



URU METALS LIMITED:
INTERIM RESULTS FOR
PERIOD ENDED 30
SEPTEMBER 2023

URU Metals Limited
Chairman's Statement
For the Period Ended 30 September 2023

I am pleased to present to our shareholders and stakeholders the consolidated financial statements of the Group for the period ended 30 September 2023.

URU's focus remains firmly on the Zeb Nickel Sulphide Project. This remains a key venture for URU Metals, given our 73.67% interest in Zeb Nickel Corp. The demand for nickel, essential in lithium-ion batteries and the burgeoning electric vehicle market, continues to grow, highlighting the importance of our project.

The global market primarily offers Class 2 nickel, but our Zeb Project, with its Class 1 nickel sulphide deposits, stands out for its quality and scarcity. Our recent exploration work this year has further confirmed the project's status as a premier undeveloped nickel resource and the focus will be on identifying a higher-grade nickel sulphide resource.

The nickel market in 2023 is experiencing a surplus mainly due to the increased production of Class 2 nickel, particularly from Indonesia. However, demand from the EV sector and for high-quality nickel sulphide is growing, which should lead to a tighter market in the coming years. This increasing demand, coupled with limited high-grade nickel sulphide supplies, points towards a future where the demand for nickel should outpace supply, leading to potential market deficits by the mid-2020s

Our ongoing commitment at URU is to develop metals critical for rechargeable batteries, such as nickel, graphite, and lithium. The Zeb Nickel Project in Limpopo remains at the forefront of our efforts, with the potential to hold a key position in the global nickel market.

We thank our shareholders for their continued support and look forward to another year of progress and development at Zeb Nickel Corp.

Kyle Appleby

Non-executive Chairman
27 December 2023

URU METALS LIMITED
CONDENSED CONSOLIDATED INTERIM FINANCIAL
STATEMENTS

PERIOD ENDED 30 SEPTEMBER 2023

(UNAUDITED)

Notice To Reader

The accompanying unaudited condensed consolidated interim financial statements of URU Metals Limited (the "Company") have been prepared by and are the responsibility of management. The unaudited condensed consolidated interim financial statements have not been reviewed by the Company's auditors.

URU Metals Limited
Condensed Consolidated Interim Statements of Comprehensive Loss
For the Period Ended 30 September 2023
(Expressed in USD)
(Unaudited)

	Six months ended 30 September 2023 \$'000	Six months ended 30 September 2022 \$'000
Administrative expenses	(396)	(436)
Other income	22	-
Net loss for the period	(374)	(436)
Other comprehensive income (loss)		
Items that will be reclassified subsequently to income		
Effect of translation of foreign operations	(20)	(323)
Other comprehensive loss for the period	(20)	(323)
Total comprehensive loss for the period	(394)	(759)
Net loss attributable to:		
Shareholders of the Company	(299)	(372)
Non-controlling interest	(75)	(64)
Total net loss	(374)	(436)
Comprehensive loss attributable to:		
Shareholders of the Company	(319)	(693)
Non-controlling interest	(75)	(66)
Total comprehensive loss	(394)	(759)
Basic and diluted net loss per share (USD dollars)	(0.23)	(0.26)
Weighted average number of common shares outstanding	1,646,691	1,646,691

The accompanying notes to the unaudited condensed consolidated interim financial statements are an integral part of these statements.

URU Metals Limited
Condensed Consolidated Interim Statements of Financial Position
As at 30 September 2023
(Expressed in USD)
(Unaudited)

	As at 30 September 2023 \$'000	As at 31 March 2023 \$'000
ASSETS		
Non-current assets		
Intangible assets (note 7)	5,017	4,763
Total non-current assets	5,017	4,763
Current asset		
Trade and other receivables	160	157
Cash and cash equivalents	383	506
Total current assets	543	663
Total assets	5,560	5,426
EQUITY AND LIABILITIES		
Equity		
Share capital (note 12)	7,815	7,815
Share premium (note 13)	48,070	48,070
Non-controlling interest (note 10)	2,782	2,783
Equity portion of convertible debentures (note 9)	62	62
Other reserves (note 13)	1,317	1,330
Accumulated deficit	(57,795)	(57,496)
Total equity	2,251	2,564
Current liabilities		
Trade and other payables	1,906	1,670
Due to related party (note 14)	703	702
Loan payable (note 11)	214	-
Convertible loan note (note 9)	486	490
Total liabilities	3,309	2862
Total equity and liabilities	5,560	5,426

The accompanying notes to the unaudited condensed consolidated interim financial statements are an integral part of these statements.

