



NEXUS MINERALS LIMITED

ABN: 96 122 074 006

INTERIM FINANCIAL REPORT

FOR THE HALF-YEAR ENDED

31 DECEMBER 2020

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NEXUS MINERALS LIMITED

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NEXUS MINERALS LIMITED

CORPORATE INFORMATION

Directors

Paul Boyatzis (Non-Executive Chairman)
Andy Tudor (Managing Director)
Dr. Mark Elliott (Non-Executive Director)
Bruce Maluish (Non-Executive Director)

Auditors

Nexia Perth Audit Services Pty Ltd
Level 3, 88 William Street
Perth WA 6000
Australia

Company secretary

Phillip MacLeod

Solicitors

Fairweather Corporate Lawyers
Suite 2, 589 Stirling Highway
Cottesloe WA 6011
Australia

Registered office

9/88 Forrest Street
Cottesloe WA 6011
Australia

Share register

Advanced Share Registry Services
110 Stirling Highway
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Principal place of business

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NEXUS MINERALS LIMITED

INTERIM FINANCIAL REPORT TO 31 DECEMBER 2020

DIRECTORS' REPORT

The directors of Nexus Minerals Limited submit herewith the interim financial report of Nexus Minerals Limited ("Nexus" or "the Company") and its subsidiaries ("Consolidated entity" or "Group") for the half-year ended 31 December 2020. In order to comply with the provisions of the *Corporations Act 2001*, the directors report as follows:

The names of the directors of the Company during the half-year are:

Mr. P. Boyatzis	Non-Executive Chairman
Mr A. Tudor	Managing Director
Dr. M. Elliott	Non-Executive Director
Mr B. Maluish	Non-Executive Director

Directors were in office for the entire period unless otherwise stated.

REVIEW OF OPERATIONS

(a) Overview

Nexus is a well-funded resource company with a portfolio of gold projects in Western Australia and a well-credentialed Board, assisted by an experienced management team.

Nexus is actively exploring for gold deposits on its highly prospective tenement package in the Eastern Goldfields of Western Australia.

The consolidation of the highly prospective Wallbrook Gold Project (250km²) by the amalgamation of existing Nexus tenements with those acquired from both Saracen Mineral Holdings Limited ("Saracen") and Newmont Exploration Limited, will further advance these gold exploration efforts.

Nexus' tenement package at the Pinnacles Gold Project is largely underexplored and commences less than 5km to the south of, and along strike from, Saracen's >5Moz Carosue Dam mining operations, and current operating Karari underground gold mine. Nexus holds a significant land package (125km²) of highly prospective geological terrane within a major regional structural corridor and is exploring for gold deposits.

(b) Review of Operations

The Group incurred a loss for the half-year ended 31 December 2020 of \$692,986 (2019: \$473,465).

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DIRECTORS' REPORT

REVIEW OF OPERATIONS (continued)

Company projects

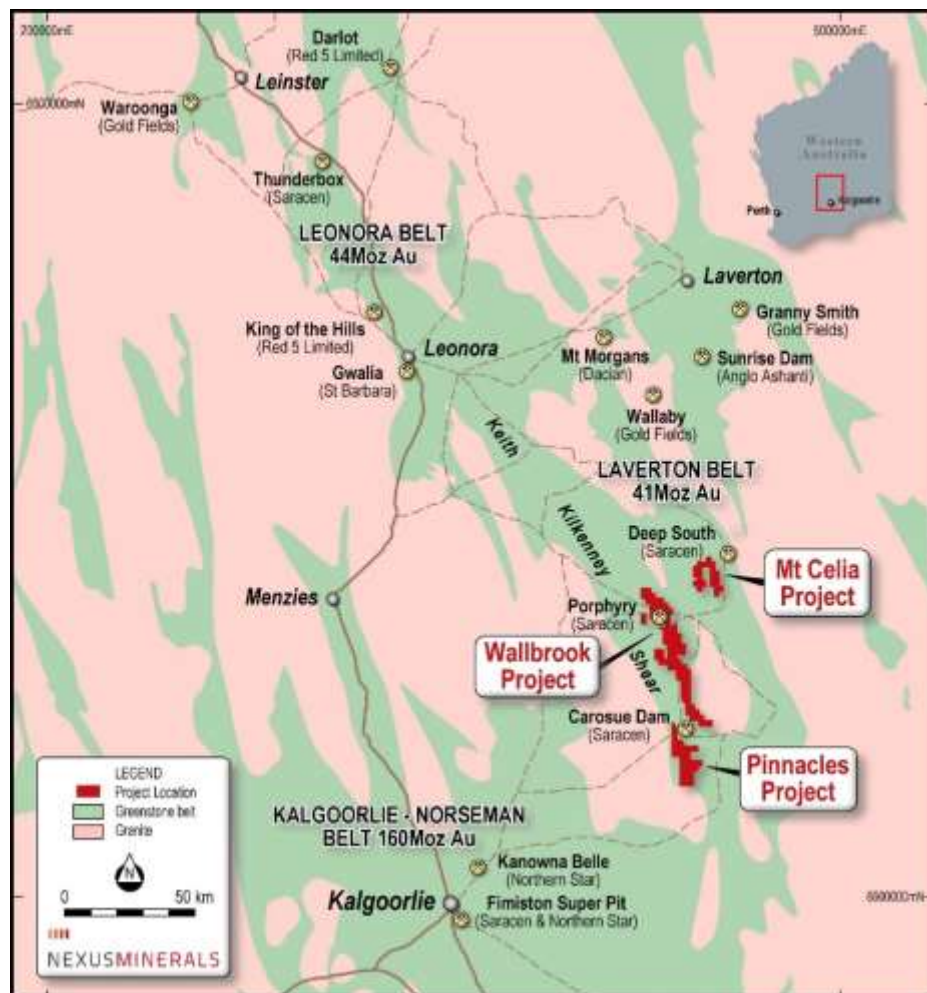


Figure 1: Project locations, Eastern Goldfields Western Australia.

Wallbrook Gold Project

Regional Geology

The Wallbrook Gold Project occurs within the Norseman - Wiluna Archaean Greenstone belt in the Eastern Goldfields province of the Yilgarn Craton. The project is located within the Eudjina Region in the Laverton Tectonic Zone, centrally between Kalgoorlie and Laverton, and 35km north of Saracen Mineral Holdings Limited Carosue Dam Operation.

The granite-greenstone belt is approximately 600 kilometres in length and is characterised by thick, possibly rift-controlled accumulations of ultramafic, mafic, felsic volcanic, intrusives and sedimentary rocks. Greenstone successions of the southern Eastern Goldfields have been segregated into elongate structural terranes bounded by regional NNW-trending faults (Swager, 1995). These terranes include the Kalgoorlie Terrane, Gindalbie Terrane, Kurnalpi Terrane and the Eudjina Terrane. These terranes contain distinct similarities, including timing of the deposition of volcano-sedimentary sequences (2720-2675 Ma) and

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DIRECTORS' REPORT

REVIEW OF OPERATIONS (continued)

regional deformation and plutonism (2675-2620 Ma). The terranes differ only in lithostratigraphic development and early tectonic history (Swager, 1995).

Wallbrook Gold Project ("Wallbrook")

Local Geology and Mineralisation

The Wallbrook Gold Project area is located between two major converging tectonic features, the Laverton and Keith-Kilkenny tectonic zones. The Laverton Tectonic Zone (LTZ) forms the central portion of the Laverton Greenstone Belt, running north-south in the eastern parts of the Wallbrook Gold Project. The LTZ is recognised as a world class gold province, with a mineral endowment (production + resources) of over 20 Moz of gold. Major deposits include Sunrise Dam (8.0 Moz), Wallaby (8.0 Moz) and Granny Smith (3.6 Moz). The Keith-Kilkenny Tectonic Zone (KKTZ) has a northwest-southeast orientation and is an important vector to mineralisation in the region between Leonora and Leinster. The southern extension of the KKTZ intersects the Carosue Dam Operation (2.18 Moz).

The lithologies at Wallbrook are dominated by intermediate (andesitic) volcanics, intrusive felsic porphyries and granite (Figures 1 and 2). The dominant feature in the project area is the Wallbrook Monzonite. North of the monzonite are relatively smaller granitic intrusions and related narrow felsic porphyry dykes/sills which run predominantly parallel to the regional trend.

The project area covers the convergence of two major trends wrapping around the northern end of the tear-shaped Wallbrook Monzonite. There are several phases of alteration observed, including:

- chlorite + magnetite (associated with regional deformation);
- hematite + silica + sulphides (+ associated felsic intrusives); and
- sericite + silica + carbonate + pyrite + gold (late tectonic + mineralising event).

As with many of the gold deposits within the Eastern Goldfields, gold mineralisation occurred relatively late in the deformational history of the area. Within the felsic lithologies there is a relationship between the hematite/silica alteration and gold mineralisation. Arnold (1999) suggests gold mineralisation is related to hematite bearing oxidized alteration assemblages, with deposition occurring where gold bearing fluids have come into contact with earlier magnetite-hematite assemblages.

Nexus owns 100% of the highly prospective Wallbrook Gold Project in the Eastern Goldfields of Western Australia. The 250km² highly prospective gold tenement package was the focus of exploration activity during the half-year with the Company undertaking successful field campaigns including geological mapping and an ongoing high resolution ground magnetometer survey. In addition to these activities the Company undertook multiple drill campaigns at Wallbrook.

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DIRECTORS' REPORT

REVIEW OF OPERATIONS (continued)

Wallbrook Gold Project

Wallbrook Drill Programs 2020

Crusader Prospect

- Testing for deeper mineralisation beneath existing Nexus mineral resource.
- RC (reverse circulation) program to test 200m of strike extent 100-180m below surface.
- 1,978m RC (11 holes) drilling completed. (See ASX release 7/12/20).

