INDUSTRIAL MINERALS LTD

2026

Annual Report

Year ended 30 June 2026

ASX:**IND**

ABN 87 648 183 297

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Corporate Directory

Directors

Warrick Clent Managing Director

Ashley Pattison Non-Executive Chairman

Mike Dunbar Non-Executive Director

Jeffrey Sweet Non-Executive Director

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Natalie Madden

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Letter from the Chair

Dear Shareholders,

I am pleased to present the Annual Report for Industrial Minerals Ltd ("the Company" or "IND") for the financial year ended 30 June 2026. The past year represented a transformative turning point for the Company, defined by our strategic expansion into Western Australia's world-class gold sector through the prospective Laverton Gold Portfolio, alongside making solid technical progress across our High Purity Quartz (HPQ) assets.

The cornerstone of our growth strategy moving forward is the proposed acquisition of the highly prospective Laverton Gold Portfolio, which was approved by shareholders subsequent to the financial year. This acquisition will add 15 exploration licences covering approximately 205 square kilometres directly within the prolific Laverton Tectonic Zone, one of Western Australia's premier multi-million-ounce gold corridors. Securing a sizable footprint in a proven gold province provides IND shareholders with direct exposure to high-impact discovery opportunities at a time of record strength in global gold markets.

The strategic value of the Laverton assets lies in the demonstrated geological fertility and immediate target availability. A detailed compilation of historic drilling across the portfolio has already confirmed significant, shallow, high-grade gold mineralisation across multiple key prospects. Historical drilling at North Pool returned exceptional hits including 1 metre at 82.2g/t gold, while the Gladiator prospect demonstrated substantial scale with broad intercepts including 43 metres at 2.24g/t gold. Furthermore, historic compilation at the Majestic prospect outlined widespread near-surface mineralisation, including 7 metres at 1.61g/t gold from 19 metres and 5 metres at 1.59g/t gold from 27 metres.

IND's new asset represents an advanced platform with identified mineralisation that can be rapidly evaluated using modern exploration techniques. During the year, we initiated a comprehensive geophysical review and structural targeting program, initially focused on ranking high-priority targets across North Pool and Gladiator before expanding to Majestic. This technical work is designed to directly generate drill-ready targets ahead of a maiden drilling campaign, delivering our shareholders continuous, high-catalyst news flow as we evaluate the true scale of these systems.

To fully fund this gold-focused growth strategy, we raised $3 million from existing and new shareholders. These funds provide a strong capital base to execute our planned Laverton drill programs, meet project expenditure commitments, and drive long-term equity growth.

Alongside our primary focus on Laverton, the Company maintained disciplined baseline progress across its existing High Purity Quartz (HPQ) assets. At the Pippingarra Quarry Project, we secured a 12-month extension of our option agreement with North West Quarries Pty Ltd to 24 October 2026, committing $200,000 in additional project expenditure to retain our exclusive option to acquire an 80% interest in non-construction mineral rights. We achieved a major milestone with the completion of a maiden JORC (2012) Inferred Mineral Resource Estimate of 6.2 million tonnes at 98% SiO_2, establishing a firm technical foundation.

To complement this work and broaden our geological understanding of pegmatite systems, we also co-operated with the University of Western Australia on a reconnaissance field visit to the Mukinbudin Project during the March quarter. While these HPQ activities preserve valuable commercial optionality and underlying asset value, our clear operational priority going forward is to direct primary capital and resources into the Laverton gold opportunity, where we see the most direct path to creating rapid, meaningful value for our shareholders.

Looking ahead, our focus is clear: complete the Laverton transaction, execute targeted modern gold exploration, and build long-term shareholder value.

On behalf of the Board, I thank our management team, employees, contractors, and advisers for their hard work and commitment throughout the year. I also acknowledge my fellow Directors for their guidance and extend my sincere gratitude to our shareholders for their ongoing support as we step into this exciting next growth phase.

Yours sincerely,

Ashley Pattison
Non-Executive Chairman
Industrial Minerals Ltd

Review of Operations

During the year, Industrial Minerals Ltd ("IND" or "the Company") entered into a binding agreement to acquire the Laverton Gold Portfolio, broadening the Company's asset base to include a drill-ready gold exploration portfolio in Western Australia. IND continued to advance its high-value industrial mineral resources at the Company's Pippingarra Quarry Project, as well as continued strategic marketing of its high purity quartz products.

Figure 1: IND's Western Australian Asset Portfolio

Laverton Gold Portfolio[1,2]

During the FY 2026, Industrial Minerals entered into a binding Share Sale Agreement to acquire 100% of the issued share capital of Galleon Metals Limited, a private Western Australian gold exploration company holding the Laverton Gold Portfolio.

The IND Board considers the acquisition of the Laverton Gold Portfolio to be a natural and complementary addition to IND's existing portfolio of high-value mineral exploration assets, consistent with the Company's stated strategy to diversify its asset base and respond to evolving market conditions. The Laverton Portfolio has drill proven success across multiple target areas that warrant further investigation.

The Laverton Gold Portfolio is located in the Eastern Goldfields region of Western Australia, approximately 360 km north-east of Kalgoorlie. The portfolio consists of 15 exploration licences, covering approximately 205km^2 within the Laverton Tectonic Zone, an Archaean granite-greenstone terrane that hosts some of Australia's most significant gold endowments.

The Laverton district has produced over 28 Moz of gold historically and hosts world-class deposits including Granny Smith (4.59 Moz Au) and Lady Julie (2.4 Moz Au, Magnetic Resources / Genesis Minerals). Access is via the Great Central Road with established infrastructure proximate to the tenements.

Mineralisation is hosted in Archaean Banded Iron Formation (BIF) sequences and associated mafic volcanic units structurally controlled by the Chatterbox Shear Zone (North Pool - E38/4061) and correlative northeast-trending shear structures (Gladiator (E38/2908, E38/4060, E38/4063), Crawford (E38/3962), Majestic (E38/4062).

[1] ASX:IND 13 May 2026 - IND to Acquire Drill-Proven Gold Portfolio
[2] ASX:IND 24 August 2026 – Geophysics Confirms Strong Gold Target at Laverton

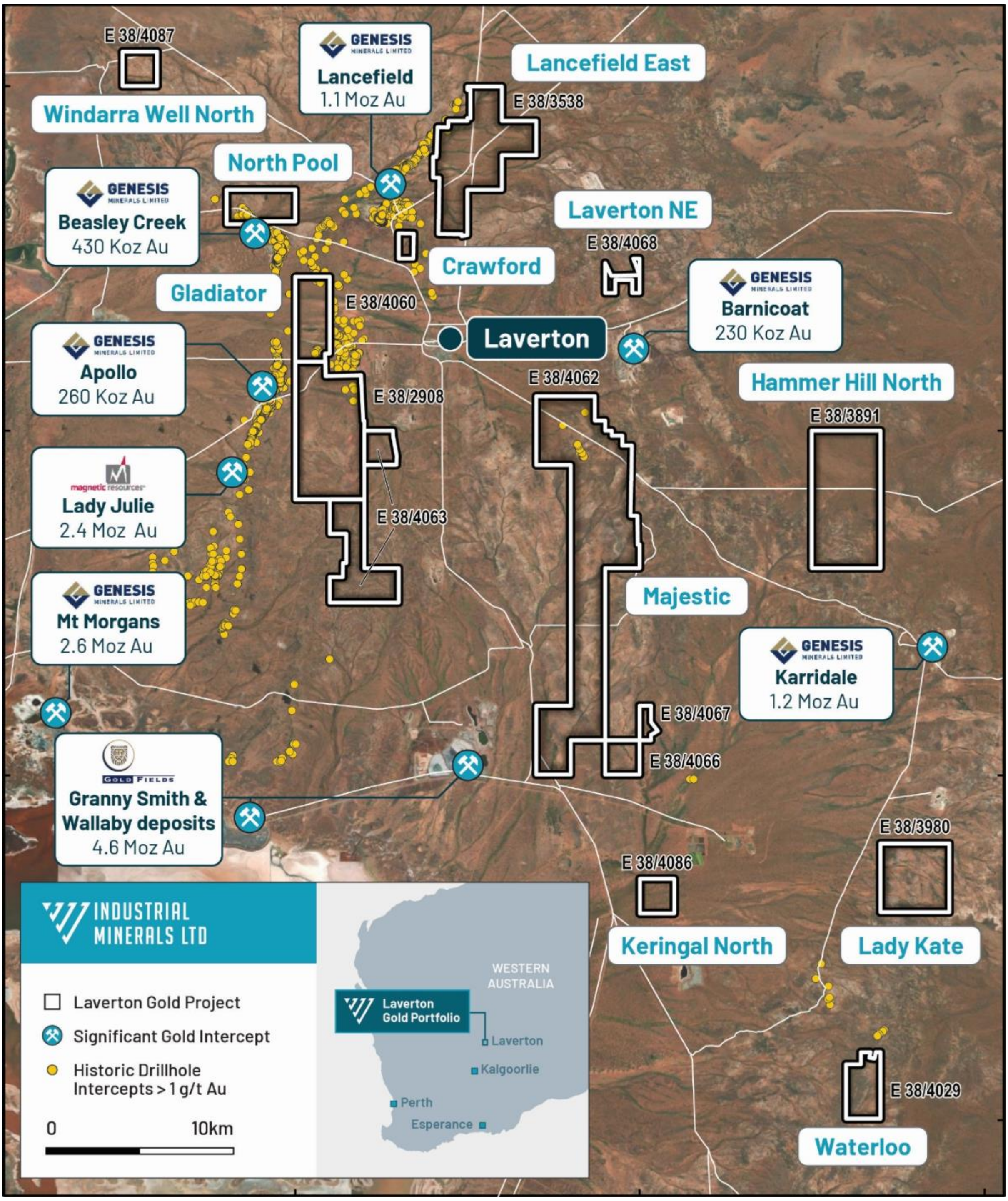

Figure 2: Laverton gold region, IND tenements, existing reported resources and historic > 1 g/t Au drill intercepts.

North Pool & Gladiator Prospects[3,4]

North Pool lies approximately 1.5km along strike from Genesis Minerals' Beasley Creek deposit (**430 Koz @ 2.0 g/t Au**), within the same BIF-hosted, structurally controlled setting, on the same Chatterbox Shear corridor (interpreted strike extent of at least 1,700m) and proximal with a cluster of historic high-grade gold drill intercepts.

Gladiator hosts multiple thick, high-grade BIF and shear-hosted intercepts. The principal mineralised structure at Gladiator is proposed to be an NNW-trending shear corridor between the Gladiator BIF (east) and the Garden Well BIF (west), generally east-dipping.

North Pool has been elevated as a high-priority target following reinterpretation of geophysical data.

Industrial Minerals commenced a comprehensive geophysical review targeting exercise designed to prioritise and refine drill targets ahead of a maiden drilling campaign across the Laverton Gold Project. The program integrated historic drilling (Table 2), surface geochemistry, structural interpretation and available geophysical datasets (including magnetics) to define and rank drill targets along the project's prospective shear corridors.

The review compiled and reprocessed open-file aeromagnetic and gravity datasets together with the Company's structural interpretation and historic drilling. The work defined a discrete, coherent magnetic and gravity feature along the Chatterbox Shear Zone, the principal mineralised structure at North Pool, over an interpreted strike extent of at least 1,700m. The geophysical target is spatially coincident with the cluster of historic high-grade gold intercepts, materially strengthening confidence that the mineralisation forms part of a continuous, structurally controlled system, and provides the Company with a well-defined, drill-ready target.

