



**Stoney Pinch Sands Pty Ltd**

# Annual Report

## **CALSILIC**

High Performance  
Silica/Lime Soil  
Nutrients Project

Triple Bottom Line

- Finance
- Safety
- Social Dividend

Incorporating ESG

**2024-25**

# CHAIRMAN'S REPORT

2024-25 has been a “breakout” year for Stoney Pinch Sands, after several years of technical research and development and market intelligence to determine the highest and best use for our high purity quartz deposit 8 kms west of Renmark (ML6464).

Attached as a part of this report is the Information Memorandum [1], which we are using to raise the additional funds needed to ensure that the company grows as we develop the identified products which we are commercialising. As has been the case since inception we are aware of a very wide range of potential products. We have focused on plant available silica, silica armour and lime pellets because they are mid to high range in value and fill a gap in the current marketplace.

## Highlights of the Year

Successful application to the Australian Government / AusIndustry / IGP \$250,000 grant matched 50/50 to “rectify silica deficiency in soils”.

The grant was underpinned by an Australian Patent filed 5 July 2025 for a process to produce plant-available silica (PAS) from crystalline silica using supercritical water (SCW).

The matching funds were largely sourced from new shareholder investors, which as at 30th of June 2025 amounted to \$300,000 raised. The raising was supported with a detailed Information Memorandum (v11), which included an ASIC “Offer Information Statement”.

Approval to build a sand processing plant at Lot 10, Renmark West, is well advanced, having received Planning Approval from the Renmark Paringa Council, pending final building consent. PA is underpinned by a detailed “Air Quality Impact Assessment” prepared for the EPA.

Hence, the company has purchased a re-locatable shed from China to house the IMPTEC SFC350 super fine crusher, which is now in our possession ex the Hallett works at Cavan.

Initial work commenced on the establishment of PhD project to examine the conversion of soluble silica from (quartz) sand using Super Critical Water (SCW). Research will include reactor parameters, pressure, temperature, dwell time, particle size, solution pH, etc.in order to maximise PAS production and release rates.

Toward that end, we designed and built a “batch scale” SCW pressure vessel that produced 25,000 ppm soluble silicon, considered to be highly competitive in the marketplace.

Perhaps one of the more noteworthy “lucky breaks” of the year was the discovery of Shane Phillips, who brings a lifetime of experience in the production and marketing of soluble silicon. Shane has been engaged as our consulting industrial chemist through the agency of Bio-Central Laboratories – Thebarton SA.

# CHAIRMAN'S REPORT

This year, our Board was boosted with the engagement of new director Mel Zerner who is a highly experienced Chartered Accountant and Auditor. Mel has been instrumental in upgrading our internal accounting capability, working with bookkeeper Francis Dunhill to improve our financial reporting standards.

Chartered Accountants Hiller Ellis continue to prepare our annual financial statements, and as of 2024-25, they will be audited by Stevens & Andrew Pty Ltd.

During the year, the Board held 11 directors' meetings and sent out 4 quarterly memos to shareholders, highlighting the achievements.

Finally, I would like to thank the services of my fellow directors who have volunteered their time to work as a cohesive, productive and professional board.

Chair, John Crosby AM

## **SUPER CRITICAL WATER REACTOR “Lab Scale – Batch Process”**



# FINANCIAL REPORT

2024-25 Financial Report has been prepared by Hillier Ellis Chartered Accountants, as signed off by Simon Hillier on the 6th of August 2025.

## Results (Summary)

- Sales: \$432
- Expenditure: \$69,224
- Loss: \$68,792
- Accumulated losses: \$808,172
- Assets: \$3,117,509
- Liabilities: \$1,100
- Net Assets: \$3,116,409

For full set of Financial Statements – refer to endnote [2]

## Position Statement - Auditors Report 2024-25

As at 30 June 2025, the company held \$226,000 CR at Bank SA, had no term debt, no bills due, no equipment finance, one small creditor (\$1,100 – since paid), one small debtor \$8,400 and no statutory liabilities (ATO tax or superannuation outstanding).