Approved on behalf of the Board on 27 December 2023:

Kyle Appleby Non-Executive Chairman



Avi Robinson Non-Executive Director



URU Metals Limited
Condensed Consolidated Interim Statements of Cash flow
For the period Ended 30 September 2023
(Express in USD)
(Unaudited)

	Six months ended 30 September 2023 \$'000	Six months ended 30 September 2022 \$'000
Cash flows from operating activities		
Net loss for the period	(374)	(436)
Adjustments for:		
Foreign exchange gain	(1)	(67)
Stock-based compensation	74	113
Accretion expense	(5)	-
Changes in non-cash working capital items:		
Increase in receivables	(3)	17
Increase in trade and other payables	237	(11)
Net cash used in operating activities	(72)	(384)
Investing activities		
Purchase of intangible assets	(251)	(282)
Net cash used in investing activities	(251)	(282)
Financing activities		
Proceeds from due to related party	223	-
Net cash generated by financing activities	223	-
Loss on exchange rate changes on cash and cash equivalents	(23)	108
Net decrease in cash and cash equivalent	(123)	(558)
Cash and cash equivalents, beginning of period	506	1,618
Cash and cash equivalents, end of period	383	1,060

The accompanying notes to the unaudited condensed consolidated interim financial statements are an integral part of these statements.

URU Metals Limited
Condensed Consolidated Interim Statement of Changes in Equity
For the Period Ended 30 September 2023
(Expressed in USD)
(Unaudited)

	Share Capital \$'000	Share Premium \$'000	Share Options and Warrants Reserves \$'000	Foreign Currency Translation Reserve \$'000	Equity portion of convertible debenture \$'000	Non- controlling Interest \$'000	Accumulated deficit \$'000	Total \$'000
At 31 March 2022	7,815	48,070	2,495	(900)	62	2,651	(56,487)	3,706
Increase of non-controlling interest through stock-based compensation in Zeb Nickel	-	-	-	-	-	112	-	112
Stock-based compensation	-	-	1	-	-	-	-	1
Net loss and comprehensive loss for the period	-	-	-	(321)	-	(66)	(372)	(759)
At 30 September 2022	7,815	48,070	2,496	(1,221)	62	2,697	(56,859)	3,060

	Share Capital \$'000	Share Premium \$'000	Share Options and Warrants Reserves \$'000	Foreign Currency Translation Reserve \$'000	Equity portion of convertible debenture \$'000	Non- controlling Interest \$'000	Accumulated deficit \$'000	Total \$'000
At 31 March 2023	7,815	48,070	2,496	(1,166)	62	2,783	(57,496)	2,564
Increase of non-controlling interest through stock-based compensation in Zeb Nickel	-	-	-	-	-	74	-	74
Stock-based compensation	-	-	-	-	-	-	-	-
Net loss and comprehensive loss for the period	-	-	-	(13)	-	(75)	(299)	(387)
At 30 September 2023	7,815	48,070	2,496	(1,179)	62	2,782	(57,795)	2,251

The accompanying notes to the unaudited condensed consolidated interim financial statements are an integral part of these statements.

URU Metals Limited
Notes to Condensed Consolidated Interim Financial Statements
For the Period Ended 30 September 2023
(Express in USD)
(Unaudited)

1. General information

URU Metals Limited (the “Company”), formerly known as Niger Uranium Limited, and before that, as UraMin Niger Limited, was incorporated in the British Virgin Islands (“BVI”) on 21 May 2007. The Company’s shares were admitted to trading on AIM, a market operated by the London Stock Exchange on 12 September 2007. The address of the Company’s registered office is Intertrust, P.O. Box 92, Road Town, Tortola, British Virgin Islands, and its principal office is Suite 401, 4 King Street West, Toronto, Ontario, Canada, M5H 1A1.