Templar Prospect

- Mineralised corridor extends >700m long x 80m wide. Remains open in all directions.
- 3,854m (40 holes) RC drilling completed.
- Assay results (40 holes) received and reported (see ASX release 19/10/20).

Branches Prospect

- Testing structural zone area with significant silicification and alteration of host rocks.
- Mineralised corridor now extends >400m long x >100m wide. Remains open in all directions.
- 2,739m (35 holes) RC drilling completed.
- Assay results (35 holes) received and reported (see ASX release 23/11/20).

Golden Dyke Prospect

- Testing intrusive contact with silicified and altered host rocks.
- Follow up of Nexus RC drill hole 3m @ 19.36g/t Au (see ASX release 6/9/18).
- 1,325m RC (13 holes) drilling completed. (See ASX release 7/12/20).

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DIRECTORS' REPORT

REVIEW OF OPERATIONS (continued)

Wallbrook Gold Project

Crusader

Deeper drilling beneath existing Crusader resource intersected broad mineralised zone with high grade core that now continuously extends to depths greater than 150m and remains open over 700m strike.

All 11 RC holes drilled intersected significant mineralization.

New intersections include:

- 9m @ 6.68g/t Au - Incl. 1m @ 42.59g/t Au (within 22m @ 2.97g/t Au from 96m)
- 8m @ 5.27g/t Au – Incl. 1m @ 28.6g/t Au (within 17m @ 2.57g/t Au from 46m)
- 6m @ 3.48g/t Au - Incl. 2m @ 6.82g/t Au (within 14m @ 1.62g/t Au from 138m)
- 6m @ 6.74g/t Au - Incl. 2m @ 16.41g/t Au (within 12m @ 3.61g/t Au from 138m to EOH)
- 5m @ 5.01g/t Au - Incl. 1m @ 15.43g/t Au (within 11m @ 3.44g/t Au from 141m)
- 4m @ 7.17g/t Au - Incl. 1m @ 14.80g/t Au (within 15m @ 2.11g/t Au from 135m)
- 8m @ 2.97g/t Au - Incl. 1m @ 8.81g/t Au (within 15m @ 1.99g/t Au from 138m)

Drill program successfully tested zone from 100m to 150m depth with mineralisation remaining open at depth and along strike.

Refer to ASX Announcement 7 December 2020: Spectacular High Grade Gold Intersected in Crusader Drilling

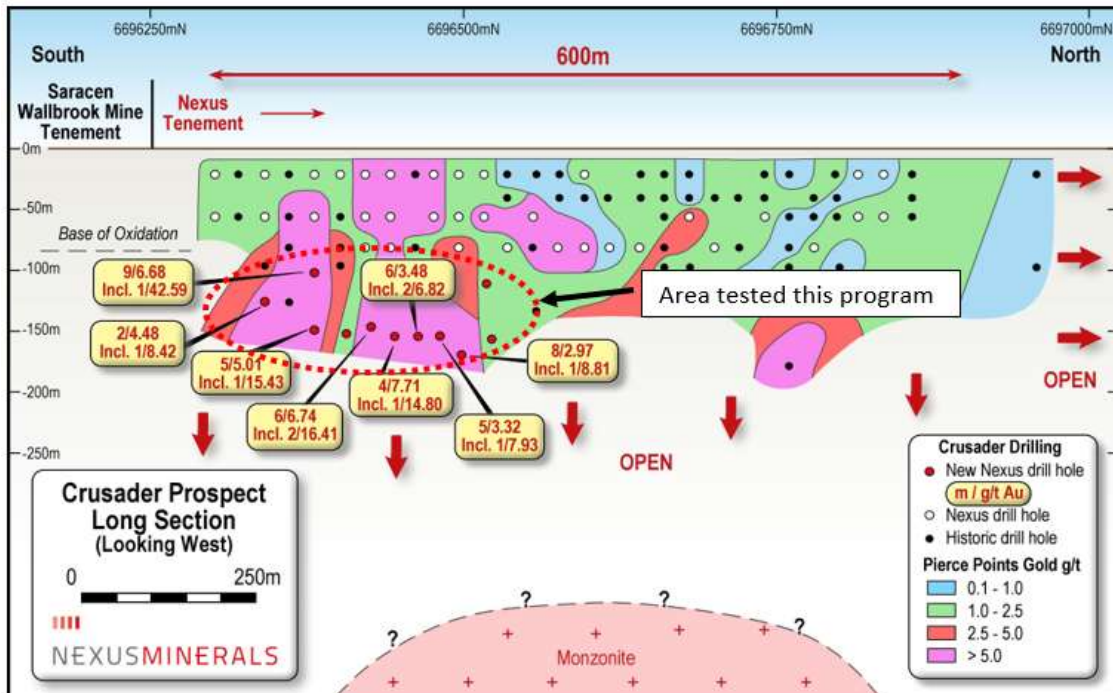


Figure 2: Crusader Prospect Long Section

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DIRECTORS' REPORT

REVIEW OF OPERATIONS (continued)

Wallbrook Gold Project

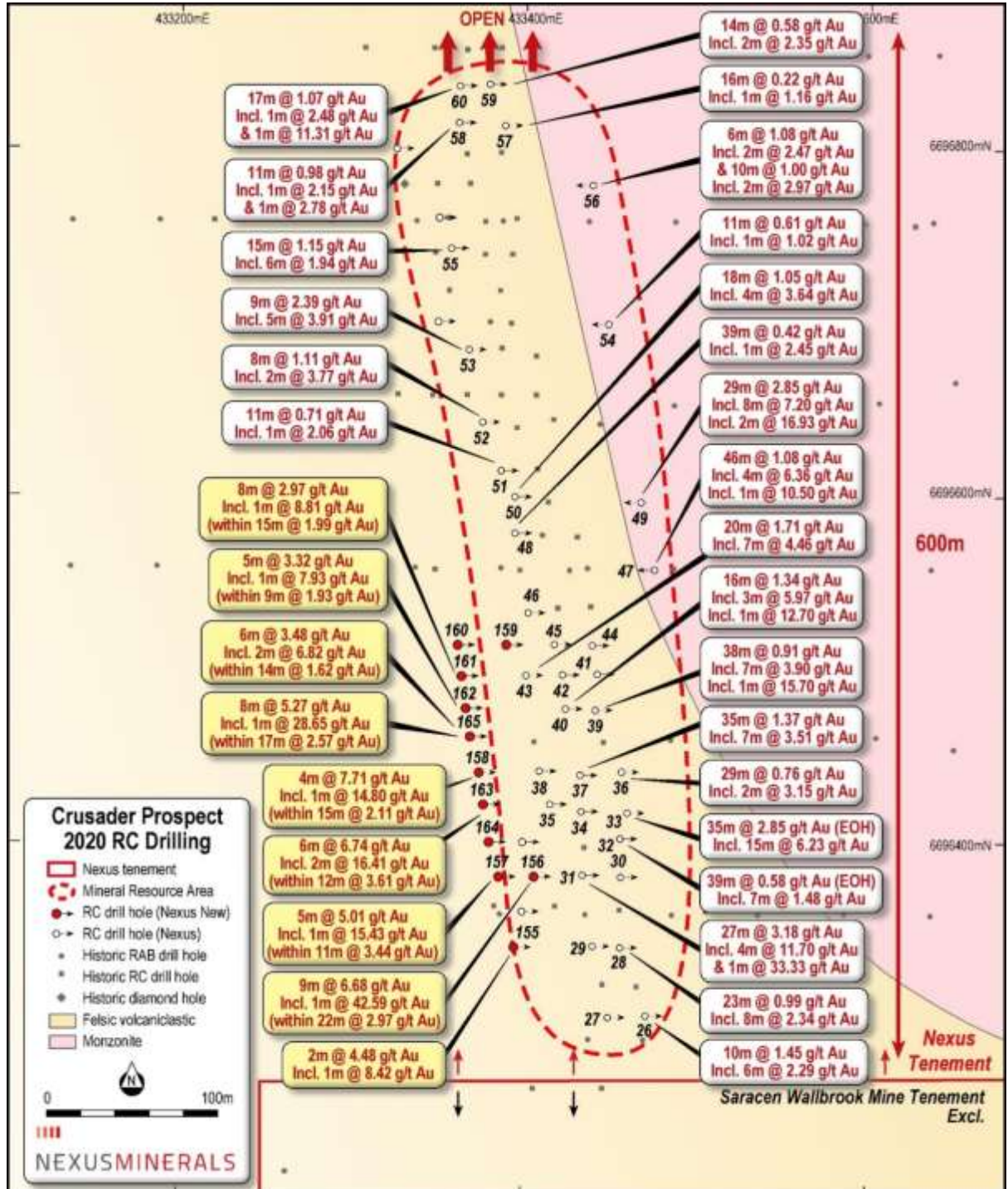


Figure 3: Crusader and Templar Prospects with RC Drill Results (over geology)

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DIRECTORS' REPORT

REVIEW OF OPERATIONS (continued)

Wallbrook Gold Project

Hole ID	Easting	Northing	mRL	Depth (m)	Azimuth	Dip	From (m)	Length (m)	g/t Au
NMWBRC20-155	433398	6696338	378	180	87	-60	108	2	4.48
						inc	108	1	8.42
NMWBRC20-156	433415	6696381	378	162	88	-61	96	22	2.97
						inc	96	9	6.68
						inc	97	1	42.59
NMWBRC20-157	433392	6696374	378	186	88	-60	141	11	3.44
						inc	141	5	5.01
						inc	145	1	15.43
						and	150	1	5.92
							167	7	1.38
						inc	168	1	4.72
NMWBRC20-158	433389	6696440	378	200	88	-60	172	2	1.54
						inc	55	11	1.53
						inc	57	2	6.21
							135	15	2.11
						inc	141	4	7.17
						inc	142	1	14.80
NMWBRC20-161	433357	6696491	377	200	85	-60	144	1	6.10
						inc	34	16	1.05
						inc	43	6	2.63
						inc	45	1	10.22
							138	15	1.99
						inc	139	8	2.97
NMWBRC20-162	433377	6696480	377	170	86	-60	146	1	8.81
						inc	150	2	2.00
						inc	23	25	1.00
						inc	34	2	4.29
						inc	35	1	6.94
						and	39	1	2.06
NMWBRC20-163	433397	6696415	378	150	86	-60	43	5	1.65
						inc	145	9	1.93
						inc	148	5	3.32
						inc	148	1	7.93
						inc	138	12 (EOH)	3.61
						inc	138	6	6.74
NMWBRC20-165	433384	6696458	378	180	90	-60	141	2	16.41
						inc	46	17	2.57
						inc	47	8	5.27
						inc	54	1	28.65
						inc	138	14	1.62
	145	6	3.48						
	145	2	6.82						

Table 1: Crusader Prospect RC Drill Holes Selected Significant Intercepts

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DIRECTORS' REPORT

REVIEW OF OPERATIONS (continued)

Wallbrook Gold Project

Templar Prospect

First pass shallow drilling confirmed broad and high-grade mineralisation extends over 700m and remains open in all directions.

