is a wholly owned subsidiary of Discovery Denali Pty Ltd and ultimately wholly owned by Discovery Alaska Limited.

Dividends Paid or Recommended

The directors do not recommend the payment of a dividend and no amount has been paid or declared by way of a dividend to the date of this report.

Events after the Balance Sheet Date

No matters or circumstances have arisen since the end of the half-year which significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in subsequent financial years.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 7.

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

On behalf of the directors



Peter Lloyd
 Non-Executive Director
 12 March 2025
 Perth

Reference to Previous ASX Releases:

5 January 2024 - Transformational Vinasale Gold Project Mining Lease Agreement Executed

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of Mineral Resources or Ore Reserves, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. Discovery Alaska confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Competent Person's Statement

The information contained in this ASX release relating to Exploration Results has been prepared by Mr Jerko Zuvela. Mr Zuvela is a Member of the Australasian Institute of Mining and Metallurgy, and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify 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 Zuvela is a Director of Discovery Alaska Ltd and consents to the inclusion in this announcement of this information in the form and context in which it appears. The information in this announcement is an accurate representation of the available data from the projects.

Forward Looking Statements: Statements regarding plans with respect to the Company's mineral properties are forward looking statements. There can be no assurance that the Company's plans for development of its mineral properties will proceed as expected. There can be no assurance that the Company will be able to confirm the presence of mineral deposits, that any mineralisation will prove to be economic or that a mine will successfully be developed on any of the Company's mineral properties.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original or relevant market announcement. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Except where explicitly stated, this announcement contains references to prior exploration results, all of which have been cross-referenced to previous market announcements.

Criterion Audit Pty Ltd

ABN 85 165 181 822

PO Box 233 LEEDERVILLE WA 6902

Suite 2, 642 Newcastle Street
LEEDERVILLE WA 6007

Phone: 9466 9009

To The Board of Directors

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

As lead audit director for the review of the financial statements of Discovery Alaska Limited and its Controlled Entities for the half year ended 31 December 2024, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Yours faithfully



CHRIS WATTS CA
Director

CRITERION AUDIT PTY LTD

DATED at PERTH this 12th day of March 2025

Discovery Alaska Limited
Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the half-year ended 31 December 2024

	Consolidated	
	31 December	31 December
	2024	2023
	\$	\$
Revenue		
Interest income	2,439	4,881
Foreign currency gain	613	(254)
Expenses		
Administration expenses	(10,335)	(1,912)
Director fees	(51,000)	(51,000)
Corporate expenses and professional fees	(70,934)	(74,658)
Share based payments	(9,663)	-
Exploration expenditure written off	-	(1,336,999)
Loss before income tax expense	(138,880)	(1,459,941)
Income tax expense	-	-
Loss after income tax expense for the half-year	(138,880)	(1,459,941)
Other Comprehensive Income		
<i>Items that may be reclassified subsequently to profit or loss</i>		
Loss on the revaluation of financial assets, net of tax	(15,136)	(62,500)
Other comprehensive income for the half-year, net of tax	(15,136)	(62,500)
Total comprehensive loss for the half-year	(154,016)	(1,522,441)
Earnings per Share	Cents	Cents
Basic loss per share	(0.06)	(0.62)
Diluted loss per share	(0.06)	(0.62)

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

Discovery Alaska Limited
Consolidated Statement of Financial Position
As at 31 December 2024

		Consolidated	
	Note	31 December 2024 \$	30 June 2024 \$
Assets			
Current Assets			
Cash and cash equivalents	4	346,085	490,129
Trade and other receivables	5	6,577	5,363
Prepaid assets	6	23,198	26,317
Other financial assets	7	8,357	23,493
Total Current Assets		<u>384,217</u>	<u>545,302</u>
Non-Current Assets			
Capitalised exploration and evaluation expenditure	8	<u>152,122</u>	<u>145,920</u>
Total Non-Current Assets		<u>152,122</u>	<u>145,920</u>
Total Assets		<u>536,339</u>	<u>691,222</u>
Liabilities			
Current Liabilities			
Trade and other payables		<u>44,290</u>	<u>54,820</u>
Total Current Liabilities		<u>44,290</u>	<u>54,820</u>
Total Liabilities		<u>44,290</u>	<u>54,820</u>
Net Assets		<u>492,049</u>	<u>636,402</u>
Equity			
Issued capital	9	13,659,473	13,659,473
Reserves	10	105,489	110,962
Accumulated losses		<u>(13,272,913)</u>	<u>(13,134,033)</u>
Total Equity		<u>492,049</u>	<u>636,402</u>