The confirmed geophysical target at North Pool will be advanced as a **priority drill target** within IND's planned exploration program. The Company intends to complete further target refinement and to design a reverse circulation drilling program at North Pool to step out along, and test at depth, the Chatterbox Shear Zone. The North Pool work forms part of the broader geophysical review and targeting exercise being undertaken across the Laverton Gold Project.

Historic reverse circulation and diamond drilling along the Chatterbox Shear Zone at North Pool returned multiple high-grade gold intercepts that were never systematically followed up, including 1m @ 82.2 g/t Au from 63m (BCP0482), 4m @ 19.17 g/t Au from surface (BCP0413), 8m @ 4.06 g/t Au from 22m (BCP0414), 1m @ 36.0 g/t Au from 24m (BNWI176), 2m @ 12.97 g/t Au from 55m (BCP0369) and 2m @ 7.52 g/t Au from 212m (NWBD001). The intercepts cluster directly over the reinterpreted magnetic–gravity feature, tying the historic gold, the structure and the geophysics into a single coherent target.

[3] ASX:IND 13 May 2026 – IND to Acquire Drill Proven Gold Portfolio
[4] ASX:IND 24 August 2026 – Geophysics Confirms Strong Gold Target

Table 1: Selected high-grade historic intercepts – North Pool and Gladiator.

Prospect	Hole ID	Intersection	From (m)	To (m)	Notes
North Pool	BCP0413	**4m @ 19.17 g/t Au**	0m	4m	Chatterbox Shear Zone; BIF-hosted high-grade lode
North Pool	BCP0482	**1m @ 82.2 g/t Au**	63m	64m	High-grade shoot
North Pool	BCP0414	**8m @ 4.06 g/t Au**	22m	30m	Chatterbox Shear Zone; BIF-hosted lode
North Pool	BCT05E	**4m @ 3.36 g/t Au**	3m	7m	Chatterbox Shear Zone; BIF-hosted lode
Gladiator	BGB033	**7m @ 15.97 g/t Au**	18	25	Basaltic shear-hosted target ~1.3km east of Apollo Deposit
Gladiator	NGC004	**43m @ 2.24 g/t Au**	42	85	incl. 4m @ 13.13 g/t Au from 42m
Gladiator	WGC089	**11m @ 4.64 g/t Au**	61	72	BIF-hosted high-grade target
Gladiator	WGC098	**11m @ 2.48 g/t Au**	59	70	BIF-hosted high-grade target

Majestic Prospect[5]

Majestic lies on a northeast-trending shear corridor immediately west of the Far Eastern Fault, approximately 2.5km south of the Barnicoat deposit (**230 koz @ 1.7 g/t Au**). The two areas share the same BIF host sequence and structural setting, making Barnicoat a direct geological analogue for the style and scale of mineralisation being targeted at Majestic.

IND conducted a compilation of historic drilling at the Majestic prospect (E38/4062) which confirmed widespread, near-surface gold mineralisation across the tenement, with multiple intercepts above 1.5 g/t Au.

The compiled historic drillhole intercepts (greater than 1 g/t Au) confirm a broad, near-surface mineralised footprint clustered along the central shear corridor of the tenement. Full significant intersection and collar details are set out in Table 1 below.

Standout Majestic drill intercepts include:

- 7m @ 1.61 g/t Au from 19m - GFR528

  inc. 1m @ 6.89 g/t Au
- 5m @ 1.59 g/t Au from 27m - GFR569

  inc. 1m @ 4.71 g/t Au
- 1m @ 2.16 g/t Au from 38m - GFR540
- 5m @ 1.70 g/t Au from 5m - BWR020

[5] ASX:IND 22 June 2026 - High-Grade Historic Gold Results Confirmed at Laverton

Table 2: Majestic significant historic drill intersections (≥ 1 g/t Au), E38/4062

Hole ID	From (m)	To (m)	Interval (m)	Au (g/t)
BWR020	5	10	5	1.70
GFR507	26	27	1	1.25
GFR528	19	26	7	1.61
incl.	**19**	**20**	**1**	**6.89**
GFR529	23	24	1	1.10
and	25	26	1	1.05
GFR531	23	24	1	1.03
GFR536	44	45	1	1.65
GFR540	**38**	**39**	**1**	**2.16**
GFR542	76	78	2	1.46
GFR569	27	32	5	1.59
incl.	**31**	**32**	**1**	**4.71**
GFR570	15	20	5	1.05
SBR012	42	44	2	1.44

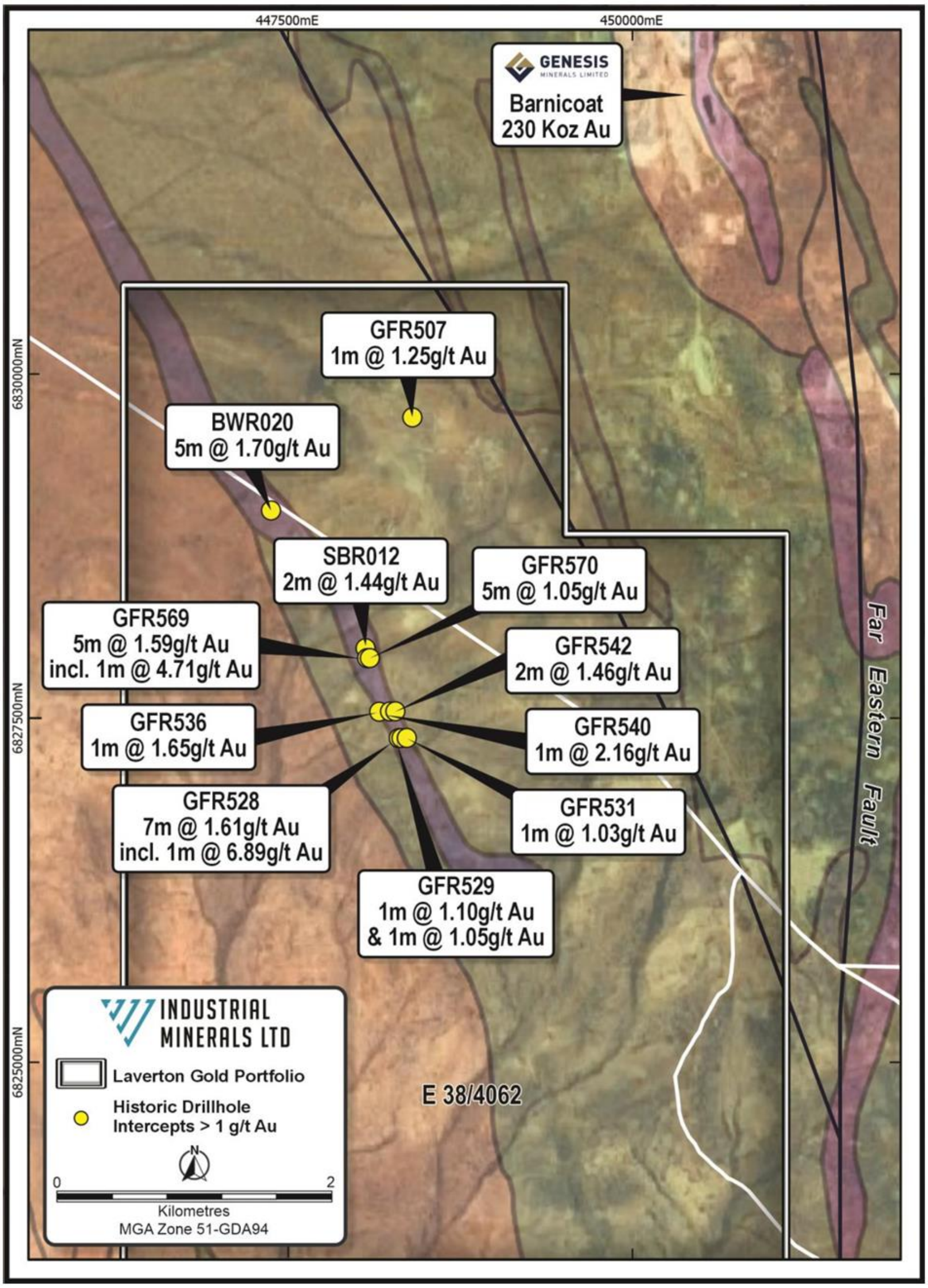

Figure 3: Majestic prospect (E38/4062) northern area drillhole location map with historic > 1 g/t Au intercepts.

Board Changes[1]

In connection with the Laverton acquisition, Industrial Minerals announced the appointment of Warrick Clent as Managing Director upon completion of the acquisition. Jeffery Sweet has transitioned from Managing Director to Non-Executive Director, while Ashley Pattison remains as Non-Executive Chair. Michael Dunbar has been appointed as Non-Executive Director following the resignations of Alexander Neuling and Melanie Leighton on transaction completion.

Pippingarra Quarry Project[6,7]

Industrial Minerals holds an exclusive option to acquire an 80% interest in the non-construction mineral rights at the operating Pippingarra Quarry (Mining Lease M45/258). The operator, North West Quarries (NWQ), is a private contractor offering mining, quarrying and rock production services.

Located in the Pilbara region of Western Australia, Pippingarra is approximately 35km south-east of Port Hedland. The project benefits from excellent infrastructure access via sealed highways directly connecting to Port Hedland's port facilities, providing a significant logistical advantage for product export.

The Company executed an agreement with NWQ to extend the term of the Option Agreement over the Pippingarra Quarry Project by a further 12 months, through to 24 October 2026. Industrial committed to a minimum additional expenditure of $200,000 over the extension period to further advance the project, with all other terms and conditions of the original agreement remaining unchanged.

The extension reflected the substantial progress made by the Company under the agreement to date, including extensive geological assessment, metallurgical testwork and the development of 3D modelling to define High Purity Quartz (HPQ) and lithium targets. In addition, IND’s proactive marketing activities and engagement with potential offtake partners provided further confidence in the project’s commercial potential.