### **AusIndustry IGP ESC Grant**

**Official notification Wednesday 20 August 2025**

**Subject:** Industry Growth Program: Early-Stage Commercialisation grant payment

**STONE PINCH SANDS PTY LTD**

Your reference no: IGPESC000631

### **Industry Growth Program: Early-Stage Commercialisation – Grant payment**

The program delegate has approved your grant payment. A copy of the Recipient Created Tax Invoice (RCTI) is now available on the business.gov.au portal. You must use these grant funds in accordance with the terms of the grant agreement.

**Department of Industry, Science and Resources**

**IGP Timetable – production to commence April 2026**

# PRODUCTS

## PLANT AVAILABLE SILICA (PAS)

Plant Available Silica is an emerging bio-stimulant used to rectify silica deficiency in soils and improve the ability for plants to grow and thrive. Stoney Pinch Sands has been working hard on utilising its high-purity silica deposit to produce PAS.

Converting inert silica sand into soluble (amorphous) form is technically very difficult. It is conventionally done by using calcination (high temperature kilns) or soaking in a strong alkaline bath (caustic soda) as a chemical treatment.

However, we have adopted Super Critical Water under super critical conditions of heat and pressure as a preferred option and in July 2025 we filed an Australian Patent with IP Australia for our invention to convert silica sand into soluble silicon.

Stoney Pinch has established relationships with suppliers to Australian growers and farmers at a retail price of approximately \$3.50 per litre (\$2,500 per tonne) which is a value add ratio of approximately 50:1 compared to flint grade sand to glass factories.

## SILICA ARMOUR (SA)

Silica Armour (SA) is increasingly recognised as an organic friendly alternative to the use of chemicals to control insects and fungal diseases such as downy mildew in grapes or hull-rot in almond crops.

SA works as a thin amorphous layer on the leaves of plants to kill insects, with soluble silica being favoured as a fungicide and amorphous silica particles as an insecticide.

The mode of action is SA sprayed onto the leaves of crops, such as almonds. It acts as a physical irritant to insects, that deters and kills them.

Literature reviews claim that uptake of silicon acts as a fungicide that strengthens cell walls of plants, and has been proven to be effective in treatment of saline soils.

## LIME PRILL (LP)

Soil Acidity – Lime Prill

Lime is useful to maintain good soil pH levels and avoid yield losses. This is just as important as applying fertiliser in the first place, to maximise yields.

The dramatic increase in global fertiliser prices and its impact on farm productivity has seen a major focus on technology that will increase cereal and similar crop returns from existing nutrient inputs.

However, by micronising lime and then forming it into small pellets, the lime can be injected directly into the seed bed where it is instantly available to begin the process of reversing soil acidity and unlocking the vital elements for plant growth.

# DIRECTORS

## **John Crosby**

**Chairman Stoney Pinch Sands Pty Ltd / Businessman / Shareholder**

Chairman Stoney Pinch Sands Pty Ltd / Businessman / Shareholder

John has held a number of positions including Senior Vice President of the National Farmers Federation and President of the Agribusiness Association. He was a key player in the float of Elders in 1993. His roles also included CEO of Reclaim Industries, the NSW meat Authority and the SA Dairy Authority. He is currently chairman of Peninsula Ports Pty Ltd.

## **James Chappel**

**Managing Director / Principal / Shareholder**

James is the proprietor of SP Quarries and is highly regarded as one of the best plant operators in the Riverland (South Australia) with over 20 years' experience, especially working at remote sites in difficult circumstances where a specialist operator is required. James has a sound knowledge of local soils materials essential for quality road construction with the quality of his work standing the test of time. His expertise in mining operations will ensure the sand resource is developed to optimise recovery and minimise contamination.

## **Sheree Chappel**

**Director / Public Relations / Shareholder**

With over 10 years' experience in business, Sheree has developed a sound knowledge of the civil construction industry. Sheree has also completed studies in export marketing to ensure that the company is well positioned in terms of its broader understanding of the export markets and issues surrounding the export of high-end industrial minerals.

## **Alan Mattner**

**Director / shareholder**

Alan has over 40 years of experience in various roles delivering a cross section of civil engineering projects and managing national engineering contractors. Alan has extensive experience in Project Managing remote area projects with a value in excess of \$200 million as well smaller high profile bespoke project administration roles. Exposure to these projects has provided Alan with a deep appreciation of Government and business administration practices.