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

Discovery Alaska Limited
Consolidated Statement of Changes in Equity
For the half year ended 31 December 2024

	Contributed equity \$	Reserves \$	Accumulated Losses \$	Total Equity \$
Balance as at 1 July 2023	13,659,473	737,509	(12,103,188)	2,293,794
Other Comprehensive Income				
Loss after income tax expense for the half-year	-	-	(1,459,941)	(1,459,941)
Other comprehensive income for the half-year, net of tax	-	(62,500)	-	(62,500)
Total comprehensive loss for the half-year	-	(62,500)	(1,459,941)	(1,522,441)
Transactions with owners in their capacity as owners				
Transfer to/(from) reserves	-	(551,273)	551,273	-
Total contributions by owners	-	(551,273)	551,273	-
Balance as at 31 December 2023	<u>13,659,473</u>	<u>123,736</u>	<u>(13,011,856)</u>	<u>771,353</u>
 Balance as at 1 July 2024	 13,659,473	 110,962	 (13,134,033)	 636,402
Other Comprehensive Income				
Loss after income tax expense for the half-year	-	-	(138,880)	(138,880)
Issue of unlisted options	-	9,663	-	9,663
Other comprehensive income for the half-year, net of tax	-	(15,136)	-	(15,136)
Total comprehensive loss for the half-year	-	(5,473)	(138,880)	(144,353)
Transactions with owners in their capacity as owners				
Transfer to/(from) reserves	-	-	-	-
Total contributions by owners	-	-	-	-
Balance as at 31 December 2024	<u>13,659,473</u>	<u>105,489</u>	<u>(13,272,913)</u>	<u>492,049</u>

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

Discovery Alaska Limited
Consolidated Statement of Cash Flows
For the half year ended 31 December 2024

		Consolidated	
	Note	31 December 2024 \$	31 December 2023 \$
Cash flows from operating activities			
Payments to suppliers (inclusive of GST)		(140,281)	(177,895)
Payments for exploration and evaluation		(6,202)	(132,283)
Interest received		2,439	4,881
		<hr/>	<hr/>
Net cash used in operating activities		(144,044)	(305,297)
		<hr/>	<hr/>
Cash flows from investing activities			
Net cash from investing activities		-	-
		<hr/>	<hr/>
Cash flows from financing activities			
Net cash provided by financing activities		-	-
		<hr/>	<hr/>
Net decrease in cash and cash equivalents		(144,044)	(305,297)
Cash and cash equivalents at the beginning of the financial half-year		490,129	933,953
		<hr/>	<hr/>
Cash and cash equivalents at the end of the financial half-year	4	346,085	628,656
		<hr/>	<hr/>

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

Discovery Alaska Limited
Notes to the Financial Statements
31 December 2024

Note 1. General information

The financial report covers Discovery Alaska Limited as a consolidated entity consisting of Discovery Alaska Limited and the entities it controlled. The financial report is presented in Australian dollars, which is the Company's functional and presentation currency.

The financial report consists of the financial statements, notes to the financial statements and the directors' declaration. Discovery Alaska Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

18 Sangiorgio Court
Osborne Park WA 6017
Ph: (08) 6165 4000

A description of the nature of the consolidated entity's operations and its principal activities are included in the directors' report, which is not part of the financial report.

The financial report was authorised for issue, in accordance with a resolution of directors, on 12 March 2025. The directors have the power to amend and reissue the financial report.

Note 2. Significant accounting policies

These general purpose financial statements for the interim half-year reporting period ended 31 December 2024 have been prepared in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* (AASB 134) and the *Corporations Act 2001*, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2023 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, except for the policies stated below.