[6] ASX:IND Announcement 27 October 2023 – Option to Acquire Pippingarra Lithium Project, Pilbara WA
[7] ASX:IND Announcement 5 August 2025 – Pippingarra Option Extension

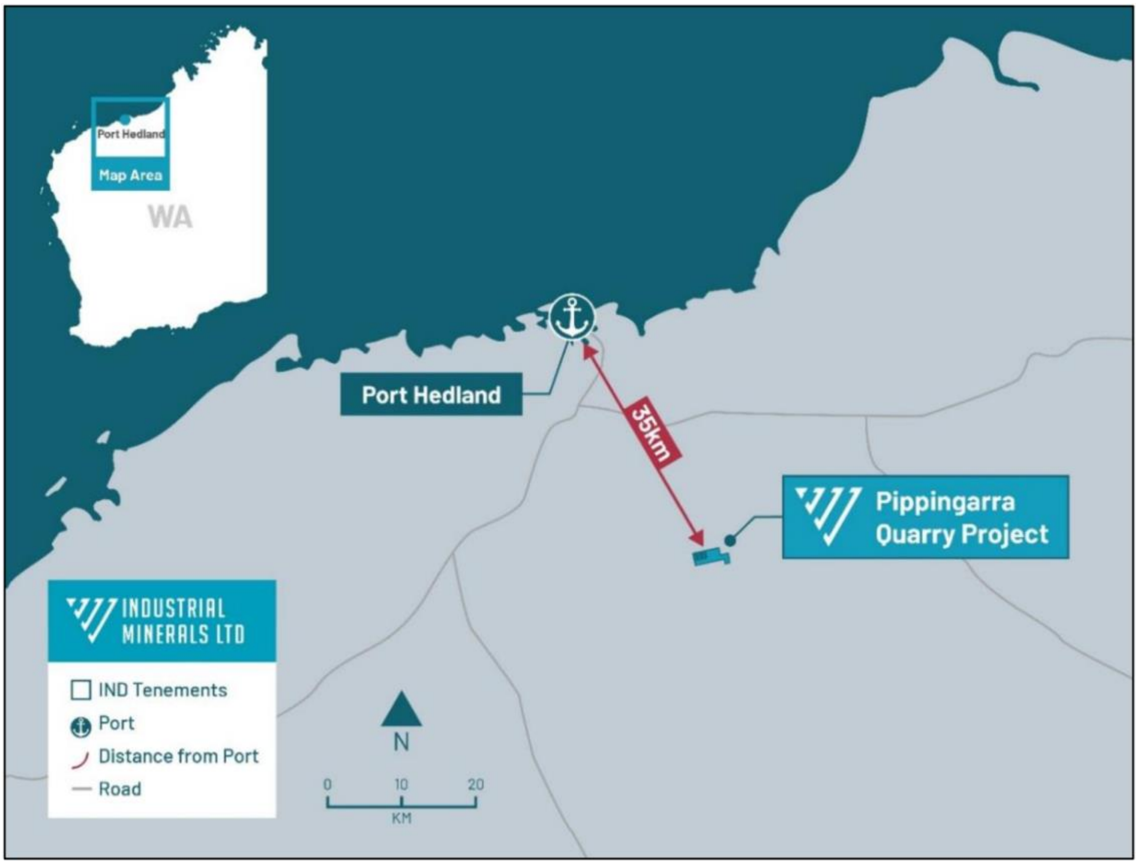

Figure 4: Location map for Pippingarra Quarry Project approximately 35km from Port Hedland.

Pippingarra Mineral Resource Estimate[8]

During the year, the Pippingarra Quarry Mineral Resource Estimate (MRE) was completed by independent expert consultant, Mr Steve Rose, of Rose Mining Geology (RMG). The MRE was completed in accordance with the JORC (2012) code. RMG completed lithological modelling, statistical analysis and the creation of a block model estimate.

The Pippingarra Quarry Project Inferred MRE totals **6.2 Mt at 97.99% SiO_2.**

The Mineral Resources are reported on a 100% basis, while the option agreement between IND and the lease holder, once exercised, allows for an incorporated joint venture with IND as manager (80% IND / 20% NWQ).

Table 3: Pippingarra Quarry Inferred Mineral Resource Estimate using 90% SiO_2 cut-off within pegmatite lithology domain. Differences may occur in totals due to rounding.

Resource Classification	Density (g/cm^3)	Volume (000,000) (m^3)	Tonnes (000,000) (t)	SiO_2 (%)	Al_2O_3 (%)	CaO (%)	Fe_2O_3 (%)	MgO (%)	Na_2O (%)	K_2O (%)	TiO_2 (%)
Inferred	2.60	2.4	6.2	97.99	0.92	0.00	0.06	0.01	0.10	0.20	0.02
Total	2.60	2.4	6.2	97.99	0.92	0.00	0.06	0.01	0.10	0.20	0.02

[8] ASX:IND Announcement 29 October 2025 – Pippingarra Maiden HPQ Mineral Resource Estimate

Pippingarra Quarry Exploration Target[8]

The Pippingarra Project MRE is confined to areas with sufficient drilling and assay data to support classification under the JORC (2012) Code. However, drilling extends well beyond the defined resource and outlines a much broader pegmatite system with potential for additional silica, mica and potassium-feldspar mineralisation.

An exploration target was estimated for silica, muscovite mica and potassium feldspar as potential saleable by-products along with the production of high purity quartz at the Pippingarra Quarry *(Table 3)*.

Table 4: Conceptual Exploration Target within pegmatite body (exclusive of Mineral Resource).

Target	Lower Tonne Range	Upper Tonne Range	Lower Content Range	Upper Content Range
SiO_2	35Mt	50Mt	85%	98%
Muscovite Mica	10Mt	20Mt	40%	60%
Potassium Feldspar	10Mt	25Mt	40%	60%

Cautionary Statement: *This is an Exploration Target. The potential quantity and grade is conceptual in nature, there has been insufficient exploration to estimate a Mineral Resource over this wider area and it is uncertain if further exploration will result in the estimation of a Mineral Resource.*

A total of 535 drillholes were completed across the project area for 17,212m. Hole spacing ranges from 10m to 80m and includes predominantly Reverse Circulation (RC) and percussion drilling with a smaller component of diamond drilling. All holes were logged in detail for lithology, enabling modelling of the pegmatite's geometry and derivation of a conceptual tonnage and mineral distribution.

Silica, muscovite mica and potassium feldspar (K-feldspar) are easily identifiable in drill chips *(Figure 5)* and represent major constituents of the pegmatite. Feldspar has been historically quarried from Pippingarra and continues to be sold as aggregate.

The Exploration Target is based on the interpreted pegmatite volume within mining lease M45/258 and within approximately 90m of surface, excluding areas already classified as Inferred Resources. Geological modelling indicated the pegmatite extends over 1,000–1,200m in length, 200–300m in width, and up to ~150m in depth, yielding a total conceptual tonnage exceeding 150Mt.

Strategic Positioning and Market Development[9]

The Pippingarra Mineral Resource is strategically positioned to capitalise on growing global demand for high purity quartz, driven by expansion in semiconductor manufacturing and solar PV industries. The resource quality, with the pegmatite domain achieving **98% SiO_2**, is comparable to world-class pegmatite deposits such as those in the Spruce Pine district of North Carolina.

[9] ASX:IND Announcement 30 April 2026 - Quarterly Activities/Appendix 5B Cash Flow Report

The scale of the resource, comprising 6.2Mt of high-grade material together with substantial exploration upside, provides potential long-term supply security for prospective offtake partners. Industrial customers in the HPQ sector require confidence in long-term, consistent supply to justify investment in processing facilities and market development.

During the period, IND focused on strategically marketing for its HPQ products, with activities directed towards progressing global and Asia-Pacific partnership engagement, long-term offtake opportunities and market positioning.

Figure 5: Pippingarra Project Hand specimen showing flake mica (grey), with potassium feldspar (cream), albite (white) and quartz (grey).

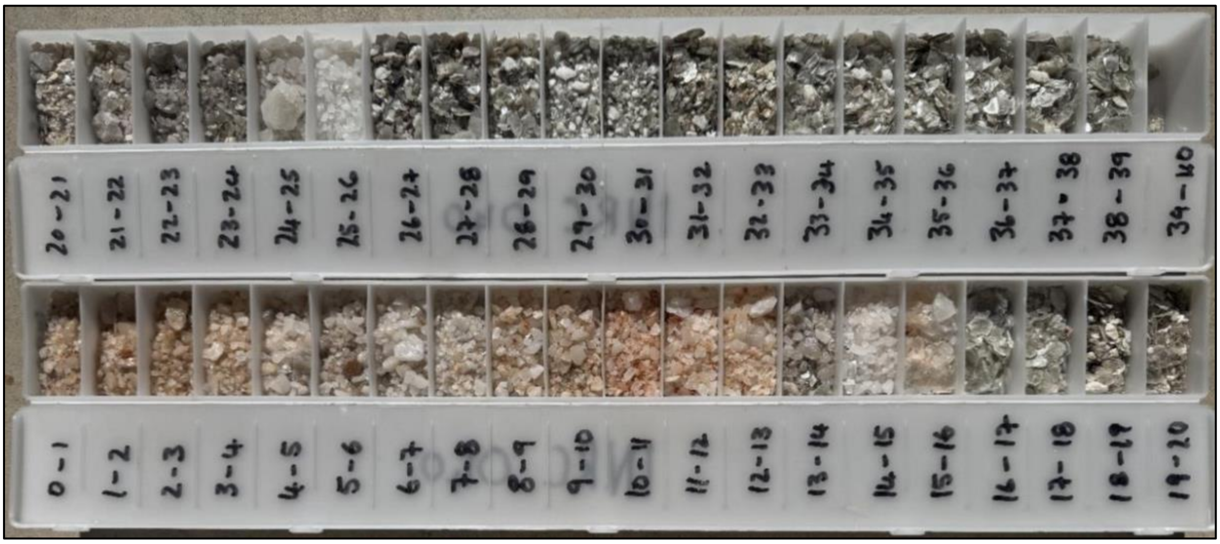

Figure 6: Pippingarra Project RC chips showing mica (grey, 16 to 25m and 26 to 39m), with quartz (white 0 to 16m and 24-26m).

Mukinbudin Project[9]

During the year, Industrial Minerals commenced cooperation with the University of Western Australia (UWA). The University is researching Western Australian pegmatite systems within a mineral systems framework, using advanced analytical techniques including isotope and trace element studies. As part of this work, UWA representatives conducted a reconnaissance field visit to IND's Mukinbudin Project in March 2026.

Separately, Industrial Minerals granted the organising committee of the PEG2026 international pegmatite conference (Perth, August 2026) permission to access the Pippingarra Project and Mukinbudin Project for official conference field trips.

Corporate[1]

In relation to the Laverton acquisition, IND raised a total of $3,000,000 (before costs) through the issue of 30,000,000 fully paid ordinary shares at an issue price of $0.10 per share. Tranche 1 of this placement was completed during the financial year, raising $2,000,000 (before costs). Tranche 2 of the placement was completed on 27 August 2026, following approval by shareholders at general meeting, to raise the final $1,000,000.

Proceeds from the two-tranche Placement will be applied to fund exploration at the Laverton Gold Project, meet minimum expenditure commitments on the Company's existing projects, settle transaction costs and provide working capital.

Competent Person Statement – Laverton Gold Portfolio

The information in this report that relates to exploration results and proposed activities at the Laverton Gold Portfolio is based on and fairly represents information compiled by Mr. Warrick Clent (B.Sc (Geol), member of The Australasian Institute of Mining and Metallurgy), a Director of Galleon Metals Limited. Mr. Clent has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Mr. Clent consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

Competent Person Statement – Pippingarra Quarry Project

The information in this announcement that relates to exploration activities on the Pippingarra Project is based on information compiled and fairly represented by Mr Bryan Bourke, who is a Member of the Australian Institute of Geoscientists and consultant to Industrial Minerals Ltd. Mr Bourke has sufficient experience relevant to the style of mineralisation and type of deposit under consideration, and to the activity which he has undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Mr Bourke consents to the inclusion in this announcement of the matters based on this information in the form and context in which it appears.

The information in this announcement that relates to the Pippingarra Quarry Project Mineral Resources and Exploration Targets are based on and fairly represents information compiled by Mr Steve Rose, Principal Mining Geologist with Rose Mining Geology – an Independent Geological Consultancy engaged by Industrial Minerals Ltd to undertake the Mineral Resource Estimate for Pippingarra Quartz Project. Mr Rose is a Fellow of the Australasian Institute of Mining and Metallurgy

(AusIMM) and has sufficient experience of relevance to the styles of mineralisation and types of deposits under consideration, and to the activities undertaken to qualify as Competent Persons as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Mr Rose consents to the inclusion in this announcement of the matters based on their information in the form and context in which they appear.