The unaudited condensed consolidated interim financial statements of the Group for the period ended 30 September 2023 comprise the Company and its subsidiaries.

2. Nature of operations

During the six months ended 30 September 2023, the Group's principal business activities were the exploration and development of mineral properties in South Africa.

The business of mining and exploring for minerals involves a high degree of risk and there can be no assurance that planned exploration and development programs will result in profitable mining operations. The Group has not yet established whether its mineral properties contain reserves that are economically recoverable. Changes in future conditions could require material write-downs of the carrying values of mineral properties.

The Group is in the exploration stage and is subject to the risks and challenges similar to other companies in a comparable stage of development. These risks include, but are not limited to:

- Dependence on key individuals;
- Receipt and maintenance of all required exploration permits and property titles;
- Successful development; and
- The ability to secure adequate financing to meet the minimum capital required to successfully develop the Group's projects and continue as a going concern.

The Company now holds 41,000,000 Common Shares in Zeb Nickel Corp. through its wholly owned subsidiary Floza Capital Management Limited representing approximately 73.67% of the issued and outstanding Common Shares of Zeb Nickel Corp.

URU Metals Limited
Notes to Condensed Consolidated Interim Financial Statements
For the Period Ended 30 September 2023
(Express in USD)
(Unaudited)

3. Basis of preparation

(a) Statement of compliance

The Company applies IFRS as issued by the International Accounting Standards Board (“IASB”). These unaudited condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by the IASB.

The policies applied in these unaudited condensed consolidated interim financial statements are based on IFRSs issued and outstanding as of 29 December 2023, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these unaudited condensed consolidated interim financial statements as compared with the most recent annual consolidated financial statements as at and for the year ended 31 March 2023. Any subsequent changes to IFRS that are given effect in the Company’s annual consolidated financial statements for the year ending 31 March 2024 could result in restatement of these unaudited condensed consolidated interim financial statements.

(b) New accounting standards and interpretations

Certain new accounting standards and interpretations have been published that are not mandatory for the current period and have not been early adopted. These standards are not expected to have a material impact on the Group in the current or future reporting periods.

The International Accounting Standards Board (“IASB”) has issued/revised a number of relevant standards. Any standards that are not deemed relevant to the operations of the Group have been excluded. The Directors have chosen not to early adopt these standards and interpretations and they do not anticipate that they would have a material impact on the Company’s financial statements in the period of initial application.

	<u>Effective date</u>
IAS 1 - Presentation of Financial Statements – amendments regarding the classification of liabilities	1 January 2024

URU Metals Limited
Notes to Condensed Consolidated Interim Financial Statements
For the Period Ended 30 September 2023
(Express in USD)
(Unaudited)

4. Financial risk and management

The Group's Board of Directors monitors and manages the financial risks relating to the operations of the Group. These include credit risk, liquidity risk and market risk which includes foreign currency and interest rate risks.

Credit risk

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Group's credit risk is primarily attributable to the Group's cash and cash equivalents and trade and other receivables. The Group has no allowance for impairment that might represent an estimate of incurred losses on other receivables. The Group has cash and cash equivalents of \$383,000 (31 March 2023: \$506,000), which represent the maximum credit exposure on these assets. As at 30 September 2023, the majority of the cash and cash equivalents were held with a major Canadian chartered bank from which management believes the risk of loss to be minimal.

Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Group'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 Group's reputation.

Typically the Group tries to ensure that it has sufficient cash on demand to meet expected operational expenses for a period of twelve months, including the servicing of financial obligations; this excludes the potential impact of extreme circumstances that cannot reasonably be predicted. Management monitors the rolling forecasts of the Group's liquidity reserve on the basis of expected cash flows.