## **Mel Zerner**

**Director**

Mel Zerna is a retired senior chartered accountant with vast experience as director of several client's private companies providing general business consultancy & finance advice. His skill set includes governance, finance, marketing, risk management, general legal & human resource advice to the above charity & not-for-profit entities. His work experience has included provision of tax, accounting, finance, audit, general investment & business advice to a range of small businesses, primary production and professional practices both city & rural clients including business profit improvement & strategic planning, business succession & estate planning & estate administration.

# MANAGEMENT TEAM

## **John Chappel**

Company Secretary / Shareholder

John has over 40 years' experience in business administration and management in a wide variety of fields – including farming, grazing, aged care and light engineering. John spent ten years as the Manager / Executive Officer of the South Australian Pastoral Board. John assists the business with mining lease applications and compliance, native title, government relations, finance and banking.

John plays a leading role as Mining Officer and business improvement, including business evaluation and implementation

## **Richard Fewster**

Consultant / Shareholder (engaged by SP Sands as a marketing consultant.)

Richard Fewster, the principal of Arran Consulting, has a Degree in Agricultural Science and has 40 plus years working in Agriculture industries primarily in marketing and marketing communications. He has extensive experience in the fertiliser industry consulting to a broad cross section of companies including Western Mining's fertiliser division, Hifert, EZ Fertilisers, Impact Fertilisers and SprayGro. He is a specialist in broad acre agriculture and horticulture.

## **Simon Hillier**

Chartered Accountant / SP Sands Accountant / Shareholder

Simon Hillier has been Chartered Accountant for the Chappel group of companies, Including Stoney Pinch Sands Pty Ltd for many years.

He has experience with varied non-primary and primary industries, advising on Taxation, Business and Superannuation planning. Simon enjoys his role as a sounding board in an advisory capacity to assist the firms' clients better their financial positions, which in turn on -flows to their lifestyles and attaining goals. Simon has a Bachelor of Commerce degree, is a Fellow of the Institute of Chartered Accountants of Australia, a Chartered Tax Adviser with the Taxation Institute of Australia, a Registered Tax Agent and a Registered ASIC Agent

## **Frances Dunhill**

Admin & Finance

Frances (known as Frankie) has over 40 years' experience, in Office Administration including Personal Assistant to Directors, payroll, quality systems, debtors and creditors and extensive experience with Microsoft software (word and excel). Frankie has the experience and desire to assist the company and their associates and employees to succeed, grow and comply with all necessary regulations.

## **Jonathan Chappel**

Production Manager (engaged)

Jono has already played a significant role in the development of the Super Critical water processing. This includes designing and constructing a lab-scale' batch, process, and pressure vessel'. This prototype machine has proved to be effective in treating inert (insoluble) silica sand under super critical conditions for the production of plant-soluble silica. Trials have returned a 5-day laboratory test result of 25,000 ppm soluble silicon (SWEP Laboratory - Melbourne, VIC). Jonathan is now in the process of designing and building a lab-scale "continuous flow" super critical water reactor. Ultimately, this work led to a commercial-scale continuous "super critical water reactor capable of producing 500 litres per hour of plant available silica (PAS) in liquid form. CV attached

## **Shane Phillips**

Shane Phillips has been engaged as our consulting industrial chemist (CV referenced). Shane's main role is to refine and develop the Initial product range, particularly focusing on Plant Available Silica. He is highly regarded in his field and knowledge of soil science and plant nutrition.

# SAFETY

## QMS Audit (Quality Management System)



Certificate Number: 005-98547-CCF

### Certificate of Registration

This document certifies that the Management System at

**Stoney Pinch Pty Ltd t/a Stoney Pinch Unit Trust t/a Stoney Pinch Quarry  
& Earthmoving ABN 80 526 870 063**

Of

**484 Boolmark Avenue, Renmark West SA 5341 Australia**

has been evaluated by the auditors of Citation Certification Pty Ltd and found to be conforming to the requirements of the Civil Contractors Federation Contractor Management Code, inclusive of Environmental, Occupational Health and Safety and Quality Management:

#### CCF Civil Contractors Federation Contractor Management System

In respect of the following activities:

**Stormwater and Outfall Drainage, Demolition, Earthworks, Agricultural Earthworks, Dams and Tailings Dams, Kerbing and Concrete Paving, Block and other Paving, Mining, Asphalt or Sealing, Plant Hire, Quarrying, Minor Road Reconstruction, Road Maintenance. Other - General Earthmoving, D1, DM1, E1, E2, E3, KP1, KP2, P1, PH1, Q1, R1, RM1, O1.**

This certificate is valid from 30/10/2024 to 30/10/2025

Original Certification Date: 27/08/2018

Current Issue date: 30/10/2024

*Barry Fairman*

Barry Fairman - Certification Manager  
Citation Certification Pty Ltd



To verify the validity of this certificate please visit <http://register.jasanz.org/certified-organisations>  
Citation Certification Pty Ltd trading as Citation Certification  
Ground Floor, Suite 1, 352 Hunter Street, Newcastle, NSW 2300 Australia  
1800 065 800 | <https://citationgroup.com.au/certification/>

#### Note:

This certificate is for Stoney Pinch Pty Ltd, current until 30/10/2025.

Stoney Pinch Sands will be adopting the same audited certification for Environmental, Quality Management and Safety, once the company gets into operation - i.e 2025-26

# SAFETY

## RCS (Respirable Crystalline Silica)

### Operator (PCBU) Responsibilities

- a. Identify processes of RCS to be controlled
- b. Silica Risk Control Plan required for processing of RCS that is high risk
- c. Compliance with silica risk control plan
- d. Duty to train workers about the risks of crystalline silica
- e. Monitoring in relation to the processing of RCS that is high risk
  - Air monitoring
  - Results to Regulator
  - Provide health monitoring

### Silica Risk Control Plan

- Identify all processing carried out at the workplace that is high risk
- Contain a copy of the information used to assess the risk, including:
  - Specific processing that will be undertaken
  - Forms of crystalline silica present in RCS
  - Proportion of crystalline silica contained in the RCS
  - Hazards associated with work, including the likely frequency and duration
  - Results of any relevant air and health monitoring
  - Previous incidents, illnesses, or diseases associated with exposure to RCS

# SOCIAL DIVIDEND

## Jobs created

Mining is poorly represented in the Riverland Region, and this project has the very strong potential to “attract and retain business in the region and support a strong regional economy”. The project is investment-ready and SP Sands has the capability, resources, and approvals to deliver within 2 years. It is a new business opportunity, initially creating 10 new jobs with very real growth opportunities. The project will employ local people, use local goods and services and require the services local transport providers. Growth in jobs in the medium to long term is limited only by the ability of SP Sands to keep up supply.

## Purchase of local services

Cap expenditure of \$1.2 million; 33% will be local (factory), 29% SA (SFC crusher), 20% Aus (processing plant) and 18% from overseas (bag house, granulator and dryer). Op costs of \$772k; 67% will be sourced locally, 29% SA and Aus 4%.

Of \$772k; wages 31% is local, mining and feed stock 30% all local, silica treat 21% from SA, bulka bags 7% from SA, diesel fuel 5% local, gas 4% local and lignum binding agent 1% from SA. O/head Costs of \$501k, WHS / RCS 15%, Rent 10%, Insurances 2% MV 2%, Insurances 2%, Management Fees & Admin 2%, all local. General Manager (30%) and Marketing (14%). Every attempt will be made to source locally – regardless, these positions will be required to be located in the Riverland.

## Transport of goods, services and people

The most immediate gain in efficiency in transport will flow from the employment of fly in fly-out workers currently employed in the mining industry. Of the 6 new jobs planned in the first 2 years, all positions will be attractive to FIFO workers who live in the Riverland. Growth opportunities Silica Armour, Plant Available Silica and Lime Prill sand, all add to improved people transport efficiency.

## Improve the liveability of the region

Any new industry and associated businesses will improve the liveability of a region, particularly the Riverland, through increased employment and the purchase of goods and services from local businesses.

By offering employment opportunities, SP Sands will contribute to reducing unemployment rates and fostering economic growth in the Riverland community. This job creation not only improves individuals' livelihoods but also enhances the overall economic well-being of the local area.

Schools, hospitals, access to professional services, sporting clubs, service clubs, shopping precincts (the list is endless) all benefit from a growing and prosperous community.