Forward-looking Statements

Certain statements contained in this document may be ‘forward-looking’ and may include, amongst other things, statements regarding production targets, economic analysis, resource trends, pricing, recovery costs, and capital expenditure. These ‘forward–looking’ statements are necessarily based upon a number of estimates and assumptions that, while considered reasonable by IND, are inherently subject to significant technical, business, economic, competitive, political and social uncertainties and contingencies and involve known and unknown risks and uncertainties that could cause actual events or results to differ materially from estimated or anticipated events or results reflected in such forward-looking statements.

Forward looking statements are often, but not always, identified by the use of words such as ‘believe’, ‘expect’, ‘anticipate’, ‘indicate’, ‘target’, ‘plan’, ‘intends’, ‘budget’, ‘estimate’, ‘may’, ‘will’, ‘schedule’ and others of similar nature. IND does not undertake any obligation to update forward looking statements even if circumstances or management’s estimates or opinions should change. Investors should not place undue reliance on forward-looking statements as they are not a guarantee of future performance.

Disclaimer

No representation or warranty, express or implied, is made by IND that the material contained in this document will be achieved or proved correct. Except for statutory liability and the ASX Listing Rules which cannot be excluded, IND and each of its directors, officers, employees, advisors and agents expressly disclaims any responsibility for the accuracy, correctness, reliability or completeness of the material contained in this document and excludes all liability whatsoever (including in negligence) for any loss or damage which may be suffered by any person through use or reliance on any information contained in or omitted from this document.

ESG

The Company's ESG baseline was set in November 2021 to align with the Stakeholder Capitalism Metrics of the World Economic Forum. IND have been focused on developing key corporate policies and have conducted environmental studies to determine any environmental sensitivities associated with its current and planned activities.

While advancing our projects towards operational status, we understand the importance of upholding high standards in ESG. We have engaged an advisory firm to advise and capture key ESG metrics and objectives, which are used as a standard for our reporting.

We are committed to achieving long-term goals and developing the necessary strategies towards our commitment to sustainability. We recognise the benefits of sustainability planning and the impact these plans have on the long-term success of the company, with focus on environmental, financial, community and organisational sustainability.

Directors' Report

The Directors of Industrial Minerals Ltd ("the Company") submit herewith the annual report of the Group for the financial year ended 30 June 2026. In order to comply with the provisions of the Corporations Act 2001, the Directors report as follows:

Directors & Senior Management

The names and particulars of the Directors of the Company during or since the end of the financial year are:

Ashley Pattison
Non-Executive Chairman

Mr Pattison has over 25 years' experience in the resources sector from both a corporate finance and operational perspective. Mr Pattison qualified as a Chartered Accountant and has extensive experience in operations, finance, strategy and corporate finance. Mr Pattison has been the Managing Director of a number of listed and private mining companies over the past 15 years and also CEO of a listed mining service company.

Mr Pattison is currently the founder and Executive Chairman of PC Gold Ltd (ASX:PC2) and is also a Non-Executive Director of Firebird Metals Ltd (ASX: FRB) (from January 2021). Mr Pattison was previously a Non-Executive Director of Macro Metals Ltd (November 2021-March 2024)

As at the date of this report Mr Pattison has an interest in 6,870,500 fully paid ordinary shares, 1,500,000 options and 1,350,000 performance rights.

Warrick Clent – appointed 27 August 2026

Managing Director and Chief Executive Officer

Mr Clent is a geologist with over 30 years technical experience in the mining industry and has extensive experience in gold exploration in the Eastern Goldfields of WA.

Mr Clent holds a Bachelor of Science (Geology), Graduate Diploma in Applied Finance and is a member of the Australian Institute of Mining and Metallurgy. Mr Clent holds directorships with Connected Minerals Ltd (ASX:CML) and Corazon Mining Ltd (ASX:CZN)

As at the date of this report Mr Clent has an interest in 1,200,000 fully paid ordinary shares and 3,400,000 performance rights.

Jeffrey Sweet

Managing Director – 1 July 2025 – 27 August 2026
Non-Executive Director – from 27 August 2026

Mr Sweet has over 24 years' quality experience in the quarry, mining and logistics industries primarily in operations management roles. Mr Sweet had a practical start to his career working for owner operator and contracting companies in resource sectors including Gold, Iron Ore, Phosphate and Construction Materials. Mr Sweet has complimented his broad experience with a Master of Science (Mineral Economics).

More recently, Mr Sweet has worked for CI Resources (ASX: CII) in the role of General Manager (Mining). Mr Sweet is currently the Managing Director of Gundara Enterprises Pty Ltd which has also developed several mining projects in Western Australia. During the last three years, Mr Sweet has not been a director of any other listed company.

As at the date of this report Mr Sweet has an interest in 7,015,110 fully paid ordinary shares, 1,750,000 options and 1,350,000 performance rights.

Mike Dunbar – appointed 27 August 2026

Non-Executive Director

Mr Dunbar brings complementary corporate and technical skills, with over 25 years' experience in mineral exploration, resource development and mining projects in Australia and internationally. Mr Dunbar is currently the Managing Director of Emmerson Resources (ASX:ERM) and was instrumental in building ERM from a $25 million company to progressing a Scheme of Arrangement valuing ERM at approximately $310 million. Mr Dunbar has also played key roles in the discovery and development of multiple major gold, nickel sulphide and IOCG deposits, including the +2Moz Thunderbox, +1Moz Dalgaranga and +600Koz White Devil gold projects.

As at the date of this report Mr Dunbar has an interest in 2,700,000 performance rights.

Alex Neuling – resigned 27 August 2026

Non-Executive Director

Mr Neuling is a Chartered Accountant and chartered company secretary with over 20 years corporate and financial experience, including 10 years as company secretary, CFO and/or a Director of various ASX listed companies in the Oil & Gas, Mineral Exploration, Biotech Mining Services sectors. Prior to these roles, Mr Neuling worked at Deloitte in London and in Perth.

Mr Neuling is currently a Non-Executive director of PetroNor E&P Limited (listed on Oslo Axess:PNOR) (from April 2020).

At the date of his resignation Mr Neuling had an interest in 425,000 fully paid ordinary shares and 1,062,500 options.

Melanie Leighton

Non-Executive Director - resigned 27 August 2026

Ms Leighton is a geologist with more than 20 years' experience in the mining industry spanning multiple commodities and deposit types. Ms Leighton is a founding director of Leighton Geoservices Pty Ltd, a consulting firm providing corporate and geological services to the mineral resources sector with the mantra of bridging the gap between technical, corporate and investor.

Melanie has held management and senior geological roles with Hot Chilli Limited, Harmony Gold and Hill 50 Gold, gaining practical and management experience within the areas of exploration, mining and resource development. Melanie also has considerable experience in the areas of stakeholder engagement and investor relations.

Ms Leighton is currently the Chief Executive Officer of Titan Minerals Ltd (ASX: TTM) and has been a Non-Executive director of Great Boulder Resources Limited (ASX:GBR) since its listing on the ASX in 2016.

At the date of her resignation Ms Leighton held an interest in 1,250,000 options of the Company.

Company Secretary

Natalie Madden

Ms Madden is a Chartered Accountant with over 20 years' experience in commerce and public practice, with roles including company secretary of various ASX listed entities. Ms Madden is engaged through Erasmus Consulting Pty Ltd.

INDUSTRIAL MINERALS LTD

Principal activities

The principal activity of the Company during the financial year was mineral exploration in Western Australia.

Dividends

The Directors resolved that no dividend be paid for the year (2025: Nil).

Review of operations

Information on the operations of the Company is set out in the review of operations on pages 4 to 16 of this annual report.

Significant changes in the state of affairs

There have been no changes in the state of the affairs of the Company during the financial year, other than as disclosed elsewhere in this report.

Subsequent events

At a general meeting of shareholders held on 21 August 2026, a number of resolutions were approved, including the acquisition of Galleon Metals Limited. On 27 August 2026, the acquisition was completed and the following transactions occurred:

- Issue of 46,666,6667 fully paid ordinary shares to the vendors of Galleon Metals Limited;
- Issue of 10,000,000 fully paid ordinary shares at $0.10 per share to participants of Tranche 2 of a placement to sophisticated investors to raise $1,000,000 before costs;
- Appointments of Warrick Clent and Michael Dunbar to the Board of Industrial Minerals Ltd;
- Resignations accepted from Alex Neuling and Melanie Leighton from the Board of Industrial Minerals Ltd;
- Issue of a total of 8,800,000 performance rights to the new Board as performance incentives; and
- Issue of 5,700,290 fully paid ordinary shares at $0.10 per share in settlement of outstanding director and consulting fees.

Other than as noted above, no matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect the Company's operations, the results of those operations, or the Company's state of affairs in future years.

Future developments

Disclosure of information regarding likely developments in the Company's operations in future financial years and the expected results of those operations is likely to result in unreasonable prejudice to the Company. Accordingly, this information has not been disclosed in this report.

Environmental Regulations

The operations of the Company are subject to State and Federal laws and regulations concerning the environment. The Board of Directors (**Board**) monitors performance and compliance with respect to the Company's environmental obligations. No significant or material environmental breaches have been notified by any government agency during the year ended 30 June 2026.

Shares under option or issued on exercise of options

At the date of this report, the Company has the following interests under option:

Expiry date	Exercise price	Number of options
11 November 2027	$0.30	6,768,748
30 November 2027	$0.30	5,250,000
		14,518,748

Indemnification of Officers and Auditors

The Company has indemnified, to the extent permitted by law, the Directors and officers of the Company against any liability incurred by a Director or officer in or arising out of the conduct of the business of the Company or in or arising out of the discharge of that officer's duties. No amount was paid pursuant to these indemnities during the financial year, nor to the date of this report.

Directors' Meetings

The number of meetings of the Company's Board and of each Board committee held during the year ended 30 June 2026, and the number of meetings attended by each director were:

	Board of Directors	
Directors	**Eligible to attend**	**Attended**
Ashley Pattison	5	5
Jeffrey Sweet	5	5
Alex Neuling	5	5
Melanie Leighton	5	4

Audit and Non-audit Services

The Company's auditor is HLB Mann Judd. No non-audit services were provided by HLB Mann Judd during the financial year.

Details of amounts paid or payable to the auditor during the year are outlined in note 24 to the financial statements.

Auditor's Independence Declaration

The auditor's independence declaration is included on page 33 of the annual report, and forms part of the directors' report.

Operating and Financial Risks

The Company's activities have inherent risk and the Board is unable to provide certainty of the expected results of activities, or that any or all of the likely activities will be achieved. The material business risks faced by the Company that could influence the Company's future prospects, and are managed by the Company, are detailed below:

Operational risks

The Company may be affected by various operational factors. In the event that any of these potential risks eventuate, the Company's operational and financial performance may be adversely affected. No assurances can be given that the Company will achieve commercial viability through the successful exploration and/or mining of its tenement interests. Until the Company is able to realise value from its projects, it is likely to incur ongoing operating losses.

The operations of the Company may be affected by various factors, including failure to locate or identify mineral deposits, failure to achieve predicted grades in exploration and mining, operational and technical difficulties encountered in mining, insufficient or unreliable infrastructure such as power, water and transport, difficulties in commissioning and operating plant and equipment, unanticipated metallurgical problems which may affect extraction costs, adverse weather conditions, industrial and environmental accidents, industrial disputes and unexpected shortages or increases in the costs of consumables, spare parts, plant and equipment.