New intersections included:

- 12m @ 5.04g/t Au from 39m
(Incl. 1m @ 57.10g/t Au)
- 5m @ 5.88g/t Au from 58m
(Incl. 3m @ 9.28g/t Au)
- 26m @ 1.67g/t Au from 100m to EOH
(Incl. 6m @ 3.50g/t Au (EOH))
- 24m @ 1.42g/t Au from 60m
(Incl. 6m @ 4.22g/t Au) (Incl. 1m @ 11.53g/t Au)
- 37m @ 1.03g/t Au from 60m (most northerly hole drilled)
(Incl. 7m @ 2.09g/t Au and 6m @ 2.08g/t Au)

New results add to the previous high-grade assay results released to ASX on 5/10/2020.

38 of the 40 RC holes drilled at Templar intersected mineralisation.

Drill program tested shallow depth only (~100m) with significant potential remaining at depth



**Photo 1: Hole NMWBRC20-097 100m-126m. 26m @ 1.67g/t Au, incl. 6m @ 3.5g/t Au (120m-126m EOH)
Mineralisation associated with intensely sheared and altered volcaniclastic unit with extensive hematite alteration (red) and quartz vein**



**Photo 2: Hole NMWBRC20-101. 45m-50m. 5m @ 5.88g/t Au, incl. 3m @ 9.28g/t Au (45m-48m)
Mineralisation associated with quartz / limonite / goethite alteration**

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REVIEW OF OPERATIONS (continued)

Wallbrook Gold Project

Templar Prospect

Hole ID	Easting	Northing	mRL	depth (m)	Azimuth	Dip	from (m)	Length (m)	g/t Au	
NMWBRC20-090	433239	6697476	372	100	90	-60	39	12	5.04	
							including	41	1	57.1
NMWBRC20-092	433313	6697576	372	100	90	-60	50	15	0.93	
							58	4	3.02	
							including	61	1	5.27
NMWBRC20-097	433278	6697678	371	126	90	-60	100 (to EOH)	26	1.67	
							including	102	8	1.76
							and	114	3	1.76
							and	120 (to EOH)	6	3.50
							including	120	1	14.00
NMWBRC20-100	433312	6697725	371	108	90	-60	60	24	1.42	
							including	63	4	1.49
							and	72	6	4.22
							including	75	1	11.53
NMWBRC20-101	433277	6697729	371	114	90	-60	45	5	5.88	
							including	45	3	9.28
							90	7	1.03	
							including	92	1	4.24
NMWBRC20-105	433265	6697776	371	108	90	-60	60	37	1.03	
							including	60	7	2.09
							and	85	6	2.08

Table 2: Templar Prospect RC Drill Holes Selected Significant Intercepts

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DIRECTORS' REPORT

REVIEW OF OPERATIONS (continued)

Wallbrook Gold Project

Templar Prospect

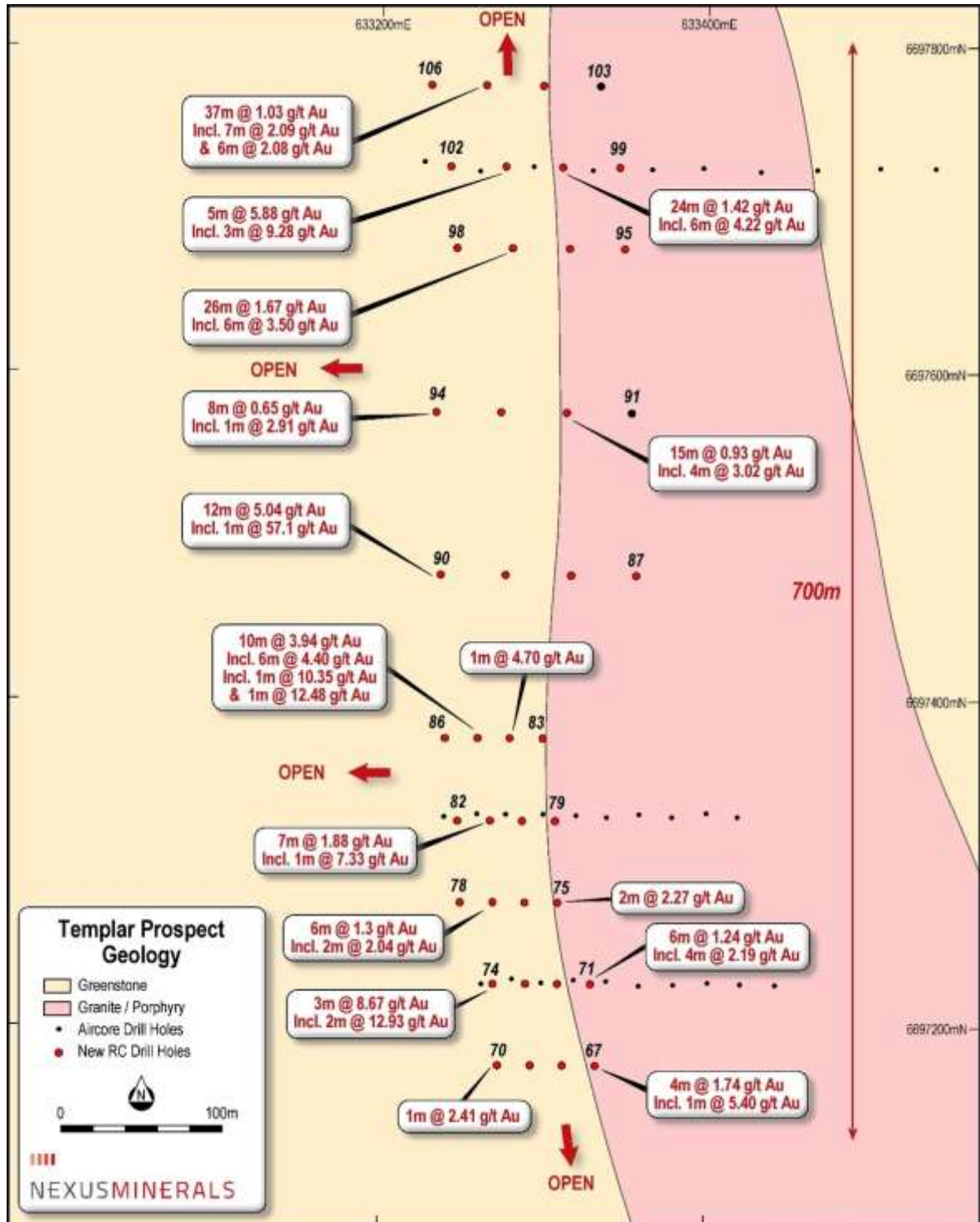


Figure 4: Templar Prospect RC Drill Results over Geology

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DIRECTORS' REPORT

REVIEW OF OPERATIONS (continued)

Wallbrook Gold Project

Branches Prospect ("Branches")

All 35 RC holes (2,739m) drilled at Branches intersected mineralisation.

New intersections included:

- 25m @ 2.86g/t Au from 43m
(Incl. 8m @ 7.59g/t Au)
(Incl. 1m @ 47.45g/t Au)
- 13m @ 1.64g/t Au from 35m
(Incl. 1m @ 9.35g/t Au)
(and 2m @ 4.02g/t Au)
- 14m @ 1.54g/t Au from 26m
(Incl. 1m @ 5.38g/t Au)
- 14m @ 1.26g/t Au from 106m (most northerly hole drilled)
(Incl. 3m @ 2.81g/t Au)
(Incl. 1m @ 5.29g/t Au)
- 20m @ 1.00g/t Au from 45m
(Incl. 3m @ 4.96g/t Au)
(Incl. 1m @ 9.58g/t Au)
- 17m @ 1.06g/t Au from 64m
(Incl. 4m @ 2.30g/t Au)
(Incl. 1m @ 6.49g/t Au)

Exciting new prospect with minimal historic work.

Drill program tested shallow depth only (~100m) with significant potential remaining at depth and along strike.

Refer to ASX Announcement 23 November 2020 – High Grade Gold from Wallbrook – Branches Prospect Drilling.