# ENVIRONMENTAL PROTECTION

**EMM Air Quality Impact Assessment – extracts – for full report see Ref 7 – page 12.**

## Potential air pollutants

The facility has the potential to generate emissions of various air pollutants to the atmosphere. The main air pollutants, particulate matter (PM10 and PM2.5) and gaseous pollutants (NO<sub>2</sub>, SO<sub>2</sub>, CO and VOCs) are anticipated to be the key pollutants generated by the facility.

## Respirable crystalline silica

The Air EPP air quality criterion of 0.36 µg/m<sup>3</sup> for a 3-minute averaging period is applicable to the PM2.5 fraction. The maximum 3-minute average RCS concentration at an assessment location was 0.0006 µg/m<sup>3</sup>.

When compared to the SA EPA interim criterion, the predicted annual average RCS concentrations were well below the criterion at all assessment locations. The assessment conservatively assumed that 100% of the predicted PM10 concentrations were silica. The highest annual average RCS concentration at an assessment location was 0.0007 µg/m<sup>3</sup>.

## Results summary and mitigation measures

The dispersion modelling results predicted incremental concentrations are low relative to background air quality (where relevant) and applicable impact assessment criteria. Further, cumulative concentrations will not result in any additional exceedances of the cumulative impact assessment at any of the surrounding assessment locations.

The following air pollution mitigation measures will be integrated into the design of the facility:

- Baghouse fitted on the classifier stack with a 99.8% particulate matter control efficiency
- All loading, unloading, re-handling and processing of materials will occur within an enclosed shed and will be maintained under negative pressure
- All haul routes at the site will be paved

## Conclusion

1. This AQIA presents a quantitative modelling assessment of potential air quality impacts for the operation of the facility.
2. Emissions of PM10, PM2.5, NO<sub>2</sub>, SO<sub>2</sub>, CO, benzene associated with the operation of the facility were quantified using publicly available emission estimation techniques. Atmospheric dispersion modelling of air pollution emissions was undertaken using the AERMOD dispersion model.
3. The results of the modelling showed that the predicted concentrations for all pollutants were below the applicable impact assessment criteria at all assessment locations. The predicted annual average RCS concentrations were also well below the air quality criteria.
4. A range of mitigation measures will be integrated into the design of the facility including a baghouse, an enclosed shed maintained under negative pressure, and paved haul routes.

# ENVIRONMENTAL PROTECTION

**EMM Air Quality Impact Assessment – extracts – for full report see Ref 7 – page 12.**

The Program for Environmental Protection and Rehabilitation for ML6464 and EML6443, as submitted to the Department of Energy and Mining on the 5th of July 2017 has been approved as PEPR No MPEPR2017/003 in accordance with Section 708 (5) of the Mining Act 1971.

Rehabilitation of the site after mining was carried out under direction of the Commonwealth Minister responsible for the EPBC (Environmental Protection Act). [3]

## Best Practice Rehabilitation

**EML 6393 - After Mining - before Rehab**



**EML 6393 - After Rehab**



# GOVERNANCE

## Offer Information Statement (ASIC)

An ASIC Offer Information Statement is a disclosure document used when a company is raising funds (typically up to \$10 million) from investors. It is less detailed than a prospectus but still requires specific information, including a copy of the company's audited financial report, a description of the business, and details about how the raised funds will be used.

### Key Features and Purpose (extract from ASIC website):

#### Lower Disclosure Requirements:

Compared to a prospectus, an Offer Information Statement has lower disclosure requirements.

#### Fundraising Limit:

It can only be used for fundraising up to \$10 million in aggregate, including any earlier fundraising under an Offer Information Statement.

#### Purpose:

To provide investors with the necessary information to make an informed decision about whether to invest in the securities being offered.

#### Audited Financial Report:

If you want to use an offer information statement, you must be able to include a copy of an audited financial report with a balance date within the last six months. While specific requirements can be found in the relevant legislation and ASIC regulatory guidelines, a typical Offer Information Statement would include:

- Details of the company and its directors.
- Details of the offer, including the number of shares, issue price, and any other relevant information.
- Information about the use of funds.
- Risk factors associated with investment. The document has been prepared for interested parties. It incorporates information meant as a guide, given the data and assumptions available to the authors.
- Audited financial statements.