The Company's Mineral Resource estimates are made in accordance with the 2012 edition of the JORC Code. Mineral resources are estimates only. An estimate is an expression of judgement based on knowledge, experience and industry practice. Estimates which were valid when originally calculated may alter significantly when new information or techniques become available. In addition, by their very nature, resource estimates are imprecise and depend to some extent on interpretations, which may prove to be inaccurate.

The tenements are at various stages of exploration, and potential investors should understand that mineral exploration and development are speculative and high-risk undertakings that may be impeded by circumstances and factors beyond the control of the Company.

There can be no assurance that exploration of the Tenements, or any other exploration properties that may be acquired in the future, will result in the discovery of an economic mineral resource. Even if an apparently viable deposit is identified, there is no guarantee that it can be economically exploited.

There is no assurance that exploration or project studies by the Company will result in the definition of an economically viable mineral deposit or that the exploration tonnage estimates, and conceptual project developments discussed in this report are able to be achieved. In the event the Company successfully delineates economic deposits on any Tenement, it will need to apply for a mining lease to undertake development and mining on the relevant Tenement. There is no guarantee that the Company will be granted a mining lease if one is applied for and if a mining lease is granted, it will also be subject to conditions which must be met.

Further capital requirements

The Company's projects may require additional funding in order to progress activities. There can be no assurance that additional capital or other types of financing will be available if needed to further exploration or possible development activities and operations or that, if available, the terms of such financing will be favourable to the Company.

Native title and Aboriginal Heritage

There are areas of the Company's projects over which legitimate common law and/or statutory Native Title rights of Aboriginal Australians exist. Where Native Title rights do exist, the Company must obtain consent of the relevant landowner to progress the exploration, development and mining phases of operations. Where there is an Aboriginal Site for the purposes of the Aboriginal Heritage legislation, the Company must obtain consents in accordance with the legislation.

The Company's activities are subject to Government regulations and approvals

The Company is subject to certain Government regulations and approvals. Any material adverse change in government policies or legislation in Western Australian and Australia that affect mining, processing, development and mineral exploration activities, export activities, income tax laws, royalty regulations, government subsidiaries and environmental issues may affect the viability and profitability of any planned exploration or possible development of the Company's portfolio of projects.

Global conditions

General economic conditions, movements in interest and inflation rates and currency exchange rates may have an adverse effect on the Company's exploration, development and production activities, as well as on its ability to fund those activities. General economic conditions, laws relating to taxation, new legislation, trade barriers, movements in interest and inflation rates, currency exchange controls and rates, national and international political circumstances (including outbreaks in international hostilities, wars, terrorist acts, sabotage, subversive activities, security operations, labour unrest, civil disorder, and states of emergency), natural disasters (including fires, earthquakes and floods), and quarantine restrictions, epidemics and pandemics, may have an adverse effect on the Company's operations and financial performance, including the Company's exploration, development and production activities, as well as on its ability to fund those activities.

General economic conditions may also affect the value of the Company and its market valuation regardless of its actual performance.

Remuneration Report (Audited)

The remuneration report details the key management personnel remuneration arrangements for the Company, in accordance with the requirements of the Corporations Act 2001 and its Regulations.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, including all directors.

The remuneration report is set out under the following main headings:

- Key management personnel
- Remuneration policy
- Elements of executive and non-executive remuneration
- Relationship between the remuneration policy and Company performance
- Service agreements

Key management personnel

The key management personnel of the Company during or since the end of the financial year were:

Directors

- Mr A Pattison (Non-executive Chairman)
- Mr W Clent (Executive Director from 27 August 2026)
- Mr J Sweet (Executive Director to 27 August 2026, then Non-executive Director)
- Mr M Dunbar (Non-executive Director from 27 August 2026)
- Mr A Neuling (Non-executive Director to 27 August 2026)
- Ms M Leighton (Non-executive Director to 27 August 2026)

Directors W Clent and M Dunbar received no remuneration for the financial year ended 30 June 2026.

Remuneration policy

The Board in its capacity as the Remuneration Committee reviews the remuneration packages of the directors and key management personnel of the Company and makes recommendations to the Board. Remuneration packages are reviewed and determined with due regard to the duties, responsibilities and performance of each Director and senior executive, and current market rates.

Remuneration and other terms of employment are reviewed periodically based on each director's or senior executive's performance and achievements over the review period.

Non-Executive directors

Fees and payments to Non-Executive Directors reflect the demands and responsibilities of their role. The Company's constitution provides that the remuneration of Non-Executive Directors will be not more than the aggregate fixed sum determined by a general meeting. The aggregate remuneration for Non-Executive Directors is $300,000 per annum although may be varied by ordinary resolution of the Shareholders in general meeting.

Executive and Non-Executive Directors may receive share options under the Employee Share Option Plan or by shareholder resolution.

Executive remuneration

The Company aims to reward executives based on their position and responsibility, with a level and mix of remuneration which has both fixed and variable component.

The executive remuneration and reward framework has four components:

- Base pay and non-monetary benefits
- Share-based payments
- Other remuneration such as superannuation and long service leave

The combination of these comprises the executives' total remuneration.

Fixed remuneration, consisting of base salary, superannuation and non-monetary benefits, are reviewed annually by the Board in their capacity as Remuneration Committee based on individual and business unit performance, the overall performance of the Company and comparable market remunerations.

Executives may receive their fixed remuneration in the form of cash or other fringe benefits (for example motor vehicle benefits) where it does not create any additional costs to the Company and provides additional value to the executive.

The long-term incentives ('LTI') include long service leave and share-based payments. Share-based payment incentives are designed to align the interest of shareholders, directors, executives and employees. Issues can be made by shareholder resolution or under the Company's Employee Securities Incentive Plan (ESIP). Under the ESIP, the Board may invite executives and other staff to subscribe for securities in the Company on such terms and conditions as the Board decides.

Relationship between the remuneration policy and Company performance

The table below sets out summary information about the Company's earnings and movements in shareholder wealth for the year ended 30 June 2026 and the previous four financial periods.

	2026 $	2025 $	2024 $	2023 $	2022 $
Revenue and other income	6,496	26,113	13,877	20,377	837
Loss for the year	(679,072)	(2,349,377)	(1,675,989)	(1,546,076)	(1,237,597)
Share price at end of year	$0.14	$0.11	$0.21	$0.62	$0.31
Dividends	-	-	-	-	-
Basic loss per share (cents)	(0.82)	(2.99)	(2.47)	(2.43)	(1.98)
Fully diluted loss per share (cents)	(0.82)	(2.99)	(2.47)	(2.43)	(1.98)

Given the nature and early stage of the business, the Company has not judged performance by financial measures but in relation to strategic objectives. It is likely that remuneration in the near future will also not be linked to standard financial measures of performance.

Service Agreements

The Company has entered into the following service agreements in relation to current and prior year remuneration:

Name:	Ashley Pattison
Title:	Non-Executive Chairman
Agreement commenced:	1 March 2021
Term:	No fixed term
Details:	Base salary of $7,000 per annum (exclusive of GST). Company may terminate the Agreement by giving not less than one month's written notice; summarily without notice in circumstances involving a criminal offence or breach of Company policy; and without cause by giving three months' notice. Mr Pattison may terminate the Agreement by providing three months' written notice to the Company.

Name:	Warrick Clent
Title:	Managing Director
Agreement commenced:	27 August 2026
Term:	No fixed term
Details:	Base salary of $275,000 per annum plus superannuation (exclusive of GST). Initial equity grant of 3,400,000 Performance Rights. The Company may terminate the Agreement summarily without notice in circumstances involving a criminal offence or breach of Company policy; and without cause by giving three months' notice. Mr Clent may terminate the Agreement by providing three months' written notice to the Company.

Name:	Jeffrey Sweet
Title:	Managing Director
Agreement commenced:	9 May 2022
Term:	Terminated as Managing Director– 27 August 2026
Details:	Base salary of $240,000 per annum plus superannuation (exclusive of GST). The Company may terminate the Agreement by giving not less than one month's written notice; summarily without notice in circumstances involving a criminal offence or breach of Company policy; and without cause by giving three months' notice. Mr Sweet may terminate the Agreement by providing three months' written notice to the Company.

Remuneration of key management personnel

Details of the remuneration of the key management personnel of the Company are detailed below:

	Short-term employee benefits				Long-term employee benefits	Share-based payment		
	Salary & fees $	Bonus $	Non mon-etary $	Other $	Post employment Super-annuation $	Options & Rights $	Total $	Perfor-mance related %
2026								
Executive Directors								
Mr J Sweet	267,600	-	-	-	-	7,486	275,086	3%
Non-Executive Directors								
Mr A Pattison	93,800	-	-	-	-	7,486	101,286	7%
Mr A Neuling	53,520	-	-	-	-	-	53,520	-
Ms M Leighton	48,000	-	-	-	5,780	-	53,780	-
Total	**462,920**	**-**	**-**	**-**	**5,780**	**14,972**	**483,672**	
2025								
Executive Directors								
Mr J Sweet	266,400	-	-	-	-	104,400	370,800	28%
Non-Executive Directors								
Mr A Pattison	93,660	-	-	-	-	87,000	180,660	48%
Mr A Neuling	53,520	-	-	-	-	69,600	123,120	57%
Ms M Leighton	48,000	-	-	-	5,520	69,600	123,120	57%
Total	**461,580**	**-**	**-**	**-**	**5,520**	**330,600**	**797,700**	

<u>Share based payments granted as compensation for the current financial period</u>

Options are issued to officers of the Company as a performance linked incentive component in the officers' remuneration packages to motivate and reward the parties in their respective roles.

Each share option issued converts to one ordinary share of Industrial Minerals Ltd on exercise. No amounts are paid or payable by the recipient of the option on receipt of the option. The options carry neither dividends nor voting rights. Options may be exercised at any time from the date of vesting to the date of their expiry.

Terms and conditions of share-based payment arrangements affecting remuneration of key management personnel in the current financial year or future financial years:

Option series	Grant date	Number on issue	Fair value at grant date	Exercise price	Expiry date	Vesting date
Incentive options	30/11/22	1,250,000	$0.2182	$0.40	30/11/25	At grant date
Incentive options	30/11/22	1,250,000	$0.2412	$0.30	30/11/25	At grant date
Incentive options	10/12/24	5,000,000	$0.0696	$0.30	30/11/27	At grant date

No options were granted to key management personnel in the financial period (2025: 4,750,000); no options were exercised (2025: nil).

For further details on the options issued during the year, including assumptions used in their valuation, refer to Note 19 of the financial statements.