The following are the contractual maturities of financial liabilities:

	Carrying amount \$'000	Contractual cash flows \$'000	6 months or less \$'000	6 months to 5 years \$'000
30 September 2023				
Trade and other payables	1,906	1,906	1,906	-
Due to related party	703	703	703	-
Loan payable	214	214	214	-
Convertible loan note	486	486	486	-
31 March 2023				
Trade and other payables	1,670	1,670	1,670	-
Due to related party	702	702	702	-
Convertible loan note	490	490	490	-

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 Group's loss or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

Foreign currency rate risk

The Group, operating internationally, is exposed to currency risk on purchases that are denominated in a currency other than the functional currency of the Group's entities, primarily Pound Sterling ("GBP"), the Canadian Dollar ("CAD"), the South African Rand ("ZAR"), Swedish Krona ("SEK") and the US Dollar ("USD").

The Group does not hedge its exposure to currency risk.

URU Metals Limited
Notes to Condensed Consolidated Interim Financial Statements
For the Period Ended 30 September 2023
(Express in USD)
(Unaudited)

4. Financial risk and management (continued)

In respect of other monetary assets and liabilities denominated in foreign currencies, the Group's policy is to ensure that its net exposure is kept to an acceptable level by buying or selling foreign currencies at spot rates when necessary to address short term imbalances.

The Group's exposure to foreign currency risk, based on notional amounts, was as follows:

	USD	ZAR	GBP	SEK	CAD	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
30 September 2023						
Cash and cash equivalents	1	-	2	-	380	383
Trade and other receivables	-	-	-	-	160	160
Trade and other payables	-	(12)	(125)	(45)	(1,724)	(1,906)
Convertible loan note	(486)	-	-	-	-	(486)
Loan payable	-	-	-	-	(214)	(214)
Due to related party	-	-	-	-	(703)	(703)
31 March 2023						
Cash and cash equivalents	17	3	1	-	485	506
Trade and other receivables	-	8	-	-	149	149
Trade and other payables	(6)	(41)	(330)	(47)	(1,246)	(1,670)
Convertible loan note	(490)	-	-	-	-	(490)
Due to related party	-	-	-	-	(702)	(702)

Interest rate risk

The financial assets and liabilities of the Group are subject to interest rate risk, based on changes in the prevailing interest rate. The Group does not enter into interest rate swap or derivative contracts. The primary goal of the Group's investment strategy is to make timely investments in listed or unlisted mining and mineral development properties to optimize shareholder value. Where appropriate, the Group will act as an active investor and will strive to advance corporate actions that deliver value adding outcomes. The Group will undertake joint ventures with companies that have the potential to realise value through mineral project development, and invest substantially in those joint ventures to advance asset development over the near term.

URU Metals Limited
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(Express in USD)
(Unaudited)

4. Financial risk and management (continued)

Sensitivity analysis

A 10% strengthening of the USD against the following currencies at the year end would have increased/(decreased) equity and profit or loss by the amounts shown below. This was determined by recalculating the foreign currency balances held using a 10% greater exchange rate to the USD. This analysis assumes that all other variables, in particular interest rates, remain constant.

	30 September 2023		30 September 2022	
	Equity \$'000	Profit or loss \$'000	Equity \$'000	Profit or loss \$'000
GBP	-	12	-	9
CAD	-	140	-	13
SEK	-	4	-	6
ZAR	-	1	-	13

5. Capital risk management

The Group includes its share capital, share premium, reserves and accumulated deficit as capital. The Group's objective is to maintain a flexible capital structure which optimises the costs of capital at an acceptable risk. In light of economic changes and with the risk characteristics of the underlying assets, the Group manages the capital structure and makes adjustments to it. As the Group has no cash flow from operations and in order to maintain or adjust the capital structure, the Group may issue new shares, issue debt and/or find a strategic partner. The Group is not subject to externally imposed capital requirements.

The Group prepares annual expenditure budgets to facilitate the management of its capital requirements and updates them as necessary depending on various factors such as capital deployment and general industry conditions. During the six months ended 30 September 2023 there were no changes in the Group's approach to capital management.