New accounting standards and interpretations

Standards and Interpretations applicable to 31 December 2024

For the period ended 31 December 2024, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the consolidated entity and effective for the current reporting periods beginning on or after 1 July 2024.

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

Standards and Interpretations in issue not yet adopted

The Directors have also reviewed all of the new and revised Standards and Interpretations in issue not yet adopted for the half-year ended 31 December 2024.

As a result of this review the Directors have determined that there are no new and revised Standards and Interpretations that may have a material effect on the application in future periods and therefore, no material change is necessary to the consolidated entity's accounting policies.

Reporting Basis and Conventions

The half year financial report has been prepared on an accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Going Concern

The financial report has been prepared on a going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the ordinary course of business.

For the half year ended 31 December 2024, the Group recorded a loss of \$138,880 and had net cash outflows from operating and investing activities of \$144,044. At 31 December 2024, the Group had a working capital surplus of \$339,927 (30 June 2024: \$490,482).

In context of this operating environment, the ability of the Group to continue as a going concern is dependent on securing additional funding through debt or equity to continue to fund its operational and exploration activities.

These conditions indicate a material uncertainty that may cast a significant doubt about the Group's ability to continue as a going concern and, therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business.

The financial statements have been prepared on the basis that the Group is a going concern, which contemplates the continuity of normal business activity, realisation of assets and settlement of liabilities in the normal course of business for the following reasons:

- The Company believe they can raise additional funding through debt or equity; and
- Cash spending can be reduced or slowed below its current rate if required.
- The Group is confident of negotiating the deferment of its minimum expenditure obligations on the Vinasale Project as detailed in Note 12(b). If this does not eventuate, further capital will need to be raised through debt or equity.

Should the Group not be able to continue as a going concern, it may be required to realise its assets and discharge its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements. The financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or liabilities that might be necessary should the Group not continue as a going concern.

Discovery Alaska Limited
Notes to the Financial Statements
31 December 2024

Note 3. Operating segments

Identification of reportable operating segments

The consolidated entity has identified two reporting segments, being the exploration for mineral commodities in Alaska and lithium prospects in Quebec, Canada. The operating segments are based on the internal reports that are reviewed and used by the Board of Directors in assessing performance and in determining the allocation of resources.

	Mineral Commodities¹	Lithium²	Gold	Unallocated	Total
	\$	\$	\$	\$	\$
31 December 2024					
Revenue	-	-	-	3,052	3,052
Loss before income tax	-	-	-	(138,880)	(138,880)
31 December 2023					
Revenue	-	-	-	4,881	4,881
Loss before income tax	(1,031,604)	(306,167)	-	(122,170)	(1,459,941)
31 December 2024					
Total segment assets	93,202	-	58,920	384,217	536,339
Total segment liabilities	-	-	-	44,290	44,290
30 June 2024					
Total segment assets	87,000	-	58,920	545,302	691,222
Total segment liabilities	-	-	-	54,820	54,820

¹ Mineral commodity assets relate to the Group's interest in the Chulitna Project, which has multiple prospect targets for varying commodities, including gold, silver, tin, copper and base metals.

² Lithium assets relate to the Group's interest in the Mia Adjacent Lithium Project of which the Company elected to withdraw from during the period.

Note 4. Current Assets – Cash and Cash Equivalents

	Consolidated	
	31 December 2024	30 June 2024
	\$	\$
Cash at bank	346,085	490,129
	<u>346,085</u>	<u>490,129</u>

Discovery Alaska Limited
Notes to the Financial Statements
31 December 2024

Note 5. Current Assets – Trade and Other Receivables

	Consolidated	
	31 December 2024	30 June 2024
	\$	\$
GST receivable	6,577	5,363
	<u>6,577</u>	<u>5,363</u>

Note 6. Current Assets – Prepaid Assets

	Consolidated	
	31 December 2024	30 June 2024
	\$	\$
Prepaid Insurance	23,198	26,317
	<u>23,198</u>	<u>26,317</u>