<u>Performance Rights</u>

Subsequent to the end of the financial year, a total of 8,800,000 Performance Rights were issued to the current Board of Directors. Terms and conditions are as follows:

- Tranche A – 1,100,000 performance rights will vest upon the volume weighted average price of the Group's shares trading over 30 consecutive days on which the shares have traded being $0.25 and the holder having completed not less than 6 months of continuous employment;
- Tranche B – 1,100,000 performance rights will vest upon the volume weighted average price of the Group's shares trading over 30 consecutive days on which the shares have traded being $0.40 and the holder having completed not less than 12 months of continuous employment;
- Tranche C – 2,200,000 performance rights will vest upon the announcement of a JORC (2012) Inferred Mineral Resource of not less than 250,000 oz Au at a grade of not less than 1.5 g/t Au on the Laverton project;
- Tranche D – 4,200,000 performance rights will vest upon the announcement of a JORC (2012) Inferred Mineral Resource of not less than 500,000 oz Au at a grade of not less than 1.5 g/t Au on the Laverton project;

Key management personnel equity holdings

Fully paid ordinary shares of Industrial Minerals Ltd

	Balance at 30 June 2026	Granted as compen-sation	Received on exercise of options	Net other change[1]	Balance at 30 June 2026	Balance held nominally
J Sweet	4,575,000	-	-		4,575,000	-
A Pattison	6,090,000	-	-		6,090,000	-
A Neuling	425,000	-	-		425,000	-
M Leighton	-	-	-		-	-

1. Settlement of director fees in shares. See Note 25 for further details.

Share options of Industrial Minerals Ltd

	Balance at 30 June 2025	Granted as compen-sation	Exercised	Net other change	Balance at 30 June 2026	Balance vested at 30 June 2026
J Sweet	3,000,000	-	-	(1,250,000)	1,750,000	1,750,000
A Pattison	1,500,000	-	-	-	1,500,000	1,500,000
A Neuling	1,062,500	-	-	-	1,062,500	1,062,500
M Leighton	2,250,000	-	-	(1,250,000)	1,000,000	1,000,000

Other transactions with key management personnel of the Company

The Company has entered into an agreement with Gundara Enterprises Pty Ltd, an entity controlled by Mr Jeffrey Sweet for the provision of consulting services. An amount of $267,600 was included in the financial report as capitalised exploration expenses in the current financial period (2025: $264,000). $288,728 (excluding GST) remains outstanding at 30 June 2026 (2025: $66,900). Subsequent to the end of the financial year, Mr Sweet received 2,440,110 fully-paid ordinary shares in settlement of $244,011 of the outstanding amount.

The Company has entered into an agreement with Hornet Mining Services Pty Ltd, an entity controlled by Mr Jeffrey Sweet for the provision of drilling services. A nil amount was included in the financial report as capitalised exploration expenses in the financial period (2025: $87,000). No amounts were outstanding at 30 June 2026 (2025: Nil).

The Company has entered into an agreement with Tristar Nominees Pty Ltd, an entity controlled by Mr Ashley Pattison for the provision of consulting services. $109,410 was outstanding at the end of the financial year for director fees payable for Ashley Pattison to Tristar Nominees Pty Ltd (2025: $15,610). Subsequent to the end of the financial year, Mr Pattison received 780,500 fully-paid ordinary shares in settlement of $78,050 of the outstanding amount.

The Company has entered into an agreement with Morpheus Holdings Pty Ltd, an entity over which Mr Ashley Pattison has significant influence, to sub-lease office space. An amount of $3,389 (2025: $5,992) has been recognised in profit or loss for the finance cost associated with the leasing arrangement; cash payments totalling $38,500 (excluding GST) have been made during the year (2025: $38,500) and $3,500 (excluding GST) included in trade and other payables at 30 June 2026 (2025: $7,000).

The Company has entered into an agreement with Erasmus Consulting Pty Ltd, an entity controlled by Mr Alex Neuling for the provision of Company Secretarial and general corporate advisory services. A total of $36,600 (2025: $60,000) was included in the financial report as administrative and corporate expenses. A total of $219,896 was included in trade and other payables at 30 June 2026 for services provided by Erasmus Consulting which includes director fees payable to Mr Neuling (2025: $159,248). Subsequent to the end of the financial year, Mr Neuling received 2,077,140 fully-paid ordinary shares in settlement of $207,714 of the outstanding amount.

At the end of the financial year $40,320 was payable to Mrs Melanie Leighton for unpaid director fees (2025: $4,460). Subsequent to the end of the financial year, Mrs Leighton received 403,200 fully-paid ordinary shares in settlement of $40,320 of the outstanding amount.

End of Audited Remuneration Report

The Directors’ report is signed in accordance with a resolution of Directors made pursuant to s.298(2) of the Corporations Act 2001.

On behalf of the Directors

Ashley Pattison

Non-Executive Chairman

Perth, 15 September 2026

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the consolidated financial report of Industrial Minerals Ltd for the year ended 30 June 2026, I declare that to the best of my knowledge and belief, there have been no contraventions of:

a) the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and

b) any applicable code of professional conduct in relation to the audit.

Perth, Western Australia
15 September 2026

M R Ohm
Partner

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INDEPENDENT AUDITOR'S REPORT

To the Members of Industrial Minerals Ltd

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Industrial Minerals Ltd ("the Company") and its controlled entities ("the Group"), which comprises the consolidated statement of financial position as at 30 June 2026, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, notes to the financial statements, including material accounting policy information, the consolidated entity disclosure statement and the directors' declaration.

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

(a) giving a true and fair view of the Group's financial position as at 30 June 2026 and of its financial performance for the year then ended; and

(b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report.

We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* ("the Code") that are relevant to audits of the financial report of public interest entities in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Key Audit Matter	How our audit addressed the key audit matter
Carrying value of exploration and evaluation expenditure Refer to Note 7	
In accordance with *AASB 6 Exploration for and Evaluation of Mineral Resources*, the Group capitalises exploration and evaluation expenditure, including acquisition costs and subsequently applies the cost model after recognition. As at 30 June 2026, the Group had $2,716,919 of capitalised exploration and evaluation expenditure. Our audit focused on the Group's assessment of the carrying amount of the capitalised exploration and evaluation asset, as this is one of the most significant assets of the Group and is material to the users' understanding of the financial statements.	Our procedures included but were not limited to the following: - We obtained an understanding of the key processes associated with management's review of the carrying value of exploration and evaluation expenditure; - We obtained evidence that the Group has current rights to tenure of its areas of interest; - We substantiated a sample of additions to exploration expenditure during the year; - We considered whether any indicators of impairment were present in relation to the Group's areas of interest; - We enquired with management and reviewed ASX announcements and minutes of Directors' meetings in addition to management's cash flow forecast to ensure there was planned or budgeted expenditure for each of the Group's areas of interest and that the Group had not decided to discontinue any of its areas of interest; and - We examined the disclosures made in the financial report.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Group's annual report for the year ended 30 June 2026, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

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

(a) the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001*; and

(b) the consolidated entity disclosure statement that is true and correct in accordance with the *Corporations Act 2001*, and

for such internal control as the directors determine is necessary to enable the preparation of:

(a) the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and

(b) the consolidated entity disclosure statement that is true and correct and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

REPORT ON THE REMUNERATION REPORT

Opinion on the Remuneration Report

We have audited the Remuneration Report included within the Directors' Report for the year ended 30 June 2026.

In our opinion, the Remuneration Report of Industrial Minerals Ltd for the year ended 30 June 2026 complies with Section 300A of the *Corporations Act 2001*.

Responsibilities

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with Section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

HLB Mann Judd

HLB Mann Judd
Chartered Accountants

M R Ohm
Partner

Perth, Western Australia
15 September 2026

Directors' Declaration

In the Directors' opinion:

(a) the financial statements and notes as set out on pages 39 to 62 are in accordance with the *Corporations Act 2001*, including:

   (i) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and

   (ii) giving a true and fair view of the Group's financial position as at 30 June 2026 and of its performance for the year ended on that date;

(b) the audited remuneration disclosures set out on pages 25 to 37 of the Directors' report comply with section 300A of the *Corporations Act 2001*;

(c) there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable;

(d) the financial statements and notes thereto are in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board; and

(e) the information disclosed in the attached consolidated entity disclosure statement is true and correct.

The Directors have been given the declarations required by s.295A of the *Corporations Act 2001*.

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

On behalf of the Directors

Ashley Pattison

Non-Executive Chairman

Perth, 16 September 2026

Consolidated statement of profit or loss and other comprehensive income

For the year ended 30 June 2026

	Note	Year ended 30/06/26 $	Year ended 30/06/25 $
Continuing operations			
Other income	(3)	6,496	26,113
Finance costs		(5,219)	(6,940)
Administrative and corporate expenses		(117,673)	(177,945)
Share-based payments	(19)	(14,972)	(365,400)
Exploration expenses	(7)	(38,827)	(155,280)
Consulting fees		(214,443)	(206,406)
Impairment of exploration assets	(7)	-	(1,036,964)
Marketing and public relations		(85,745)	(233,732)
Travel and transport		(1,390)	(7,704)
Stakeholder relations		(13,102)	(21,835)
Occupancy expenses		(43,697)	(34,273)
Depreciation	(3)	(53,103)	(65,320)
Other expenses		(97,397)	(63,691)
Loss from ordinary activities before income tax		**(679,072)**	**(2,349,377)**
Income tax	(4)	-	-
Loss for the year		**(679,072)**	**(2,349,377)**
Other comprehensive income		-	-
Total comprehensive loss for the year		**(679,072)**	**(2,349,377)**
Loss per share	(5)		
Basic (loss) per share (cents per share)		(0.82)	(2.99)
Diluted (loss) per share (cents per share)		(0.82)	(2.99)

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

Consolidated statement of financial position

As at 30 June 2026

	Note	As at 30/06/26 $	As at 30/06/25 $
Current assets			
Cash		2,080,900	881,836
Trade and other receivables	(6)	111,664	71,370
Total current assets		**2,192,564**	**953,206**
Non-current assets			
Capitalised exploration and evaluation expenditure	(7)	2,716,919	2,281,803
Property, plant and equipment	(8)	41,179	57,929
Right-of-use assets	(9)	25,597	61,950
Other non-current assets	(10)	18,850	18,850
Total non-current assets		**2,802,545**	**2,420,532**
Total assets		**4,995,109**	**3,373,738**
Current liabilities			
Trade and other payables	(11)	776,260	325,427
Other current liabilities	(12)	15,020	-
Current lease liabilities	(13)	30,779	38,611
Borrowings	(14)	-	49,874
Total current liabilities		**822,059**	**413,912**
Non-current liabilities			
Non-current lease liabilities	(13)	-	30,779
Total non-current liabilities		**-**	**30,779**
Total liabilities		**822,059**	**444,691**
Net assets		**4,173,050**	**2,929,047**
Equity			
Issued capital	(15)	10,473,028	8,564,925
Reserves	(16)	1,646,260	1,631,288
Accumulated losses	(17)	(7,946,238)	(7,267,166)
Total equity		**4,173,050**	**2,929,047**

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

INDUSTRIAL MINERALS LTD

Consolidated statement of changes in equity

For the year ended 30 June 2026

	Issued capital $	Share based payment reserve $	Accumulated losses $	Total equity $
Balance at 30 June 2024	**6,478,882**	**1,240,888**	**(4,917,789)**	**2,801,981**
Loss for the year	-	-	(2,349,377)	(2,349,377)
Total comprehensive loss for the year	-	-	(2,349,377)	(2,349,377)
Share placement	1,900,000	-	-	1,900,000
Share purchase plan	412,500	-	-	412,500
Share based payments	(25,000)	390,400	-	365,400
Share issue costs	(201,457)	-	-	(201,457)
Balance at 30 June 2025	**8,564,925**	**1,631,288**	**(7,267,166)**	**2,929,047**
Loss for the year	-	-	(679,072)	(679,072)
Total comprehensive loss for the year	-	-	(679,072)	(679,072)
Share placement	2,000,000	-	-	2,000,000
Share based payments	-	14,972	-	14,972
Share issue costs	(91,897)	-	-	(91,897)
Balance at 30 June 2026	**10,473,028**	**1,646,260**	**(7,946,238)**	**4,173,050**