#### AUDITOR'S STATEMENT

- Insert Auditor's statement – Greg Andrew

# ESG – RISK ANALYSIS

## Annual Report – Triple Bottom Line

As at 30th of Jun each year, Directors will provide shareholders with an Annual Report, to be circulated by the following 30th of September.

The Annual Report will comment on the Company's performance on:

- Profit – see Metrics - Item 13.0.
- Environment – particularly focusing on rehabilitation of mine sites [14]
- People - focusing on WHS / particularly Respirable Crystalline Silica (RCS) [15]

## Safety – RCS

### RCS – Respirable Crystalline Silica

The very mention of silica from our project title “HIGH PERFORMANCE SILICA/LIME SOIL NUTRIENTS”, immediately raises concerns. In line with modern working practices all aspects of production, including dust control, both within and outside of the processing facilities will be subject to continuous monitoring and regulation. In regards dust control specifically most of the production process will take place inside sealed machinery and equipment.

Silicosis disease in workers caused by respirable crystalline silica has long been a Principal Mining Hazard, but recent concerns raised about cutting, polishing, or grinding artificial stone has brought this issue into sharp focus.

Our material can be categorised thus:

- Feed stock is an ancient beach sand (pre-milled crystalline silica ( $\text{SiO}_2$ ) – low risk.
- Final product is micronised Amorphous Silica ( $\text{H}_4\text{SiO}_4$ ) fertilizer granules (low risk).
- Micronised crystalline silica ( $\text{SiO}_2$ ), prior to chemical treatment, is potentially a catastrophic risk.

Project controls for the mitigation risk of silicosis in workers are:

1. Health surveillance of workers [16]
2. Active air quality monitoring
3. Milling (or crushing) carried out in a completely sealed dust free system
4. Chemical treatment to produce a final product that is Amorphous Silica (non-RCS) granules.

# GOVERNANCE

## Declaration of potential conflict of interest

SP Sands Directors, James Chappel and Sheree Chappel are Directors and shareholders in SP Quarries. If and when SP Quarries is raised or discussed at SP Sands meetings, this potential conflict will be declared, and James Chappel and Sheree Chappel will refrain from voting.

At the request of other Directors or shareholders, James Chappel and Sheree Chappel will withdraw from debate or discussion on matters considered to be sensitive or a potential conflict.

SP Sands Company Secretary, John Chappel, does not have voting rights at SP Sands Directors meetings but is a shareholder in both companies. The same rules will apply to withdraw from debate or discussion on matters considered.

## POLICY – Shareholder Involvement

In accordance with article 5 (6) (d) of the Shareholder Agreement, as executed on the 28th of February 2018, the Board of Directors hereby adopt as policy the following:

1. The Board to hold directors' meetings at 9.30 am on the third Monday of each month, unless otherwise agreed by directors.
2. Meetings can be face to face or by joining TEAMS link, or a combination of both.
3. Agenda Pack to be circulated to directors by COB on the Wednesday prior to each meeting, with Addendum items to be circulated on the morning of the meeting.
4. Minutes of meetings to be circulated to directors within one week of the meeting.
5. Minutes of meetings to be endorsed by directors at the subsequent meeting and signed off by the Chair prior to the circulation of the Agenda Pack on the Wednesday prior to the next meeting.
6. Directors can invite guests to meetings at their discretion. This may include management, staff, shareholders with specialist knowledge or consulting experts.
7. An information memo be sent to all shareholders by email at the end of each quarter.
8. A joint meeting of directors and shareholders will be held in September, December, March and June, immediately following the Board meeting held on that same day.
9. The Board will convene an Annual General Meeting to coincide with the September directors meeting. Details of the Annual Report is publicly disclosed on page 25 of the Information Memorandum, as pasted below – headed Annual Report.

An extract from the Shareholders Agreement – 28.02.2018 – Article 6 (1) – Decision making (General Meeting), is also pasted below.

# GOVERNANCE

## Declaration of potential conflict of interest

As at 30th of June each year, Directors will provide shareholders with an Annual Report, to be circulated by the 30th of September.