Note 7. Current Assets – Other Financial Assets

	Consolidated	
	31 December 2024	30 June 2024
	\$	\$
Shares in Listed Companies		
Opening Fair Value	23,493	98,767
Revaluation increments/(decrements)	(15,136)	(75,274)
Closing Fair Value	<u>8,357</u>	<u>23,493</u>

Note 8. Non-current Assets – Capitalised Exploration and Evaluation Expenditure

	Consolidated	
	31 December 2024	30 June 2024
	\$	\$
Opening Balance	145,920	1,291,716
Expenditure during the period	6,202	191,203
Write-off of exploration expenditure	-	(1,336,999)
Closing Balance	<u>152,122</u>	<u>145,920</u>

Note 9. Equity – Issued Capital

(a) Shares

	Consolidated		Consolidated	
	31 December 2024	30 June 2024	31 December 2024	30 June 2024
	Shares	Shares	\$	\$
Fully paid ordinary shares	234,234,698	234,234,698	13,659,473	13,659,473
	<u>234,234,698</u>	<u>234,234,698</u>	<u>13,659,473</u>	<u>13,659,473</u>

		Fully Paid Ordinary Shares	\$
Period ended 31 December 2024	Issue Price		
Balance as at 1 July 2024		234,234,698	13,659,473
No movement during the period	-	-	-
Balance as at 31 December 2024		<u>234,234,698</u>	<u>13,659,473</u>
Year ended 30 June 2024	Issue Price		
Balance as at 1 July 2023		224,234,698	13,339,473
Issue of shares upon exercise of options	\$0.032	<u>10,000,000</u>	<u>320,000</u>
Balance as at 30 June 2024		<u>234,234,698</u>	<u>13,659,473</u>

Discovery Alaska Limited
Notes to the Financial Statements
31 December 2024

Note 9. Equity – Issued Capital (continued)

(b) Options

Period ended 31 December 2024

In October 2024, 2,000,000 unlisted options were issued to consultants. These options have an exercise price of \$0.032 and are due to expire in January 2027. The value of these options has been calculated using a Black-Scholes methodology and recognised in the share based payments reserve.

Note 10. Equity – Reserves

	Consolidated	
	31 December 2024	30 June 2024
	\$	\$
Financial assets reserve	95,826	110,962
Share based payments reserve	9,663	-
	<u>105,489</u>	<u>110,962</u>

Financial assets reserve

The reserve was used to recognise increments and decrements in the fair value of financial assets.

Option reserve

The reserve is used to recognise the value of option equity benefits provided to employees and directors as part of their remuneration, and other parties as part of their compensation for services.

Movements in reserves

Movements in each class of reserve during the current financial half-year are set out below:

	Financial Assets	Share based payments	Total
	\$	\$	\$
Balance as at 1 July 2024	110,962	-	110,962
Revaluation of financial assets	(15,136)	-	(15,136)
Issue of unlisted options	-	9,663	9,663
Transfer to accumulated losses	-	-	-
Balance as at 31 December 2024	<u>95,826</u>	<u>9,663</u>	<u>105,489</u>

Note 11. Investment in Controlled Entities

For the period ended 31 December 2024, the consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries:

Name of entity	Country of Incorporation	Equity holding	
		2024	2023
		%	%
Discovery Denali Pty Ltd ¹	Australia	100	100
Discovery Alaska LLC ²	United States	100	100

¹ The entity was incorporated on 5 November 2020.

² The entity was incorporated on 9 November 2020, and is a wholly owned subsidiary of Discovery Denali Pty Ltd.

Note 12. Commitments

- (a) In order to maintain current rights of tenure to exploration tenements, the Company and economic entity is required to outlay rentals and to meet the minimum expenditure requirements.

	Dec 2024	June 2024
	\$	\$
Committed at the reporting date but not recognised as liabilities, payable:		
Within one year	720,000	400,000
One to two years	885,000	742,000
Two to five years	3,985,000	3,500,000
	<u>5,590,000</u>	<u>4,642,000</u>

Expenditure commitments shown include minimum commitments payable on the Vinasale Gold Project (refer to Note 12(b)). As detailed below, the Company is currently negotiating the deferment of its minimum commitments.