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REVIEW OF OPERATIONS (continued)

Wallbrook Gold Project

Branches Prospect

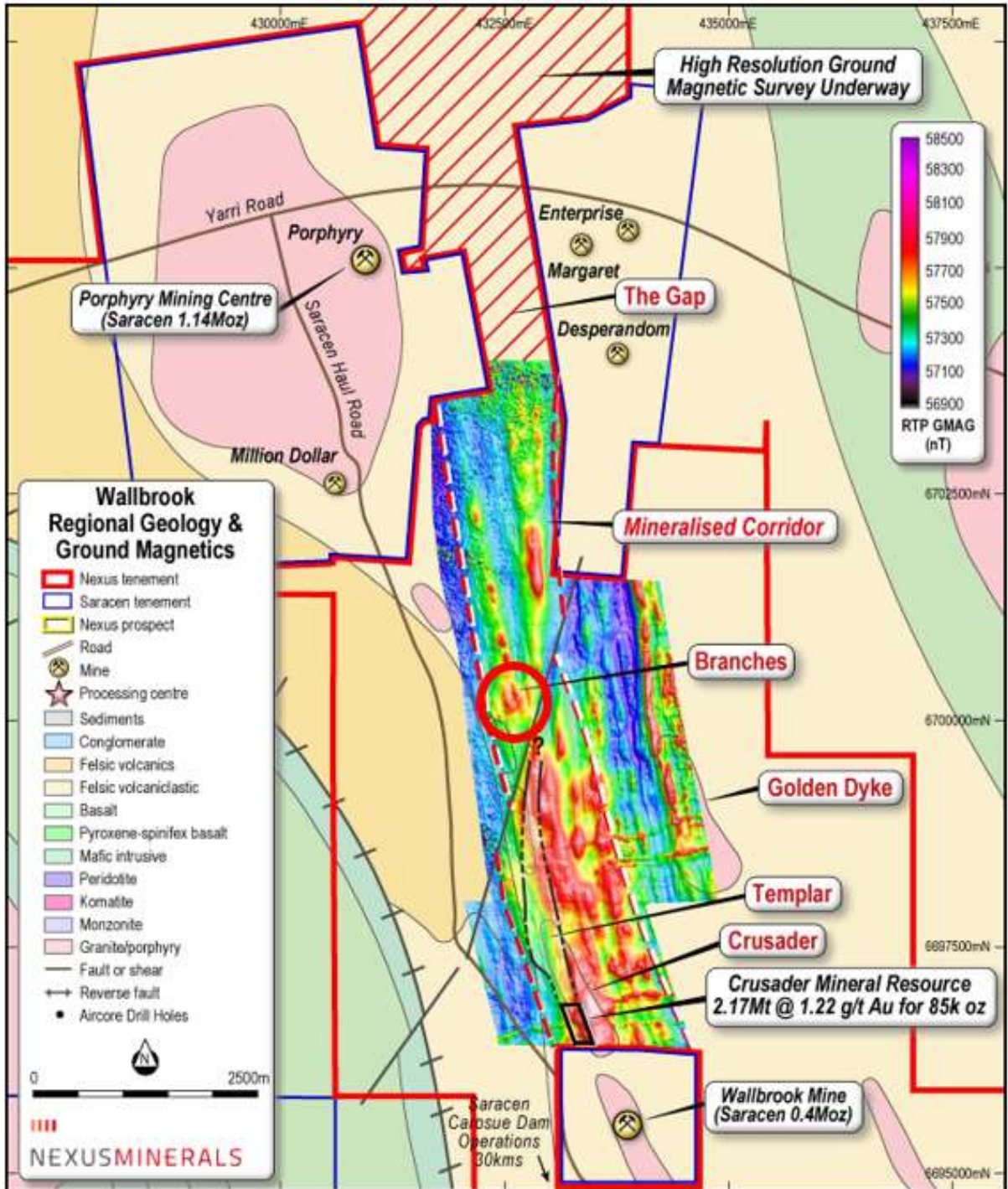


Figure 5: Branches Prospect Location (Red Circle) over Ground Magnetics

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REVIEW OF OPERATIONS

Wallbrook Gold Project

Branches Prospect

Mineralisation

The drill program at Branches delineated a mineralised corridor extending over 400m of strike which remains open in all directions. The mineralisation is associated with a highly sheared and altered quartz porphyry unit that has intruded into the broader volcanoclastic unit. The high-grade gold grades coincide with intense zones of albite-hematite-pyrite-quartz alteration, within and adjacent to the contact of the quartz porphyry unit.

Every RC drill hole intersected mineralisation, with the prospect now open in all directions and at depth. The deepest hole drilled was 125m, and this was also the most northerly hole drilled. There is an increase in both mineralised widths and gold grade tenor to the north of the area drill tested.

New intersections included:

- Hole 133 - 25m @ 2.86g/t Au (from 43m)
(Incl. 8m @ 7.59g/t Au incl. 1m @ 47.45g/t Au)
- Hole 140 - 13m @ 1.64g/t Au (from 35m)
(Incl. 1m @ 9.35g/t Au and 2m @ 4.02g/t Au incl. 1m @ 5.15g/t Au)
- Hole 141 - 14m @ 1.26g/t Au (from 106m)
(Incl. 3m @ 2.81, incl. 1m @ 5.29g/t Au and 2m @ 2.88g/t Au.)

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INTERIM FINANCIAL REPORT TO 31 DECEMBER 2020

DIRECTORS' REPORT

REVIEW OF OPERATIONS (continued)

Wallbrook Gold Project

Branches Prospect

Hole ID	Easting	Northing	mRL	depth (m)	Azimuth	Dip	from (m)	Length (m)	g/t Au
NMWBRC20-112	432961	6700492	369	75	267	-61	29	14	0.90
							inc 30	2	4.30
							inc 30	1	6.61
NMWBRC20-117	432946	6700570	369	66	274	-60	15	12	1.22
							inc 17	9	1.52
NMWBRC20-119	432984	6700570	370	100	267	-60	64	17	1.06
							inc 64	2	1.84
							and 76	4	2.30
							inc 76	1	6.49
NMWBRC20-120	432942	6700611	369	60	272	-59	16	16	0.92
							inc 22	9	1.46
NMWBRC20-128	432960	6700670	370	85	272	-60	45	20	1.00
							inc 55	3	4.96
							inc 55	1	9.58
NMWBRC20-130	432955	6700690	370	80	271	-61	20	17	1.05
							inc 21	7	1.83
NMWBRC20-132	432938	6700710	370	80	270	-60	17	21	0.71
							inc 22	8	1.21
							and 34	1	2.93
NMWBRC20-133	432958	6700710	370	100	272	-59	43	25	2.86
							and 58	8	7.59
							inc 58	1	47.45
							and 64	1	7.66
NMWBRC20-135	432940	6700730	370	80	270	-59	26	14	1.54
							inc 26	1	5.38
NMWBRC20-138	432938	6700750	370	80	271	-60	29	14	1.03
							inc 38	4	2.79
NMWBRC20-140	432938	6700770	370	80	274	-59	35	13	1.64
							inc 39	1	9.35
							and 46	2	4.02
							inc 47	1	5.15
NMWBRC20-141	432969	6700769	370	125	270	-60	106	14	1.26
							inc 111	3	2.81
							inc 111	1	5.29
							and 117	2	2.88

Selected significant intercepts

Table 3: Branches Prospect RC Drill Holes Selected Significant Intercepts

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REVIEW OF OPERATIONS (continued)

Wallbrook Gold Project

Branches Prospect

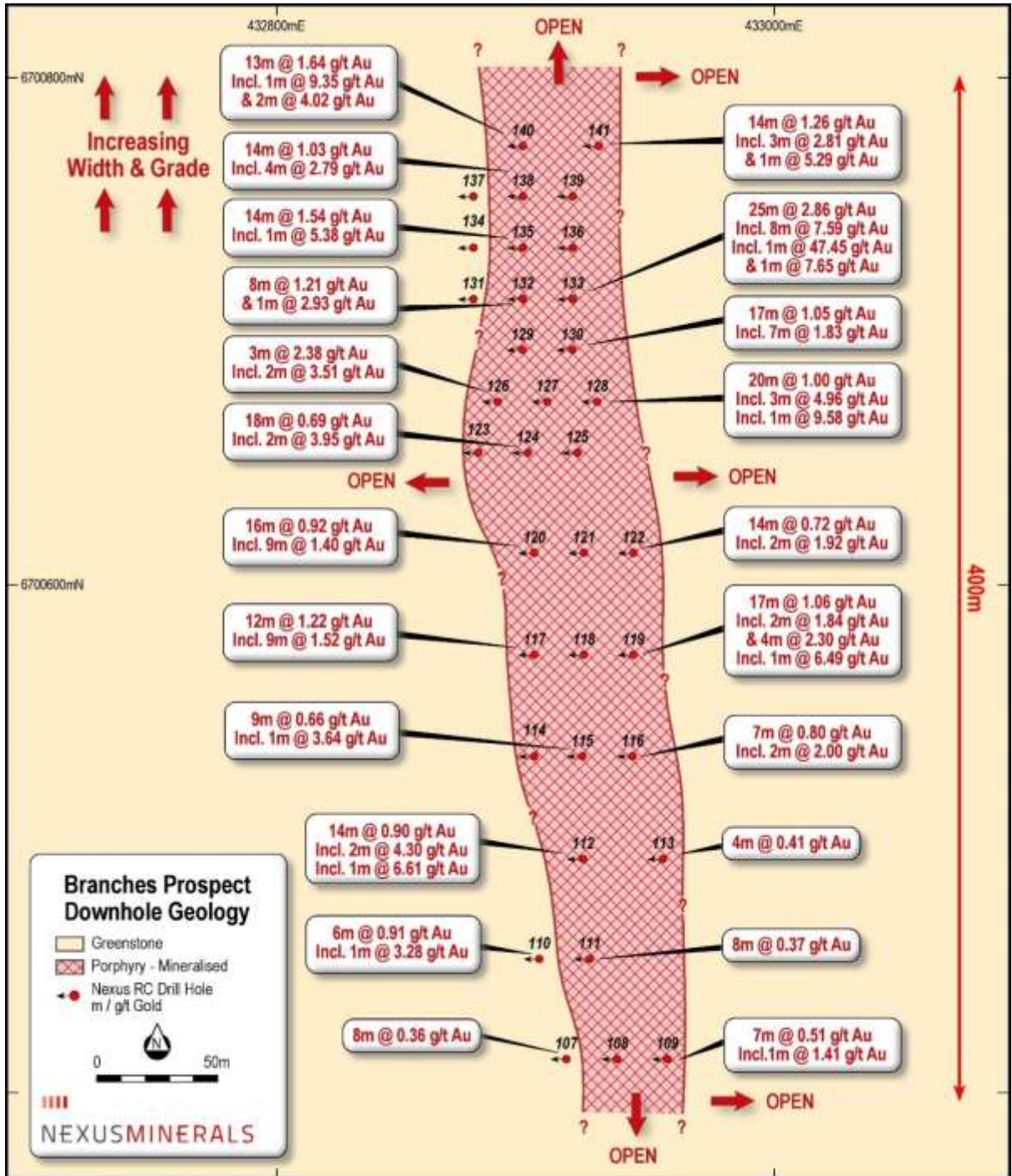


Figure 6: Branches Prospect Selected RC Drill Results over Geology

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DIRECTORS' REPORT

REVIEW OF OPERATIONS (continued)