The Annual Report will comment on the Company's performance on:

- Profit – refer to page 19.
- Environment – particularly focusing on the rehabilitation of mine sites.
- People – focusing on WHS / particularly Respirable Crystalline Silica (RCS).

The Annual Report will include ESG RISK ANALYSIS (Environmental, Social and Governance scan).

Stoney Pinch is audited annually by QMS Certification according to the Civil Contractors Federation Certification Code 10 for:

- Environmental Protection – based on ISO 14001
- Occupational Health & Safety – based on ISO 45001
- Quality Management – based on ISO 9001

## POLICY – Shareholder Involvement

Signed John Roger Crosby



John Crosby  
Chair, Stoney Pinch Sands Pty Ltd  
17th July 2025

## REFERENCES

### Key documents

1. *Information Memorandum v11* [1]
2. *SP Sands PL Fin Statements June 2025* [2]
3. *Stoney Pinch Hard Rock Quarry Restoration 2018 – Dr Peter Cale* [3]
4. *Project Plan (10 pages)* [4]
5. *Australian Patent* [5]
6. *Planning Approval* [6]
7. *Andrew Graham Report 2 (Super Critical Water Processing)* [7]
8. *US Navy Rice and Abrishamian Report on Soluble Silica* [8]
9. *EMM Air Quality Impact Assessment – prepared for EPA* [9]

# ATTACHMENT A

Financial Statements - Hillier Ellis - Chartered Accountants

**FINANCIAL STATEMENTS  
AND INCOME TAXATION RETURNS  
FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2025**

**STONEYPINCH SANDS PTY LTD**



**CHARTERED ACCOUNTANTS**

# ATTACHMENT A

## STONEY PINCH SANDS PTY LTD

ABN: 89 610 945 527

### Compilation report

I have compiled the accompanying special purpose financial statements of STONEY PINCH SANDS PTY LTD which comprise the balance sheet as at 30 June 2025, and the income statement for the year then ended, the significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in the notes to the accounts.

#### The responsibility of the directors

The directors of STONEY PINCH SANDS PTY LTD are solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the basis of accounting used is appropriate to meet their needs and for the purpose that the financial statements were prepared.

#### My responsibility

On the basis of information provided by the directors, I have compiled the accompanying special purpose financial statements in accordance with the basis of accounting as described in the notes to the financial statements and APES 315: Compilation of Financial Information.

I have applied my expertise in accounting and financial reporting to compile these financial statements in accordance with the basis of accounting described in the notes to the financial statements. I have complied with the relevant ethical requirements of APES 110 Code of Ethics for Professional Accountants (including Independence Standards).

#### Assurance disclaimer

Since a compilation engagement is not an assurance engagement, I am not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, I do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled exclusively for the benefit of the directors who are responsible for the reliability, accuracy and completeness of the information used to compile them. Accordingly, these special purpose financial statements may not be suitable for other purposes. I do not accept responsibility for the contents of the special purpose financial statements.

Firm Hillier Ellis Chartered Accountants

Address Ground Floor  
174 Fullarton Road  
DULWICH, SA, 5065

Dated

6, 8, 2025

Signed

  
Director: Simon Hillier FCA

# ATTACHMENT A

## STONE PINCH SANDS PTY LTD

ABN: 89 610 945 527

### Income statement

For the year ended 30 June 2025

	2025	2024	2023
	\$	\$	\$
<b>Revenue</b>			
Sales	432	23,384	-
<b>Expenses</b>			
Accountancy Fees	4,280	2,865	2,330
Bank Charges & Interest	100	120	120
Depreciation	511	609	724
Fees, Licenses & Subscriptions	804	579	290
Mining Lease - Plans & Tests	1,595	2,407	1,600
Professional & Consultancy	61,699	30,475	86,762
Travelling	-	-	4,952
Workcover	225	205	221
	<u>69,224</u>	<u>37,260</u>	<u>96,899</u>
<b>Other income</b>			
Management Fees Reversal	-	-	249,173
Profit on Disposal of Asset	-	-	23,000
	<u>-</u>	<u>-</u>	<u>272,173</u>
<b>Net profit (loss)</b>	<u>(68,792)</u>	<u>(13,876)</u>	<u>175,174</u>
Retained earnings (accumulated losses) at the beginning of the financial year	(739,380)	(725,504)	(900,678)
<b>Retained earnings (accumulated losses) at the end of the financial year</b>	<u>(808,172)</u>	<u>(739,380)</u>	<u>(725,504)</u>