6. Loss per share

The calculation of basic and diluted earnings per share is based on the result attributable to shareholders divided by the weighted average number of ordinary shares in issue in the year.

Basic earnings per share amounts are calculated by dividing net loss for the year attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares outstanding during the year.

The Company has potentially issuable shares which relate to share options issued to directors and third parties. In the periods ended 30 September 2023 and 30 September 2022 none of the options had a dilutive effect on the loss in the two years.

URU Metals Limited
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For the Period Ended 30 September 2023
(Express in USD)
(Unaudited)

6. Loss per share (continued)

	Six months ended 30 September 2023 \$'000	Six months ended 30 September 2022 \$'000
Loss used in calculating basic and diluted earnings per share (US dollars)	(374)	(436)
Number of shares		
Weighted average number of shares for the purpose of basic earnings per share	1,646,691	1,646,691
Weighted average number of shares for the purpose of diluted earnings per share	1,646,691	1,646,691
Basic loss per share (US dollars)	(0.23)	(0.26)
Diluted loss per share (US dollars)	(0.23)	(0.26)

7. Intangible assets

Exploration costs

COST (\$'000)	Zebediela Project	South Zeb Project	Total
At 31 March 2023	7,286	66	7,352
Additions	251	-	251
Foreign exchange	5	0	5
At 30 September 2023	7,542	66	7,608

ACCUMULATED AMORTISATION AND IMPAIRMENT (\$'000)

At 31 March 2023	2,589	-	2,589
Foreign exchange	2	-	2
At 30 September 2023	2,591	-	2,591

CARRYING VALUE (\$'000)

At 31 March 2023	4,697	66	4,763
At 30 September 2023	4,951	66	5,017

Zebediela Projects

In August 2021, URU successfully completed the disposal of the Zebediela Nickel Project (“Project”) to Zeb Nickel Corp. (TSX-V: ZBNI) and the Project remains the primary focus of URU, through its 73.67% interest in Zeb Nickel Corp. and URU’s continuing role as the technical operator of the Project.

The year under review saw the completion of the 8-hole Phase 2 diamond drilling exploration program which aimed to identify the extent of nickel-copper-PGE mineralisation in the footwall of the historical nickel resource. The drilling program confirmed both the grade and continuity of the nickel mineralisation, as well as the presence of higher-grade Ni- PGE bearing Critical Zone lithologies on the project area. The drilling also resulted in the discovery of a new high-grade gold zone on the project area, as reported in the Press Release dated 12 April 2022.

URU Metals Limited
Notes to Condensed Consolidated Interim Financial Statements
For the Period Ended 30 September 2023
(Express in USD)
(Unaudited)

7. Intangible assets (continued)

Zebediela Projects (con

The discovery of the gold mineralisation now means there are three known different styles and zones of mineralisation within the project area, namely the nickel mineralisation in Lower Zone lithologies, the Ni-PGE mineralisation associated with Critical Zone lithologies, and lastly, the newly discovered gold mineralisation. Furthermore the project has the correct geology to host massive sulphide Ni-Cu-PGE mineralisation.

The right to prospect and develop the Project are now secured under the accepted Mining Right Application.

Zeb South Project

Additionally, the DMRE has accepted an application for a Prospecting Right over ten portions of the farm Piet Potgietersrust Town and Townlands 44 KS, totaling 246 hectares. The Prospecting Right under application is immediately south of the Zebediela Project, and located approximately 4 km east of Ivanhoe Mines Platreef Project, and approximately 20 km south of Anglo American Platinum's Mogalakwena Mine.

The intangible assets useful lives are infinite and the accumulate impairment relates to various technical and exploration work in South Africa.