Wallbrook Gold Project

Golden Dyke Prospect

Hole ID	Easting	Northing	mRL	Depth (m)	Azimuth	Dip	From (m)	Length (m)	g/t Au
NMWBRC20-142	435120	6699301	387	66	93	-59	0	5	0.18
							8	4	0.41
							inc 9	1	1.12
							15	3	0.62
							inc 15	1	1.09
							22	17	2.65
NMWBRC20-143	435084	6699301	388	100	87	-60	2	10	0.59
							inc 6	2	1.95
							18	1	0.22
							78	1	1.02
NMWBRC20-144	435060	6699300	388	135	89	-60	9	2	0.19
							16	3	0.1
							114	1	0.16
NMWBRC20-145	435106	6699319	387	70	89	-60	46	11	0.26
							61	8	4.7
							inc 62	4	9.08
							inc 62	2	16.54
NMWBRC20-146	435086	6699319	388	110	88	-62	6	1	0.13
							69	1	0.88
							102	2	0.38
NMWBRC20-147	435115	6699338	387	70	87	-63	11	20	0.69
							inc 19	6	1.6
							35	15	0.86
							inc 42	1	1.06
							and 47	2	4.55
							inc 47	1	6.51
NMWBRC20-148	435090	6699340	388	110	88	-61	97	1	0.15
							46	1	0.61
							91	1	0.15
							97	1	0.25
NMWBRC20-149	435095	6699358	387	108	88	-61	2	1	0.11
							9	2	0.47
							132	3	0.14
NMWBRC20-150	435069	6699359	388	150	88	-61	9	1	0.26
							29	1	0.48
							35	1	0.13
NMWBRC20-151	435089	6699380	387	90	86	-60	19	1	0.11
							22	1	0.16
NMWBRC20-152	435073	6699379	388	132	87	-61	100	2	0.68
							inc 100	1	1.24

Significant intercepts greater than 0.1g/t Au and with no more than 2 metres internal waste. Greater than 1.0 g/t Au and 5.0 g/t Au reported

Table 4: Golden Dyke Prospect All Significant Intercepts RC Drill Holes

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DIRECTORS' REPORT

REVIEW OF OPERATIONS (continued)

Pinnacles Gold Joint Venture ("Pinnacles Gold JV")

The Pinnacles Gold JV tenements cover approximately 125km². The tenement area is immediately to the south of Saracen's Carosue Dam mining operation, which includes the Karari underground gold mine, currently in operation. The Carosue Dam district exhibits a large scale mineralised hydrothermal gold system having produced multi-million ounces of gold to date, and still today contains >4Moz gold in regional resources.

The geological setting provides for a location between two large granite batholiths, where the basal sequence of basalt and dolerite is overlain by a volcanoclastic sedimentary sequence. Structurally, the project is within a major regional shear zone, with the Yilgangi Fault (the southern extension of the Keith-Kilkenny Fault) and numerous large scale north-south regional structures evident. The district represents a large Archaean intrusion related alteration system that hosts significant gold mineralisation.

During the half-year ended 31 December 2020, Nexus undertook as part of a prefeasibility study, RC and diamond drill programs at the Pinnacles Gold JV.

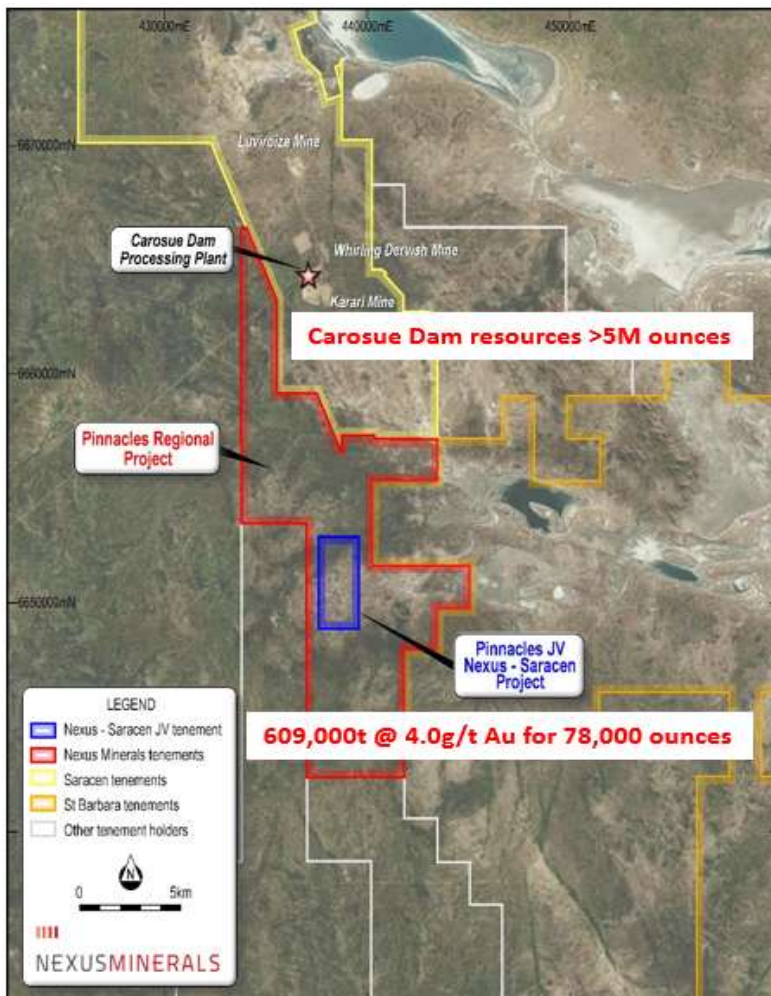


Figure 7: Pinnacles Mineral Resource Area

NEXUS MINERALS LIMITED

INTERIM FINANCIAL REPORT TO 31 DECEMBER 2020

DIRECTORS' REPORT

REVIEW OF OPERATIONS (continued)

Pinnacles Gold JV

This RC program tested 3 specific areas of the proposed open pit and U/G operations:

Shallow mineralisation from surface to 60m (top part of proposed open pit)

- 7m @ 6.25g/t Au from 54m
(Incl. 4m @ 9.68g/t Au)
- 7m @ 3.34g/t Au from 48m
(Incl. 1m @ 11.61g/t Au)
- 7m @ 3.68g/t Au from 36m
(Incl. 1m @ 5.44g/t Au)
- 7m @ 2.78g/t Au from 2m
(Incl. 1m @ 5.38g/t Au)
- 5m @ 2.97g/t Au from 24m
(Incl. 1m @ 6.89g/t Au)
- 6m @ 3.00g/t Au from 36m
(Incl. 1m @ 8.55g/t Au)

Deeper high-grade mineralisation from 60 - 90m (base of proposed open pit)

- 9m @ 9.51g/t Au from 70m
(Incl. 4m @ 20.13g/t Au)
- 4m @ 4.45g/t Au from 77m
(Incl. 1m @ 8.26g/t Au)
- 3m @ 9.40g/t Au from 93m
(Incl. 2m @ 12.73g/t Au)

High-grade mineralisation at ~200m below surface (initial proposed U/G mine levels)

- 5m @ 6.86g/t Au from 99m
(Incl. 2m @ 13.60g/t Au)
- 8m @ 6.40g/t Au from 186m
(Incl. 1m @ 40.36g/t Au)
- 3m @ 8.72g/t Au from 160m EOH (hole abandoned)

NEXUS MINERALS LIMITED

INTERIM FINANCIAL REPORT TO 31 DECEMBER 2020

DIRECTORS' REPORT

REVIEW OF OPERATIONS (continued)

Pinnacles Gold JV

Refer to ASX Announcement: 2 November 2020 – Pinnacles RC Drilling confirms High-Grade Mineralisation in Proposed Open-Pit, and ASX announcement 15 December 2020 – Pinnacles Feasibility Study Update.