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

Consolidated statement of cash flows

For the year ended 30 June 2026

	Note	Year ended 30/06/26 $	Year ended 30/06/25 $
Cash flows from operating activities			
Receipts from customers		-	12,600
Payments to suppliers and employees		(363,075)	(710,323)
Payments for non-capitalised exploration and evaluation		(44,741)	(155,281)
Interest received		6,496	13,513
Net cash (outflow) from operating activities	(21)	**(401,320)**	**(839,491)**
Cash flows from investing activities			
Payments for capitalised exploration and evaluation		(194,457)	(755,594)
Payments for acquisitions		(31,077)	-
Net cash (outflow) from investing activities		**(225,534)**	**(755,594)**
Cash flows from financing activities			
Proceeds from share issue		2,015,020	2,312,500
Less costs of issue		(91,897)	(201,457)
Interest paid		(5,219)	(5,992)
Loan (repayments)/proceeds		(49,876)	48,927
Repayment of lease liabilities		(42,110)	(36,008)
Net cash inflow from financing activities		**1,825,918**	**2,117,970**
Net increase/ (decrease) in cash and cash equivalents		**1,199,064**	**522,885**
Cash and cash equivalents at beginning of the year		881,836	358,951
Cash and cash equivalents at the end of the year		**2,080,900**	**881,836**

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

Notes to the consolidated financial statements

For the year ended 30 June 2026

1. Material accounting policies

Industrial Minerals Ltd ("IND" or "the Group") is a public company, incorporated and domiciled in Australia. The Group's principal activity is the evaluation and exploration of mineral interests, prospective for industrial minerals. The financial report was authorised by the directors for issue on 15 September 2026.

(a) Statement of compliance

The financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the Corporations Act 2001. The financial report of the Group complies with International Financial Reporting Standards and interpretations adopted by the International Accounting Standards Board.

(b) Basis of preparation

The financial report is presented in Australian dollars which is the Group's functional currency and is prepared on the accrual and historical cost basis. The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Judgements made by management in the application of Australian Accounting Standards that have a significant effect on the financial report and estimates with a significant risk of material adjustment in the next year are discussed in note 1(d).

Going concern

The financial statements have been prepared on the going concern basis, which contemplates the continuity of normal business activity and the commercial realisation of the Group's assets and the settlement of liabilities in the normal course of business.

For the year ended 30 June 2026 the Group incurred a net cash outflow from operating and investing activities of $626,854 (2025: $1,595,085) and a net loss after tax of $679,972 (2025: $2,349,377). As at 30 June 2026, the Group has positive working capital of $1,370,505 (2025: $539,294). Subsequent to the end of the year, the Group raised a futher $1,000,000 (before costs) through a placement of shares.

The accounting policies set out below have been applied consistently to all periods presented in the financial report.

New or amended Accounting Standards and Interpretations adopted

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period with no material effect.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted have no material effect.

(c) Exploration and evaluation expenditure

Exploration and evaluation assets, including the costs of acquiring permits or licences, are capitalised as exploration and evaluation assets on an area of interest basis. Exploration and evaluation assets are only recognised if the rights to tenure of the area of interest are current and either:

i. the expenditures are expected to be recouped through successful development and exploitation of the area of interest, or alternatively, by its sale or partial sale: or
ii. activities in the area of interest have not at the reporting date, reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves and active and significant operations in, or in relation to, the area of interest are continuing.

The tests contained in AASB6.20 are applied to determine whether exploration and evaluation assets are assessed for impairment indicators:

1) the exploration and evaluation tenure right has expired or are expected to expire in the near future and is not expected to be renewed.
2) substantive expenditure on further exploration for and evaluation of mineral resources in the specific area is neither budgeted nor planned.
3) exploration for and evaluation of mineral resources in the specific area have not led to the discovery of commercially viable quantities of mineral resources and the entity has decided to discontinue such activities in the specific area.
4) sufficient data exist to indicate that, although a development in the specific area is likely to proceed, the carrying amount of the exploration and evaluation asset is unlikely to be recovered in full from successful development or by sale.

Proceeds from the sale of exploration permits or recoupment of exploration costs from farm-in arrangements are credited against exploration costs previously capitalised. Any excess of the proceeds overs costs recouped are accounted for as a gain on disposal.

Restoration, rehabilitation and environmental costs necessitated by exploration and evaluation activities are provided for as part of the cost of those activities. Costs are estimated on the basis of current legal requirements, anticipated technology and future costs that have been discounted to their present value. Estimates of future costs are reassessed at each reporting date.

Impairment of assets
The carrying amounts of the Group's assets are reviewed at each reporting date to determine whether there are indicators of impairment. Where impairment indicators exist, recoverable amount is determined, and impairment losses are recognised in profit or loss where the asset's carrying value exceeds its recoverable amount. Recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purpose of assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

Where it is not possible to estimate recoverable amount for an individual asset, recoverable amount is determined for the cash-generating unit to which the asset belongs.

(d) Accounting estimates and judgements

Management determines the development, selection and disclosure of the Group's critical accounting policies and estimates and the application of these policies and estimates. Other than as disclosed in these notes there are no estimates and judgements that are considered to have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Management has determined that realisation of the estimated deferred tax asset arising from tax losses and temporary differences is not probable and has not brought to account the asset at balance date (Note 4).

Per Note 1(c) and 1(d) management exercise judgement as to the whether exploration expenditure is assessed for impairments. Any judgement may change as new information becomes available. If, after having capitalised exploration and evaluation expenditure, management concludes that the capitalised expenditure is unlikely to be recovered by future sale or exploitation, then the relevant capitalised amount will be written off through profit or loss and other comprehensive income.

The Group measures the cost of equity-settled transactions with employees and others providing similar services by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined using either the Binomial or Black-Scholes model taking into account the terms and conditions upon which the instruments were granted. The accounting estimates and assumptions relating to equity-settled share-based payments would have no impact on the carrying amounts of assets and liabilities within the next annual reporting period but may impact profit or loss and equity.

(e) Share-based payment transactions

Equity settled transactions
The fair value of options granted are recognised as an expense with a corresponding increase in equity. The fair value is measured at grant date and recognised over the period during which the grantee become unconditionally entitled to the options.

The fair value at grant date is independently determined using an option pricing model that takes into account the exercise price, the term of the option, the impact of dilution, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk-free interest rate for the term of the option.

The fair value of the options granted is adjusted to reflect market vesting conditions but excludes the impact of any non-market vesting conditions (for example, profitability and sales growth targets). Non-market vesting conditions are included in assumptions about the number of options that are expected to become exercisable. At each reporting date, the entity revises its estimate of the number of options that are expected to become exercisable. The expense recognised each period takes into account the most recent estimate. The impact of the revision to original estimates, if any, is recognised in the statement of profit or loss and other comprehensive income with a corresponding adjustment to equity.

(f) Principles of consolidation

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of Industrial Minerals Ltd ('Company') as at 30 June 2026 and the results of all subsidiaries for the year then ended. The Company and its subsidiaries together are referred to in these financial statements as the 'consolidated entity' or 'Group'.

Subsidiaries are all those entities over which the consolidated entity has control. The consolidated entity controls an entity when the consolidated entity is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the consolidated entity. They are de-consolidated from the date that control ceases.

Intercompany transactions, balances and unrealised gains on transactions between entities in the consolidated entity are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the consolidated entity.

2. Segment note

Identification of reportable operating segments
The Group is organised into one operating segment, being mining and exploration operations. This operating segment is based on the internal reports that are reviewed and used by the Board of Directors in assessing performance and in determining the allocation of resources.

Types of products and services
The principal products and services of this operating segment are exploration operations predominantly in Australia.

3. Revenue and expenses

Loss before income tax from continuing operations includes the following specific revenue and expenses:

	2026 $	2025 $
Other income		
Equipment rental income	-	12,600
Interest income	6,496	13,513
	6,496	26,113
Expenses		
Share based payments		
Directors	14,972	330,600
Consultants	-	34,800
	14,972	365,400
Depreciation		
Depreciation on property, plant and equipment	16,750	28,967
Depreciation on right-of-use assets	36,353	36,353
Depreciation transferred to exploration and evaluation	-	-
	53,103	65,320
Finance costs		
Interest on borrowings	1,830	948
Interest on lease liabilities	3,389	5,992
	5,219	6,940

4. Income Tax Expense

	2026 $	2025 $
Income tax expense		
Current tax	-	-
Deferred tax	-	-
Aggregate income tax expense attributable to continuing operations	-	-

Numerical reconciliation of income tax expense and tax at the statutory rate

	2026 $	2025 $
Loss before income tax	(679,072)	(2,349,377)
Tax benefit at 30% (2025: 25%)	203,722	587,344
Tax effect of amounts which are not deductible/ (taxable) in calculating taxable income:		
Non-deductible expenses	(4,723)	(91,692)
Timing differences	(149,842)	136,406
Unused tax losses and offsets not recognised as deferred tax assets	49,157	(632,058)
Income tax benefit/expense recognised in profit or loss	-	-

Unrecognised Deferred Tax Balances

As at 30 June 2026 the Group had deferred tax assets not brought to account in relation to the tax losses (at 30%) of $9,644,179 (2025: $8,321,118). No reliable estimate of the amount of tax losses which could be recognised as a deferred tax asset in the current year is available as it is not possible to accurately quantify the group's future profitability at its current stage of development. Management has not yet assessed whether the losses would pass the continuity of ownership test or the same business test. Management therefore believe that the Group's tax losses do not meet the probable recognition criteria.

There is no expiry date attached to the tax losses.

5. Loss per share

	2026 Cents per share	2025 Cents per share
Basic loss per share	(0.82)	(2.99)
Diluted loss per share	(0.82)	(2.99)

The earnings and weighted average number of ordinary shares used in the calculation of basic and diluted earnings per share are as follows:

	2026 $	2025 $
Net loss for the year	(679,072)	(2,349,377)
Loss used in the calculation of basic and diluted loss per share	(679,072)	(2,349,377)

	2026 Number	2025 Number
Weighted average number of ordinary shares for the purposes of basic loss per share	82,952,637	78,653,322
Adjustments for calculation of diluted loss per share	-	-
Weighted average number of ordinary shares for the purposes of diluted loss per share	82,952,637	78,653,322

6. Trade and other receivables

	2026 $	2025 $
GST Receivable	70,137	29,917
Prepayments	41,527	41,453
	111,664	71,370

7. Capitalised exploration and evaluation expenditure

Exploration and evaluation phase at cost:	**$**
Balance at 30 June 2024	2,635,242
Exploration expenditure incurred	838,805
Expenditure not capitalised [1]	(155,280)
Impairment recognised[2]	(1,036,964)
Balance at 30 June 2025	2,281,803
Exploration expenditure incurred	473,943
Expenditure not capitalised [1]	(38,827)
Impairment recognised[2]	-
Balance at 30 June 2026	2,716,919

1. Exploration expenditure on areas of interest where tenure was not granted at year end or there are no budgeted nor planned exploration activities in relation to the project, was written off to profit or loss.
2. An impairment is recognised for an area of interest where tenure has been fully surrendered or there is no budgeted nor planned exploration activities in relation to the project area.