*The accompanying notes form part of these financial statements.  
These statements should be read in conjunction with the attached compilation report of Hillier Ellis Chartered Accountants.*

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# ATTACHMENT A

## STONE PINCH SANDS PTY LTD

ABN: 89 610 945 527

### Balance sheet

For the year ended 30 June 2025

Note	2025 \$	2024 \$	2023 \$
<b>Current assets</b>			
ANZ Cheque Account	-	-	17
Bank SA Freedom Account	226,578	7,756	13,819
Loan - Stoney Pinch Unit Trust	8,400	10,491	-
GST Refundable - June BAS	1,209	1,032	274
GST - Future Credits	71	84	-
<b>Total current assets</b>	<b>236,258</b>	<b>19,364</b>	<b>14,110</b>
<b>Non-current assets</b>			
Property, plant and equipment	2,927	3,438	4,047
Bond - ML 6464	80,000	80,000	80,000
ML 6464 - Directors Valuation	2,799,424	2,799,424	2,799,424
<b>Total non-current assets</b>	<b>2,882,351</b>	<b>2,882,862</b>	<b>2,883,471</b>
<b>Total assets</b>	<b>3,118,609</b>	<b>2,902,226</b>	<b>2,897,581</b>
<b>Current liabilities</b>			
Trade Creditors	1,100	925	-
Loan - Stoney Pinch Unit Trust	-	-	2,378
GST - Future Liability	-	-	26
<b>Total current liabilities</b>	<b>1,100</b>	<b>925</b>	<b>2,404</b>
<b>Total liabilities</b>	<b>1,100</b>	<b>925</b>	<b>2,404</b>
<b>Net assets</b>	<b>3,117,509</b>	<b>2,901,301</b>	<b>2,895,177</b>
<b>Equity</b>			
<b>Issued Shares - Ordinary</b>			
James Sheree Family Trust 478,170 Shares	29,682	29,682	29,682
Chappel Family Trust 118,246 Shares	1,182	1,182	1,182
Maywald Family Trust 30,954 Shares	20,899	20,899	20,899
Gary Jones Family Trust 128,450 Shares	135,275	135,275	135,275
Crosby Family Super Fund 69,859 Shares	83,010	83,010	83,010
Sandhill Investment Trust 84,859 Shares	70,510	70,510	70,510
Dorsch Family Trust 10,099 Shares	10,447	10,447	10,447
Ben Wilkinson Super Fund 57,966	59,966	59,966	59,966
Jonathan Chappel 30,296 Shares	1,641	1,641	1,641
Alan & Jane Mattner 97,947 Shares	146,146	146,146	146,146
Alan & Jane Mattner (Formally Salubria Super Fund) 66,225 Shares	300,000	300,000	300,000
Arran (SA) Pty Ltd 7,000 Shares	17,500	12,500	12,500
Melvin Zerner 20,000 Shares	50,000	20,000	-
John Chappel 40,000 Shares	100,000	-	-
Tom Martin Family Trust 40,000 Shares	100,000	-	-
Thomas Freeman & Sarah Dowdell 20,000 Shares	50,000	-	-
	<b>1,176,257</b>	<b>891,257</b>	<b>871,257</b>

The accompanying notes form part of these financial statements.  
These statements should be read in conjunction with the attached compilation report of Hillier Ellis Chartered Accountants.

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# ATTACHMENT A

## STONE PINCH SANDS PTY LTD

ABN: 89 610 945 527

### Balance sheet

For the year ended 30 June 2025

Note	2025 \$	2024 \$	2023 \$
Revaluation Reserve - ML 6464	2,799,424	2,799,424	2,799,424
CGT Loss - Tooperang	(50,000)	(50,000)	(50,000)
Retained earnings	(808,172)	(739,380)	(725,504)
<b>Total equity</b>	<b>3,117,509</b>	<b>2,901,301</b>	<b>2,895,177</b>

*The accompanying notes form part of these financial statements.  
These statements should be read in conjunction with the attached compilation report of Hillier Ellis Chartered Accountants.*

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