8. Trade and other receivables

	As at 30 September 2023 \$'000	As at 31 March 2023 \$'000
Other receivables	160	157

9. Convertible loan note

On 6 May 2020, the Company issued a convertible loan note ("Convertible Loan Note") for \$250,000 to Boothbay Absolute Return Strategies LP ("Boothbay"). The Convertible Loan Note can be increased to \$500,000 prior to the maturity of the Loan Note on 31 May 2021 or such later date as the Company may in its sole discretion determine. The Convertible Loan Note is unsecured, bears no interest and is convertible at the lower of:

- (i) a voluntary conversion price triggered on serving a conversion notice (being 85 pence per share for a period of 90 days from the date of the Loan Note ("Notice Period"); and following expiry of the 90 day period, a 35% discount to the Volume Weighted Average Price ("VWAP") per share in the 5 trading days prior to the noteholder serving a conversion notice);
- (ii) on an equity fund raising of not less than US\$5 million (excluding a Loan Note conversion), a 35% discount to the price per share paid by investors on such a fund raising;
- (iii) on a share sale (meaning a sale of Ordinary Shares giving control of the Company, whether for cash and/or by way of exchange for shares in another company and/or for other consideration, and whether or not control of the Company changes as a result of such transaction), a 35% discount to the price per share paid on the share sale; or

URU Metals Limited
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(Unaudited)

9. Convertible loan note (continued)

- (iv) if there is no conversion notice served, fund raising or share sale prior to the maturity date, at a 35 % discount to the VWAP per share in the 5 trading days prior to the maturity date.

On 6 August 2020, the Company extended the Notice Period relating to the Convertible Loan Note, as previously announced on 6 May 2020, for a further 90 days with effect from 6 August 2020.

On 4 November 2020, the Company extended the notice period relating to the Convertible Loan Note, as previously announced on 6 May 2020 and extended on 6 August 2020, for a further 90 days with effect from 4 November 2020.

On 24 May 2021 the Company increased the Convertible Loan Note to \$500,000 and extended the notice period relating to the Convertible Loan Note, as previously announced on 6 May 2020 and extended on 6 August 2020 and 4 November 2020, to 31 May 2022.

The Company accrued a transaction cost of \$12,500 which is included in trade and other payables.

During the year ended 31 March 2021, the Company recorded accretion of \$28,000 and amortisation of capitalised transaction costs of \$11,000 and as at 31 March 2021, the carrying value of the Convertible Loan Note was \$276,000.

On 30 May 2022, the Company extended the repayment date and long-stop date for conversion of the convertible loan notes to 31 May 2023. The date by which Boothbay has the right to convert funds due under the loan note at £0.85 per new ordinary share of the Company has also been extended to 31 May 2023. As consideration for the extension

Boothbay has agreed: (i) to pay to URU consideration of US\$100,000 (the "Extension Fee"); and (ii) agreed that it would not convert sums due to Boothbay under the convertible loan note on or prior to 31 August 2022.

In the event that Boothbay is issued with any new common shares of URU pursuant to a conversion of the convertible loan note, it will be issued with one warrant attaching to each new common share, with an exercise period of 18 months from the date of issuance and exercisable at 85 pence per new common share.

On 1 June 2023, the Company extended the repayment date and long-stop date for convertible debenture to 31 December 2023 ("Maturity Date"). The date by which Boothbay has the right to convert funds due under the loan note at £0.85 per new ordinary share of the Company has also been extended to the Maturity Date and agreed that it will not convert sums due to Boothbay under the convertible loan note on or prior to 30 August 2023 and it's extended further to 31 October 2023.

During the six months ended 30 September 2023, the Company recorded accretion of (\$5,000) (six months ended 30 September 2022 - \$nil) and as at 30 September 2023, the carrying value of the Loan Note was \$486,000 (31 March 2023 - \$490,000).