Cut Off Grade (g/t Au)		Category	Tonnage (kt)	Grade (g/t Au)	Metal (kOz)
0.5	O/P	Indicated	140	2.6	11
		Inferred	19	1.6	1
		Sub-total	159	2.4	12
1.0	U/G	Indicated	170	5.6	30
		Inferred	280	4.0	36
		Sub-total	450	4.6	66
Combined Total			609	4.0	78

Table 5: Pinnacles JORC 2012 Combined Mineral Resource Estimate

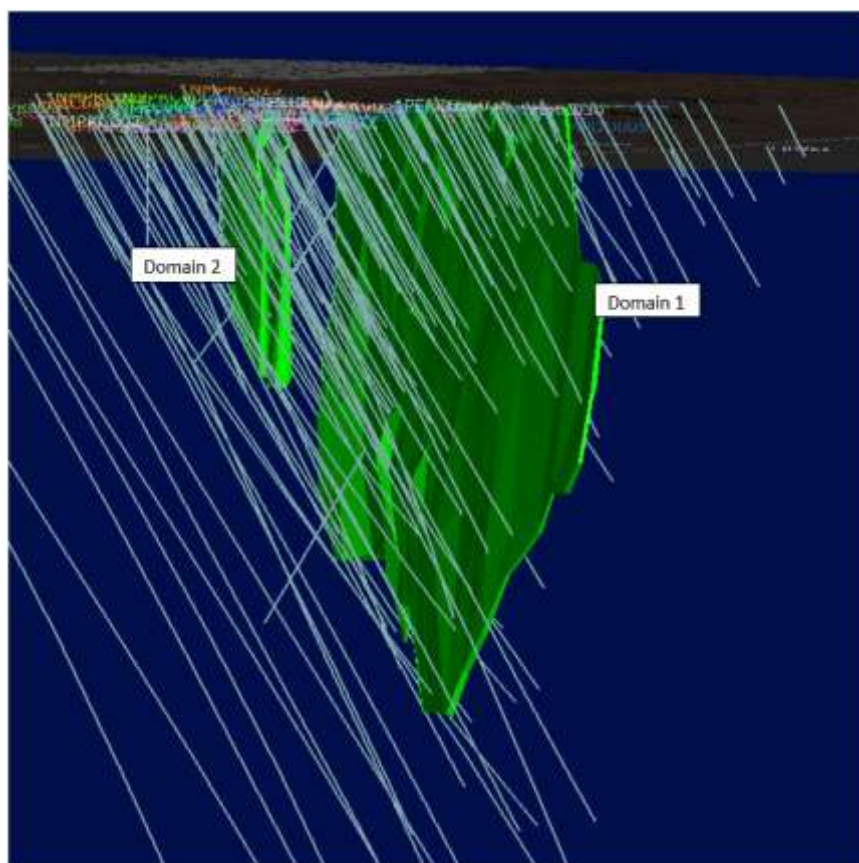


Figure 8: Pinnacles Mineral Resource Model

(Open Cut 0.5g/t Au Cut-off / Underground Cut-off 1.0g/t Au Cut-off)

NEXUS MINERALS LIMITED

INTERIM FINANCIAL REPORT TO 31 DECEMBER 2020

DIRECTORS' REPORT

REVIEW OF OPERATIONS (continued)

Pinnacles Gold JV

Hole ID	Easting	Northing	mRL	depth (m)	Azimuth	Dip	From (m)	Length (m)	g/t Au
NMPRC20-128	439644	6649304	366	45	106	-63	24	5	2.97
						including	28	1	6.89
NMPRC20-129	439636	6649307	365	55	105.4	-61.28	36	7	3.68
						including	38	1	5.44
NMPRC20-130	439627	6649309	364	70	107.08	-60.37	48	7	3.34
						including	52	1	11.61
NMPRC20-132	439651	6649292	366	25	106.04	-66.74	2	7	2.78
						including	8	1	5.38
NMPRC20-133	439633	6649298	365	55	106.64	-61.55	36	6	3.00
						including	41	1	8.55
NMPRC20-135	439649	6649284	365	25	103	-63	8	7	1.66
						including	9	1	7.46
NMPRC20-138	439621	6649291	363	75	103.72	-60.67	54	7	6.25
						including	55	4	9.68
NMPRC20-139	439608	6649295	363	90	105.03	-60.25	77	4	4.45
						including	77	1	8.26
NMPRC20-144	439609	6649283	362	90	104.81	-59.86	70	9	9.51
						including	71	4	20.13
NMPRC20-145	439634	6649266	363	45	105.69	-60.5	27	3	6.23
						including	27	2	8.51
NMPRC20-149	439597	6649309	363	120	108.46	-61.11	99	5	6.86
						including	100	2	13.60
NMPRC20-150	439588	6649269	361	126	103.98	-57.41	93	3	9.40
						including	94	2	12.73
NMPRC20-151	439584	6649250	360	132	103.17	-57.54	96	4	2.27
						including	99	1	6.08
NMPRC20-153	439550	6649303	362	210	106.56	-61.02	186	8	6.40
						including	186	1	40.36
NMPRC20-155	439565	6649343	362	168	108.19	-60.44	160	3	8.72
Hole abandoned prior to target									
Significant intercepts greater than 0.5g/t Au and with no more than 2 metres internal waste. Greater than 5.0 g/t Au reported separately									

Table 6: Pinnacles Gold JV Diamond Drill Holes Selected Significant Intercepts

Hole ID	Easting	Northing	mRL	Depth (m)	Azimuth	Dip	From (m)	Length (m)	g/t Au
NMPDD20-009	439577	6649153	359	179.8	34.4	-51.8	140.62	4.93	3.31
						inc	144.94	0.61	19.11
NMPDD20-010	439585	6649360	362	174.9	143.6	-43.9	133.55	0.91	1.07
NMPDD20-011	439606	6649275	362	90.0	106.0	-58.7	64.15	5.34	4.46
						inc	67.46	1.09	7.49
NMPDD20-012	439645	6649265	363	30.0	107.5	-58.2	5.00	5.68	2.41
						inc	8.50	0.88	5.77
NMPDD20-013	439615	6649305	363	87.7	107.1	-59.8	64.52	3.38	1.67
NMPDD20-014	439643	6649295	365	37.8	104.4	-61.0	21.80	4.00	0.71
NMPDD20-015	439567	6649277	361	154.8	107.0	-58.7	131.00	2.00	7.36
Significant intercepts greater than 0.5g/t Au and with no more than 2 metres internal waste. Greater than 5.0 g/t Au reported separately									

Table 7: Pinnacles Gold JV Diamond Drill Holes Selected Significant Intercepts

NEXUS MINERALS LIMITED

INTERIM FINANCIAL REPORT TO 31 DECEMBER 2020

DIRECTORS' REPORT

REVIEW OF OPERATIONS (continued)

Pinnacles Gold JV

Subsequent to the reporting date:

Nexus has been in the process of undertaking a prefeasibility study of a range of options for the project to be developed into a mining operation.

Three options were assessed in the study:

Shallow open pit (<30m) with decline below to underground operation.

Deep open pit (~90m) with portal to underground operation.

Box cut outside of mineralised zone in fresh rock with decline directly to underground operation. (Stand-alone underground / No open pit operation).

The work to date is indicating option 3 to be the preferred option. Any future prefeasibility work will focus on option 3 and the work required to assess this option being a stand-alone underground mining operation.

In light of the significant exploration potential and activities planned for the Company's Wallbrook Gold Project in 2021, the Nexus board has made the decision to direct management and personal efforts predominantly to the Wallbrook Gold Project, rather than expand the prefeasibility study at this time.

Triumph Gold Project

The sale of the Triumph Gold Project to Gibb River Diamonds Limited (ASX: GIB) was completed during the half-year ended 31 December 2020 (refer ASX announcement 2 December 2020). Nexus received (for its 90% share of E31/1179) the following consideration:

- Option payment of \$100,000 +GST (non-refundable, see ASX release 16/7/2020) that granted Gibb River Diamonds Limited (GIB) a 6-month option to purchase the Triumph Gold Project - Tenement E39/1179;
- Tenement sale with GIB paying Nexus a further \$300,000 +GST, issuing 5,000,000 GIB shares and 5,000,000 GIB options;
- The 5,000,000 GIB shares have a deemed price of 4 cents, and are escrowed for 12 months from date of issue;
- The 5,000,000 GIB options terms are 9 cent strike with an expiry on 28 November 2022; and
- Nexus retains the right to remove historic tailings from the tenement for a period up to 2 years.

Mt Celia Project

Field work continued during the half-year on the tenement package. Ground geological mapping and ground truthing of adjacent tenement drilling activity was undertaken.

NEXUS MINERALS LIMITED

INTERIM FINANCIAL REPORT TO 31 DECEMBER 2020

DIRECTORS' REPORT

REVIEW OF OPERATIONS (continued)

Corporate

During the half-year Nexus completed a share placement to sophisticated and professional investors raising \$3.38 million before issue costs. 75,111,110 shares were issued in 2 tranches at an issue price of 4.5 cents per share. Funds raised were used for the Pinnacles feasibility study and the RC drilling program at the Wallbrook gold project.

Nexus also completed a placement of 44,000,000 shares at an issue price of 15 cents to sophisticated and professional investors raising \$6,600,000 before issue costs. Euroz Hartleys Limited and Shaw & Partners acted as Joint Lead Managers to the Placement. The funds will be used to complete the feasibility study at the Pinnacles Gold JV and RC drilling programs and other exploration activities at the Wallbrook Gold Project.

On 27 November 202 Directors exercised 6,800,000 options at an exercise price of 11.1 cents raising \$754,800.

During the half-year Nexus Managing Director Andy Tudor presented to a number of stockbrokers, fund managers and high net worth investors in Perth as well as via Zoom to Sydney/Melbourne/Adelaide. The presentations were well received and provided an update of the Company's activities including the Wallbrook Gold project and Pinnacles Gold JV, and other Company projects.

Nexus attended the RIU Explorers Conference at the Hyatt during September 2020. Andy Tudor's presentation was well received during the conference.

Managing Director Andy Tudor, and Chairman Paul Boyatzis, conducted a site visit to the Pinnacles and Wallbrook project areas. They also visited the Carouse Dam Operations (**CDO**) owned by Saracen Minerals Ltd and undertook a tour of the newly upgraded CDO mill.

The Company held its Annual General Meeting on 30 November 2020. All resolutions were passed by a poll. 4,000,000 unlisted options were issued to Shaw and Partners during the half-year as consideration for marketing and promotional services provided. The options have an exercise price of 10 cents and an expiry date of 26 August 2022.

NEXUS MINERALS LIMITED

INTERIM FINANCIAL REPORT TO 31 DECEMBER 2020

DIRECTORS' REPORT

REVIEW OF OPERATIONS (continued)

Resources

As at 31 December 2020, Nexus Minerals Limited combined Mineral Resource Estimate at Wallbrook is 2.17Mt @ 1.22g/t Au for 85,000 ounces (refer Table 1) and at Pinnacles is 551,200 tonnes at 4.6gpt Au for 82,000 ounces (refer Table 2). The Company's Mineral Resource has changed from 2018 to include the Wallbrook mineral resource in 2019.