(b) Vinasale Gold Project

Pursuant to the Mining Lease Agreement signed in January 2024 with Doyon Ltd (Doyon), Doyon has agreed to lease to the Company the Vinasale Project to conduct mineral exploration, mineral development and production activities at the project over a primary term of 15 years with the possibility of extending the term for a further 5 Lease Years subject to the Company satisfying certain terms and conditions contained in the MLA.

As contained in the MLA, the Company will be required to make the following lease payments:

- US\$15,000 upon the execution of the Mining Lease Agreement;
- US\$40,000 annually, commencing with the 2025 Lease Year through the 2027 Lease Year;
- US\$70,000 annually, commencing with the 2028 Lease Year through the 2033 Lease Year; and
- US\$225,000 annually, commencing with the 2034 Lease Year until the Lease is terminated; provided that if Lessee exercises its option to extend the Initial Term, such annual payment shall be increased to US\$300,000 for each Lease Year after exercise of such option.

In addition to these lease payments, the lease provided that the Company must also meet the following minimum mandatory expenditures:

- US\$40,000 in 2024;
- US\$400,000 in 2025;
- US\$500,000 in 2026;
- US\$750,000 per Lease Year in 2027 – 2030;
- US\$1,000,000 per Lease Year in 2031 – 2034; and
- US\$1,500,000 per Lease Year from 2035 and each Lease Year thereafter.

Furthermore, as part of the consideration payable to Doyon, the Company will also be required to make the following payments upon satisfaction of the below requirements:

- US\$200,000 upon completion of a Feasibility Study by the Company on any portion of the Project
- US\$600,000 upon the Company approving a decision to mine

Note 13. Contingencies

Pursuant to the Mining Lease Agreement signed in January 2024 with Doyon Ltd (Doyon), the Company will be required to pay a Production Royalty on all Mineral Products mined, produced and sold from the Vinasale Project. Details are set out in Note 20 to the 2024 Annual Report.

The Company had no other contingent assets or liabilities as at 31 December 2024.

Note 14. Events after reporting period

No matters or circumstances have arisen since the end of the half-year which significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in subsequent financial years.

Discovery Alaska Limited
Notes to the Financial Statements
31 December 2024

In the directors' opinion:

- the attached financial statements and notes thereto comply with the *Corporations Act 2001*, Australian Accounting Standard AASB 134 *Interim Financial Reporting*, the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes thereto give a true and correct view of the Group's financial position as at 31 December 2024 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

On behalf of the directors



Peter Lloyd
Non-Executive Director
12 March 2025
Perth

Criterion Audit Pty Ltd

ABN 85 165 181 822

PO Box 233 LEEDERVILLE WA 6902

Suite 2, 642 Newcastle Street
LEEDERVILLE WA 6007

Phone: 9466 9009

Independent Auditor's Review Report

To the Members of Discovery Alaska Limited

Conclusion

We have reviewed the half-year financial report of Discovery Alaska Limited ("the Company") and Controlled Entities ("the Group"), which comprises the consolidated statement of financial position as at 31 December 2024, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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

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

Basis for Conclusion

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

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

Material Uncertainty Regarding Continuation as a Going Concern

Without modifying our conclusion above, we draw attention to Note 2 Going Concern to the annual report, which indicates that the Group produced a net loss for the year of \$138,880 with net cash outflows from operating activities and investing activities of \$144,044. The net working asset position of the Group at 31 December 2024 was \$339,927.

These conditions, along with other matters as set forth in Note 2 Going Concern, indicate the existence of a material uncertainty that may cast significant doubt about the ability of the Group to continue as a going concern and whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report.

Responsibility of the Directors for the Half-Year Financial Report

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

Auditor's Responsibility for the Review of the Half-Year Financial Report

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

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

Criterion Audit

CRITERION AUDIT PTY LTD

Watts

CHRIS WATTS CA
Director

DATED at PERTH this 12th day of March 2025