URU Metals Limited
Notes to Condensed Consolidated Interim Financial Statements
For the Period Ended 30 September 2023
(Express in USD)
(Unaudited)

10. Transaction with Zeb Nickel Company (Pty) Ltd. and non-controlling interest

On 1 August 2021, Blue Rhino Capital Corp. (“Blue Rhino”) (renamed Zeb Nickel Corp.), a Capital Pool Company incorporated under the Business Corporations Act (British Columbia) completed its acquisition of the Company’s subsidiary, “Zeb Nickel” by way of issuing 41,000,000 common shares of Blue Rhino (“The Transaction”). As a result, the shareholders of Zeb Nickel acquired control of Blue Rhino. The Transaction is considered a purchase of the Blue Rhino’s net assets by the Zeb Nickel shareholders. The Transaction is accounted for in accordance with guidance provided in *IFRS 2, Share-Based Payment* as Blue Rhino did not qualify as a business according to the definition in *IFRS 3, Business Combinations*. The Transaction, for accounting purpose, is recognised as if Zeb Nickel had proceeded to issue the Blue Rhino’s shares outstanding before the Transaction in exchange for the net assets acquired. The fair value of the 2,347,828 common shares of Blue Rhino was determined to be \$0.25 per common share, based on the fair value at 1 August 2021.

Consideration paid	\$
Fair value of Blue Rhino common shares, agent warrants and stock options	548
Identifiable assets acquired	\$
Cash	108
Trade and other payables	(54)
Net assets acquired	54
Unidentified assets acquired	
Share listing expense (recognised in profit and loss)	494
Total net identifiable assets and share listing costs	548

The Company recorded the fair value of consideration for acquisition of Blue Rhino as non-controlling interest. The continuity of non-controlling interest is as follows:

	Amount (\$'000)
As at 31 March 2022	2,651
Increase through shares issued for debt	126
Increase through stock-based compensation	184
Loss attributable to NCI shareholders during the year	(178)
As at 31 March 2023	2,783
Increase through stock-based compensation	74
Loss attributable to NCI shareholders during the period	(75)
As at 30 September 2023	2,782

URU Metals Limited
Notes to Condensed Consolidated Interim Financial Statements
For the Period Ended 30 September 2023
(Express in USD)
(Unaudited)

11. Loan payable

The loan payable was obtained by the Company's subsidiary, Zeb Nickel, is owed to a third party, non-interest bearing and due on demand.

12. Share capital and share premium

	Number of shares	Share capital \$'000	Share premium \$'000	Total \$'000
At 31 March 2022, 30 September 2022, 31 March 2023 and 30 September 2023	1,646,691	7,815	48,070	55,885

Issued shares

All issued shares are fully paid up.

Authorised: unlimited number of common shares. There are no preferences or restrictions attached to any classes of common shares.

Unissued shares

In terms of the BVI Business Companies Act, any unissued shares are under the control of the Directors.

Dividends

Dividends declared and paid by the Group were \$nil for the six months ended 30 September 2023 (2022 - \$nil).

URU Metals Limited
Notes to Condensed Consolidated Interim Financial Statements
For the Period Ended 30 September 2023
(Express in USD)
(Unaudited)

13. Reserves

(a) Share option and warrants reserve

The Share Option Plan is administered by the Board of Directors, which determines individual eligibility under the plan for optioning to each individual. Below is disclosure of the movement of the Group's share options as well as a reconciliation of the number and weighted average exercise price of the Group's share options outstanding on 30 September 2023 and 31 March 2023.

The assessed fair value at grant date is determined using the Black-Scholes Model that takes into account the exercise price, the term of the option, the share price at grant date, the expected price volatility of the underlying share, the expected dividend yield and the risk-free interest rate for the term of the option.

No stock options were granted during the six months ended 30 September 2023 and no stock options were outstanding as at 30 September 2023.

No warrants were outstanding as at 30 September 2023 and 31 March 2023. No (b) Foreign Currency Translation Reserve

The Foreign Currency Translation Reserve represents foreign currency differences recognised directly in other comprehensive income when assets and liabilities of foreign operations are translated to the Group's presentational currency at exchange rates at the reporting date and income and expenses are translated to the Group's presentational currency at average exchange rates.

14. Related party transactions

(a) Transactions with key management personnel

During the six months ended 30 September 2023, nil (six months ended 30 September 2022 - nil) share options were granted to key management personnel as defined by IAS 24 'Related party disclosures'. Key management personnel include J. Peng, a senior employee of Marrelli Support Services Inc. (MSSI), a company which provides financial accounting services to the Group. During the six months ended 30 September 2023, \$10,000 (six months ended 30 September 2022: \$9,000) of accounting fees were incurred with MSSI and as at 30 September 2023, \$73,000 (31 March 2023: \$62,000) was payable to MSSI.