Mineral Resource and Ore Reserve Governance and Internal Controls

Nexus Minerals ensures that the Mineral Resource estimate quoted is subject to governance arrangements and internal controls activated at a site level and at the corporate level. Internal and external reviews of Mineral Resource estimation procedures and results are carried out through a technical review team which is comprised of highly competent and qualified professionals. These reviews have not identified any material issues. The Company has finalised its governance framework in relation to the Mineral Resource estimate in line with its business structure. Nexus reports its Mineral Resource on an annual basis in accordance with the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (the JORC Code) 2012 Edition. Competent Persons named by Nexus are Members or Fellows of the Australasian Institute of Mining and Metallurgy and/or the Australian Institute of Geoscientists and qualify as Competent Persons as defined in the JORC Code.

Competent Person's Statement

The information in this report that relates to Exploration Results is based on information compiled or reviewed by Andy Tudor, who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Tudor is a full-time employee of Nexus Minerals Limited. Mr Tudor has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity for which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australia Code for Reporting and Exploration Results, Mineral Resources and Ore Reserves". The exploration results are available to be viewed on the Company website www.nexus-minerals.com. The Company confirms it is not aware of any new information that materially affects the information included in the original announcements, and in the case of Mineral resources, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcements continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original announcements. Mr Tudor consents to the inclusion in the reports of the matters based on his information in the form and context in which it appears.

NEXUS MINERALS LIMITED

INTERIM FINANCIAL REPORT TO 31 DECEMBER 2020

DIRECTORS' REPORT

EVENTS SUBSEQUENT TO THE REPORTING DATE

Subsequent to the reporting date the Group has commenced multi-phase RC and diamond drill programs across a number of prospect areas within the Wallbrook project as well as high resolution ground magnetic surveys followed up with detailed gravity surveys to identify further targets for drill testing.

Other than the above, no matter or circumstance has arisen subsequent to the reporting date, which has significantly affected, or may significantly affect the operations of the Group, the result of those operations, or the state of affairs of the Group in subsequent financial years.

AUDITOR'S INDEPENDENCE DECLARATION

Section 307C of the *Corporations Act 2001* requires our auditors, Nexia Perth Audit Services Pty Ltd, to provide the Directors of the Company with an independence declaration in relation to the review of the interim financial report. This independence declaration is set out on page 27 of the directors' report for the half-year ended 31 December 2020.

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

On behalf of the Directors



A Tudor

Managing Director

Perth, 16th March 2021

Auditor's independence declaration under section 307C of the Corporations Act 2001

To the directors of Nexus Minerals Limited

I declare that, to the best of my knowledge and belief, in relation to the review for the half-year ended 31 December 2020 there have been:

- (i) no contraventions of the auditor's independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.

**Nexia Perth Audit Services Pty Ltd****Muranda Janse Van Nieuwenhuizen**
Director

Perth
16 March 2021

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NEXUS MINERALS LIMITED
INTERIM FINANCIAL REPORT
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020

		CONSOLIDATED	CONSOLIDATED
		31 December 2020	31 December 2019
	Note	\$	\$
Revenue	3	1,837,366	-
Other income		-	487,574
Exploration and evaluation expenditure expensed as incurred		(2,064,269)	(565,493)
Employee benefits		(8,417)	(4,906)
ASX and regulatory expenses		(54,963)	(34,272)
Depreciation and amortisation expenses		(20,532)	(18,288)
Directors' fees		(83,370)	(67,140)
Insurance expenses		(9,817)	(9,238)
Legal and professional fees		(57,841)	(74,991)
Occupancy expenses		(23,855)	(14,446)
Marketing expenses		(100,991)	(32,674)
Share-based compensation	4	(75,105)	(113,160)
Other expenses		(38,460)	(46,872)
Loss from operating activities		(700,254)	(493,906)
Financial income		10,299	24,483
Financial expenses		(3,031)	(4,042)
Net financing income		7,268	20,441
Loss before income tax		(692,986)	(473,465)
Income tax benefit/(expense)		-	-
Loss for the half-year		(692,986)	(473,465)
Other comprehensive loss			
Items that may be reclassified subsequently to profit or loss:			
Net change in fair value of financial assets		(610,249)	-
Other comprehensive loss for the half-year		(610,249)	-
Total comprehensive loss for the half-year		(1,303,235)	(473,465)
Loss per share			
Basic and diluted loss per share (cents per share)		(0.37) cents	(0.40) cents

The accompanying notes form part of these financial statements.

NEXUS MINERALS LIMITED
INTERIM FINANCIAL REPORT
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2020

	Note	CONSOLIDATED	CONSOLIDATED
		31 December 2020	30 June 2020
		\$	\$
Current assets			
Cash and cash equivalents		10,469,957	2,439,976
Trade and other receivables		144,326	89,035
Other financial assets		57,879	57,879
Other assets		18,567	17,411
Total current assets		<u>10,690,729</u>	<u>2,604,301</u>
Non-current assets			
Financial assets	5	774,625	59,375
Exploration assets		125,160	125,160
Right-of-use assets		57,889	71,251
Plant and equipment		32,629	15,618
Total non-current assets		<u>990,303</u>	<u>271,404</u>
Total assets		<u>11,681,032</u>	<u>2,875,705</u>
Current liabilities			
Trade and other payables		158,581	175,569
Cash held on trust		-	49,217
Lease liabilities		27,119	21,111
Provisions		34,000	28,185
Total current liabilities		<u>219,700</u>	<u>274,082</u>
Non-current liabilities			
Lease liabilities		35,528	49,329
Total non-current liabilities		<u>35,528</u>	<u>49,329</u>
Total liabilities		<u>255,228</u>	<u>323,411</u>
Net assets		<u>11,425,804</u>	<u>2,552,294</u>
Equity			
Issued capital	6	31,683,130	21,385,531
Reserves	7	(442,609)	294,257
Accumulated losses		<u>(19,814,717)</u>	<u>(19,127,494)</u>
Total equity		<u>11,425,804</u>	<u>2,552,294</u>

The accompanying notes form part of these financial statements.

NEXUS MINERALS LIMITED
INTERIM FINANCIAL REPORT
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020

	CONSOLIDATED	CONSOLIDATED
	31 December 2020	31 December 2019
	\$	\$
Cash flows from operating activities		
Cash receipts from customers	70,150	487,574
Government grants received	37,295	-
Interest received	10,194	25,623
Interest paid	(3,031)	(4,042)
Exploration expenditure	(1,762,210)	(369,226)
Payments to suppliers and employees	(742,867)	(435,586)
Net cash used in operating activities	<u>(2,390,469)</u>	<u>(295,657)</u>
Cash flows from investing activities		
Proceeds from sale of tenement interest	400,000	-
Payments for purchases of plant and equipment	(24,181)	-
Net cash from investing activities	<u>375,819</u>	<u>-</u>
Cash flows from financing activities		
Proceeds from the issue of shares	9,930,784	-
Proceeds from the conversion of options	754,800	-
Issue costs	(633,160)	-
Repayment of lease	(7,793)	(11,138)
Net cash from/(used in) financing activities	<u>10,044,631</u>	<u>(11,138)</u>
Net decrease in cash and cash equivalents	8,029,981	(306,795)
Cash and cash equivalents at the beginning of the half-year	<u>2,439,976</u>	<u>3,290,557</u>
Cash and cash equivalents at the end of the half-year	<u>10,469,957</u>	<u>2,983,762</u>
Cash and cash equivalents	10,469,957	3,006,129
Borrowings	-	(22,367)
Net cash and cash equivalents	<u>10,469,957</u>	<u>2,983,762</u>

The accompanying notes form part of these financial statements.

NEXUS MINERALS LIMITED
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020

	Issued capital	Share based payment reserve	Fair value reserve	Accumulated losses	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2019	21,461,911	201,722	(44,375)	(18,125,532)	3,493,726
<i>Total comprehensive loss for the half-year</i>					
Loss for the half-year	-	-	-	(473,465)	(473,465)
<i>Other comprehensive loss</i>					
Change in the fair value of financial assets	-	-	-	-	-
<i>Total comprehensive loss for the half-year</i>	-	-	-	(473,465)	(473,465)
Share-based payment	-	113,160	-	-	113,160
Balance at 31 December 2019	21,461,911	314,882	(44,375)	(18,598,997)	3,133,421
Balance at 1 July 2020	21,385,531	314,882	(20,625)	(19,127,494)	2,552,294
<i>Total comprehensive loss for the half-year</i>					
Loss for the half-year	-	-	-	(692,986)	(692,986)
<i>Other comprehensive loss</i>					
Change in the fair value of financial assets	-	-	(610,249)	-	(610,249)
<i>Total comprehensive loss for the half-year</i>	-	-	(610,249)	(692,986)	(1,303,235)
Shares issued for cash	9,980,000	-	-	-	9,980,000
Shares issued on conversion of options	950,759	(195,959)	-	-	754,800
Options expired during the period	-	(5,763)	-	5,763	-
Issue of options to consultant	-	75,105	-	-	75,105
Share issue costs	(633,160)	-	-	-	(633,160)
Balance at 31 December 2020	31,683,130	188,265	(630,874)	(19,814,717)	11,425,804

The accompanying notes form part of these financial statements.

NEXUS MINERALS LIMITED

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1. Significant Accounting Policies

Statement of compliance

The condensed consolidated interim financial report is a general-purpose financial report prepared in accordance with the requirements of the *Corporations Act 2001* and AASB 134 *'Interim Financial Reporting'*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *'Interim Financial Reporting'*.

The condensed consolidated interim financial report does not include full disclosure of the type normally included in an annual financial report, and accordingly this report should be read in conjunction with the most recent annual financial report 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* and the ASX listing rules.