(b) Directors' remuneration

	Six months ended 30 September 2023 \$'000	Six months ended 30 September 2022 \$'000
Fees for services as director	15	15
Basic salary	89	92
Total	104	107

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14. Related party transactions (continued)

The directors consider that key management personnel are the directors themselves and J. Peng, as detailed above.

Included in trade and other payables are amounts accrued in respect of director fees and salary of directors' of the Company in the year totalling \$1,046,000 (31 March 2023: \$943,000) being amounts due to J. Zorbas \$923,000 (31 March 2023:\$834,000); J Vieira \$70,000, (31 March 2023:\$63,000); and K. Appleby \$53,000 (31 March 2023: \$46,000).

At 30 September 2023, the Company was owed \$39,000 (31 March 2023: \$39,000) by Captor Capital Corp. a company of which J. Zorbas is a shareholder and Chief Executive Officer.

J. Zorbas entered into an agreement with the Company for the provision of a loan in the amount of CAD 950,000 on 22 December 2021. As at 30 September 2023, the Company owed USD \$703,000 (31 March 2023: USD\$702,000) to J. Zorbas. The amount is repayable on demand, bears no interest, is unsecured and no fee is payable to J. Zorbas. The loan is repayable upon 30 days' notice.

45. Segmental information

(a) Reportable segments

The Group has only one reportable operating segment which is exploration, which is the Group's strategic business unit as described below and other segments include all group administration and procurement. Operating segments are determined by the CEO, the Group's chief operating decision-maker, and have not changed in the six months ended 30 September 2023.

The following summary describes the operations in each of the Group's reportable segments:

Exploration	Includes obtaining licenses and exploring these license areas
Corporate Office	Includes all Group administration and procurement

There are no other operations that meet any of the quantitative thresholds for determining reportable segments during the periods ended 30 September 2023 or 2022.

There are varying levels of integration between the Exploration and Corporate Office reportable segments. This integration includes shared administration and procurement services.

Information regarding the results of each reportable segment is included below. Performance is measured based on segmented results. Any inter-segment transactions would be determined on an arm's length basis. Inter-segment pricing for the period ended 30 September 2023 and 2022 consisted of funding advanced from Corporate Office to Exploration.

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45. Segmental information (continued)

(b) Operating segments

	Exploration		Corporate office		Total	
	2023	2022	2023	2022	2023	2022
Six months ended 30 September	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Reportable segment loss before tax	-	-	(374)	(436)	(374)	(436)

As at 30 September	Exploration		Corporate office		Total	
	2023	2022	2023	2022	2023	2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Reportable segment assets	5,017	4,538	543	1,247	5,560	5,784
Reportable segment liabilities	(11)	(11)	(3,298)	(2,714)	(3,309)	(2,725)

(c) Geographical segments

During the periods ended 30 September 2023 and 2022, business activities took place in Canada and South Africa. In presenting information based on the geographical segments, segment assets are based on the physical location of the assets.

The following table presents segmented information on the Group's operations and loss for the period ended 30 September 2023 and assets and liabilities as at 30 September 2023:

	Canada	Sweden	South Africa	Total
	\$'000	\$'000	\$'000	\$'000
Net loss	(374)	-	-	(374)
Total assets	543	-	5,017	5,560
Non-current assets	-	-	5,017	5,017
Liabilities	(3,298)	(11)	-	(3,309)

The following table presents segmented information on the Group's operations and loss for the period ended 30 September 2022 and assets and liabilities as at 30 September 2022:

	Canada	Sweden	South Africa	Total
	\$'000	\$'000	\$'000	\$'000
Net loss	(436)	-	-	(436)
Total assets	1,247	-	4,538	5,785
Non-current assets	-	-	4,538	4,538
Liabilities	(2,712)	(11)	-	(2,725)