Basis of preparation

The condensed consolidated interim financial statements have been prepared on the basis of historical cost, except for the revaluation of certain financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. The Consolidated entity, comprising Nexus Minerals Limited, Nexus Minerals Australia Pty Ltd, Nexus Wallbrook Pty Ltd, Nexus Mt. Celia Pty Ltd, Nexus Pinnacles Pty Ltd and Nexus Gold Pty Ltd, is domiciled in Australia and all amounts are presented in Australian dollars, unless otherwise indicated.

The accounting policies and methods of computation adopted in the preparation of the interim financial report are consistent with those adopted and disclosed in the Company's 30 June 2020 Annual Report. For the purpose of preparing the report the half-year ended 31 December 2020 has been treated as a discrete reporting period.

Amendments to AASBs and new Interpretations which are mandatorily effective for the current reporting period

The Group has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to their operations and effective for the current year.

New Accounting Standards and Interpretations not yet mandatory or early 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 2020. As a result of this review the Directors have determined that there is no material impact of the Standards and Interpretations in issue not yet adopted on the Group and, therefore, no change is necessary to Group accounting policies.

NEXUS MINERALS LIMITED

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1. Significant Accounting Policies (continued)

Revenue recognition

Sale of exploration assets

Revenue is recognised when title to the exploration assets has passed at which time all the following conditions are satisfied:

- the Group has transferred to the buyer the significant risks and rewards of ownership of the assets;
- the Group retains no effective control over the assets sold;
- the amount of revenue can be measured reliably; and
- it is probable that the economic benefits associated with the transaction will flow to the Group.

Significant Accounting Judgements and Key Estimates

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

In preparing this interim financial report the significant judgements made by management in applying the Group's accounting policies and key sources of estimation uncertainty were the same as those that applied to the 30 June 2020 Annual Report.

2. Segment Information

The Group's operating segments have been determined with reference to the monthly management accounts used by the chief operating decision maker to make decisions regarding the Group's operations and allocation of working capital.

Due to the size and nature of the Company, the Board as a whole has been determined as the chief operating decision maker.

The Group operates in one business segment and one geographical segment, namely the mineral exploration industry in Western Australia.

The revenues and results of this segment are those of the group as a whole and are set out in the statement of profit or loss and other comprehensive income. The segment assets and liabilities of this segment are those of the Group and are set out in the statement of financial position.

NEXUS MINERALS LIMITED

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

3. Revenue

	6 months to 31 December 2020	6 months to 31 December 2019
	\$	\$
Sale of exploration project ⁽¹⁾	1,725,499	-
Joint Venture contribution	109,498	-
Refunds	2,369	-
	1,837,366	-

⁽¹⁾ As detailed in the review of operations Nexus completed the sale of the Triumph Gold Project to Gibb River Diamonds Limited during the half-year. Consideration received comprised cash of \$400,000, 5,000,000 Gibb shares at a fair value of \$750,000 and 5,000,000 Gibb options at a fair value of \$575,499. Details of the shares and options and how their fair value was calculated are provided in Note 5: Financial Assets.

4. Share-based payments

During the half-year 4,000,000 unlisted options were granted to Shaw & Partners for marketing and promotional services provided to the Company. The options have an exercise price of 10 cents and an expiry date of 26 August 2022. The expense recognised during the half-year is \$75,105.

The inputs to the valuation of options granted during the half-year were:

Dividend yield	nil%
Expected volatility	67.44%
Risk-free interest rate	0.27%
Expected life of option	2 years
Exercise price	10 cents
Grant date share price	7.1 cents

The valuation of options granted was determined using the Black-Scholes model. The expected life of the options is based on historical data and is not necessarily indicative of exercise patterns that may occur. The expected volatility reflects the assumption that the historical volatility is indicative of future trends, which may also not necessarily be the actual outcome. No other features of options granted were incorporated into the measurement of fair value.

6,800,000 options were exercised during the half-year (31 December 2019: nil). 200,000 options expired during the half-year (31 December 2019: nil).

NEXUS MINERALS LIMITED

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

5. Financial assets

	31 December 2020 \$	30 June 2020 \$
<i>Non-current</i>		
Fair value at beginning of period	59,375	35,625
Fair value of listed shares received in consideration for sale of exploration asset	750,000	-
Fair value of unlisted options received in consideration for sale of exploration asset	575,499	-
Revaluation of financial assets taken to fair value reserve	(610,249)	23,750
	<u>774,625</u>	<u>59,375</u>

Listed shares received in consideration for sale of exploration assets during the half-year comprised 5,000,000 shares in Gibb River Diamonds Limited for the sale of the Triumph Gold Project which settled on 2 December 2020. The shares are escrowed for 12 months from settlement date.

Fair value was determined using the closing share price on the settlement date. Fair value was subsequently determined on the reporting date using the closing share price and the movement in fair value was taken to the fair value reserve.

Unlisted options received in consideration for sale of exploration assets during then half-year comprised 5,000,000 options in Gibb River Diamonds Limited for the sale of the Triumph Gold Project which settled on 2 December 2020. The options have an exercise price of 9 cents and an expiry date of 28 November 2022.

The fair value of the options was determined using the Cox, Ross & Rubinstein Binomial Tree Option calculator using a volatility rate of 143% and a risk free interest rate of 0.10%. Fair value was subsequently determined on the reporting date using a volatility rate of 143% and a risk free interest rate of 0.08% and the movement in fair value was taken to the fair value reserve.

6. Issued capital

	31 December 2020 \$	30 June 2020 \$
<i>Issued and paid up capital</i>		
Fully paid ordinary shares	<u>31,683,130</u>	<u>21,385,531</u>
	Number	Number
<i>Movements in fully paid shares on issue</i>		
At beginning of period	118,240,561	118,240,561
Shares issued for cash	119,111,110	-
Shares issued on conversion of options	6,800,000	-
Balance at end of period	<u>244,151,671</u>	<u>118,240,561</u>

NEXUS MINERALS LIMITED

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

6. Issued capital (continued)

	<u>31 December 2020</u> Number	<u>30 June 2020</u> Number
<i>Movements in options on issue</i>		
At beginning of period	14,000,000	8,900,000
Options issued during the period	4,000,000	7,000,000
Options converted during period	(6,800,000)	-
Options expired during the period	(200,000)	(1,900,000)
Balance at end of period	<u>11,000,000</u>	<u>14,000,000</u>

7. Reserves

	<u>31 December 2020</u> \$	<u>30 June 2020</u> \$
<i>Movements in share-based payment reserve</i>		
Balance at beginning of period	314,882	201,722
Options converted during the period	(195,959)	-
Options expired during the period	(5,763)	-
Share-based payments	75,105	113,160
Balance at end of period	<u>188,265</u>	<u>314,882</u>
<i>Movements in fair value reserve</i>		
Balance at beginning of period	(20,625)	(44,375)
Increase/(decrease) in fair value recognised in reserve	(610,249)	23,750
Balance at end of period	<u>(630,874)</u>	<u>(20,625)</u>
Total reserves	<u>(442,609)</u>	<u>294,257</u>

8. Contingencies and commitments

	<u>31 December 2020</u> \$	<u>30 June 2020</u> \$
Commitments		
<i>Exploration expenditure commitments</i>		
Minimum exploration expenditure:		
not later than 1 year	562,000	612,000
Later than 1 year but not later than 5 years	2,248,000	2,448,000
	<u>2,810,000</u>	<u>3,060,000</u>

In the opinion of the directors there were no contingent liabilities at the date of this report.

NEXUS MINERALS LIMITED

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

9. Events subsequent to the reporting date

Subsequent to the reporting date the Group has commenced multi-phase RC and diamond drill programs across a number of prospect areas within the Wallbrook project as well as high resolution ground magnetic surveys followed up with detailed gravity surveys to identify further targets for drill testing.

Other than the above no matter or circumstance has arisen subsequent to the balance date, which has significantly affected, or may significantly affect the operations of the Group, the result of those operations, or the state of affairs of the Group in subsequent financial years.

10. Related Parties

Transactions with directors and director-related entities continue to be in place. For details on these arrangements, please refer to the 30 June 2020 annual financial report. During the half-year ended 31 December 2020 a \$50,000 bonus was paid to a related party of Managing Director Andy Tudor.

Key management personnel continue to receive compensation in the form of short-term employee benefits, post-employment benefits and share-based payments.

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NEXUS MINERALS LIMITED

DIRECTORS' DECLARATION

For the half-year ended 31 December 2020

In the Directors' opinion:

1. The attached condensed consolidated interim financial statements and notes thereto are in accordance with the *Corporations Act 2001* including:
 - (a) complying with Accounting Standard AASB 134 "Interim Financial Reporting" and the *Corporations Regulations 2001*; and
 - (b) giving a true and fair view of the Consolidated entity's financial position as at 31 December 2020 and of its performance for the half-year then ended.
2. There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

On behalf of the Directors



A Tudor
Managing Director
Perth, 16th March 2021

Independent Auditor's Review Report to the members of Nexus Minerals Limited

Report on the Interim Financial Report

Conclusion

We have reviewed the accompanying interim financial report of Nexus Minerals Limited (the "Company") and its controlled entities (the "Group"), which comprises the condensed consolidated statement of financial position as at 31 December 2020, the condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the period ended on that date, notes comprising a summary of accounting policies, selected other explanatory notes and the directors' declaration of the Group comprising the Company and the entities it controlled at the half-year end or from time to time during the interim period.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the interim financial report of Nexus Minerals Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the Group's financial position as at 31 December 2020 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* (ASRE 2410). 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 Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & 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.

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.

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Responsibility of the Directors for the Interim Financial Report

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

Auditor's Responsibility for the Review of the Interim Financial Report

Our responsibility is to express a conclusion on the interim 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 interim 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 2020 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 an interim 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.



Nexia Perth Audit Services Pty Ltd



Muranda Janse Van Nieuwenhuizen
Director

Perth
16 March 2021