The ultimate recoupment of exploration and evaluation expenditure carried forward is dependent on successful development and exploitation, or alternatively sale of the respective area of interest. Factors that could impact the future recoverability include the level of reserves and resources, future technological changes, costs of drilling and production, production rates, future legal changes (including changes to environmental restoration obligations) and changes to commodity prices.

8. Property, plant and equipment

	2026 $	2025 $
Motor vehicles – at cost	49,680	49,680
Accumulated depreciation	(49,680)	(49,680)
	-	-
Plant and equipment – at cost	85,252	85,252
Accumulated depreciation	(44,073)	(27,323)
	41,179	57,929
Total	41,179	57,929

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment over their expected useful lives as follows:

- Motor vehicles 3 years
- Plant and equipment 3-5 years

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

	Motor vehicles $	Plant & Equipment $	Total $
Balance at 30 June 2024	12,216	74,680	86,896
Depreciation expense	(12,216)	(16,751)	(28,967)
Balance at 30 June 2025	-	57,929	57,929
Depreciation expense	-	(16,750)	(16,750)
Balance at 30 June 2026	-	41,179	41,179

9. Right-of-use assets

	2026 $	2025 $
Land and buildings – Right-of-use	181,765	181,765
Accumulated depreciation	(156,168)	(119,815)
	25,597	61,950

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

	Right-of use $
Balance at 30 June 2024	98,303
Depreciation expense	(36,353)
Balance at 30 June 2025	61,950
Depreciation expense	(36,353)
Balance at 30 June 2026	25,597

The Group leases its office space under a 5 year sub-lease.

10. Other non-current assets

	2026 $	2025 $
Deposits	18,850	18,850

11. Trade and other payables

	2026 $	2025 $
Trade creditors	525,650	138,057
Accruals	250,610	187,370
	776,260	325,427

12. Other current liabilities

	2026 $	2025 $
Shares to be issued	15,020	-
	15,020	-

The Group has received funds of $15,020 in advance for participation in Tranche 2 of the share placement announced 13 May 2026. See Note 25 for further details.

13. Lease liabilities

	2026 $	2025 $
Current lease liability	30,779	38,611
Non-current lease liability	-	30,779
Total lease liability	30,779	69,390
Opening balance	69,390	105,398
Additions to lease liability	-	-
Finance costs	3,389	5,239
Principal and interest payments	(42,000)	(41,247)
Closing balance	30,779	69,390

Refer to note 18 for further information on financial instruments.

14. Borrowings

	2026 $	2025 $
Current liability	-	49,874
Total borrowings	-	49,874
Opening balance	49,875	-
Loans advanced	-	48,927
Loan interest	1,830	947
Principal and interest payments	(51,705)	-
Closing balance	-	49,874

15. Share capital

	2026 Shares	2025 Shares	2026 $	2025 $
Ordinary shares	100,322,500	80,322,500	10,473,029	8,564,925

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Group in proportion to the number and amounts paid on the shares held. On a show of hands, every holder of ordinary shares present at a meeting in person or by proxy is entitled to one vote, and upon a poll each share is entitled to a vote.

Ordinary shares have no par value, and the Group does not have a limited amount of authorised capital.

Movements in share capital during the year were as follows:

		Number of shares	Share Capital $
As at 30 June 2024		68,760,000	6,478,882
Placement	(a)	8,375,000	1,675,000
Share Purchase Plan	(b)	2,062,500	412,500
Placement – director participation	(c)	1,125,000	225,000
Share issue expenses		-	(226,457)
As at 30 June 2025		80,322,500	8,564,925
Placement	(d)	20,000,000	2,000,000
Share issue expenses		-	(91,897)
As at 30 June 2026		**100,322,500**	**10,473,028**

(a) On 8 August 2024, the Group issued 8,375,000 ordinary shares at an issue price of $0.20 and 4,187,498 free-attaching options exercisable at $0.30 on or before 11 November 2027.
(b) On 6 September 2024, the Group completed a Share Purchase Plan to raise $412,500 through the issue of 2,062,500 ordinary shares and 1,018,750 free-attaching options exercisable at $0.30 on or before 11 November 2027.
(c) On 11 November 2024, the Group issued 1,125,000 ordinary shares at an issue price of $0.20 and 562,500 free-attaching options exercisable at $0.30 on or before 11 November 2027 following the receipt of shareholder approval for director participation in the placement noted above at (a).
(d) On 20 May 2026, the Group completed a Placement and issued 20,000,000 fully paid ordinary shares at an issue price of $0.10.

Share Options

Unissued shares under option at balance date were as follows:

Series	Number of shares under option	Class of shares	Exercise price of option	Expiry date of options
SPP/Placement options	5,768,748	Ordinary	$0.30	11/11/2027
Lead broker options	1,000,000	Ordinary	$0.30	11/11/2027
Incentive options	5,250,000	Ordinary	$0.30	30/11/2027

All options were issued by Industrial Minerals Ltd. No options have been issued during the period. Issues during the financial year ended 30 June 2025 were:

1. A total of 5,768,748 free-attaching options exercisable at $0.30 on or before 11 November 2027 were issued to participants of the July/August 2024 Placement and Share Purchase Plan following receipt of shareholder approval.
2. 1,000,000 listed options exercisable at $0.30 on or before 11 November 2027 were issued to the lead broker of the July/August 2024 Placement and Share Purchase Plan following receipt of shareholder approval.
3. 5,250,000 options exercisable at $0.30 on or before 30 November 2027 were issued to directors and the company secretary as a performance incentive.

Share options carry no rights to dividends and no voting rights. Details of share-based payments can be found in note 19 to the financial statements.

No options were exercised or expired during the period.

16. Reserves

	2026 $	2025 $
Share based payments reserve	1,646,260	1,631,288
	1,646,260	1,631,288

Share based payments reserve

	2026 $	2025 $
Balance at beginning of the year	1,631,288	1,240,888
Accounting value of share-based payments recognised in the period (see note 18)	14,972	390,400
Balance at the end of the financial year	1,646,260	1,631,288

Nature and purpose of reserves

Share based payments reserve
The reserve relates to share options granted by the Group to its employees under its employee share option plan and share options issued to consultants and advisors in consideration for services provided. Further information about share-based payments is set out in note19.

17. Accumulated losses

	2026 $	2025 $
Balance at beginning of the year	(7,267,166)	(4,917,789)
Loss attributable to members of the Group	(679,072)	(2,349,377)
Balance at end of financial year	(7,946,238)	(7,267,166)

18. Financial instruments

Financial risk management objectives
The Group's activities expose it to a variety of financial risks: market risk (including foreign currency risk, and interest rate risk), credit risk and liquidity risk. The Group's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Group. Risk management is carried out by the Board of Directors.

Market risk
The Group's activities have the potential to expose it primarily to the financial risks in foreign currency exchange rates, commodity prices and interest rates. Since incorporation, the Group has not used any derivative financial instruments to hedge its exposure to foreign exchange and interest rate risk. The risk is not material to the Group.

Foreign currency risk
The Group has not undertaken any transactions denominated in foreign currency since incorporation.

Interest Rate risk management
The Group is potentially exposed to interest rate risk as it deposits funds at floating interest rates. The Group does not hedge this risk through derivatives such as interest rate swaps. Interest rate risk is not material to the Group's results.

Credit risk management
Credit risk refers to the risk that a counter-party will default on its contractual obligations resulting in a financial loss to the Group. The Group has adopted a policy of only dealing with creditworthy counterparties. The Group uses publicly available financial information and its own trading record to rate its major customers. The Group's exposure and the credit rations of its counterparties are continuously monitored and controlled by management. As at reporting date, the Group has not material receivables and accordingly does not have any significant credit risk exposure to any single counterparty or any group of counterparties having similar characteristics.

Liquidity risk
Liquidity risk management requires the Group to maintain sufficient liquid assets (mainly cash and cash equivalents) and available borrowing facilities to be able to pay debts as and when they become due and payable.

The Group manages liquidity risk by maintaining adequate cash reserves and available borrowing facilities by continuously monitoring actual and forecast cash flows and matching the maturity profiles of financial assets and liabilities.

The following table details the Group's remaining contractual maturity for its financial instrument liabilities. The table has been drawn up based on the undiscounted cash flows of financial liabilities based on earliest date on which the Group can be required to pay. The table includes both interest and principal cash flows disclosed as remaining contractual maturities and therefore these totals may differ from their carrying amount in the statement of financial position.

30 June 2026	**Weighted average effective interest rate**	**Less than 6 months $**	**6 months – 1 year $**	**More than 1 year $**
Lease liabilities	5.83%	21,000	(10,100)*	-
Non-interest bearing liabilities		776,260	-	-
		797,260	(10,100)	-
30 June 2025				
Lease liabilities	5.83%	21,000	21,000	10,900
Borrowings	12.20%	31,023	18,851	-
Non-interest bearing liabilities		325,427	-	-
		377,450	39,851	10,900

*Includes refund of security deposit

The following table details the Group's expected maturity for its non-derivative financial assets. The table has been drawn up based on the undiscounted contractual maturities of financial assets including interest that will be earned on those assets except where the Group anticipates that the cash flow will occur in a different period based on the earliest date on which the Group can realise these assets. The table includes both interest and principal cash flows.

	Weighted average effective interest rate	Less than 6 months $	6 months – 1 year $	More than 1 year $
30 June 2026				
Variable interest rate instruments	0.44%	2,080,900	-	-
Non-interest bearing assets		111,664	-	-
		2,192,564	-	-
30 June 2025				
Variable interest rate instruments	2.18%	881,836	-	-
Non-interest bearing assets		71,370	-	-
		953,206	-	-

Fair value of financial instruments

Unless otherwise stated, the carrying amounts of financial instruments reflect their fair value

19. Share-based payments

	2026 $	2025 $
Recognised in profit or loss:		
Director incentives	14,972	330,600
Consultant incentives	-	34,800
	14,972	365,400
Recognised in equity		
Costs of share issues	-	25,000
Total share-based payments	**14,972**	**390,400**

Options

Incentive options

In the previous financial year, a total of 5,250,000 options exercisable at $0.30 on or before 30 November 2027 were issued to the directors and Company Secretary of the Group as a performance incentive; the options have a total fair value at grant date of $365,400.

Lead broker options

During the previous financial year, 1,000,000 listed options exercisable at $0.30 on or before 11 November 2027 were issued to the Group's lead broker on completion of the SPP and Placement. The options have a fair value of $25,000 on issue.

The following share-based payment arrangements were in existence during the current and previous reporting periods:

Series	Number issued	Grant date	Expiry date	Exercise price $	Fair value at grant date $
Incentive options	1,250,000	30/11/22	30/11/25	$0.40	$0.2182
Incentive options	1,250,000	30/11/22	30/11/25	$0.30	$0.2412
SPP/Placement options	5,768,748	11/11/24	11/11/27	$0.30	n/a
Broker options	1,000,000	11/11/24	11/11/27	$0.30	$0.025
Director/consultant options	5,250,000	10/12/24	30/11/27	$0.30	$0.0696

Free-attaching options issued as part of the Group's 2024 Placement and Share Purchase Plan (SPP) are not share-based payments and are included here for completeness.

Movements in share options during the period
The following reconciles the share options outstanding at the beginning and end of the year:

	2026		2025	
	Number of options	Weighted average exercise price	Number of options	Weighted average exercise price
Balance at beginning of year	**8,750,000**	**$0.31**	**2,500,000**	**$0.35**
Granted during the financial year	-	-	6,250,000	$0.30
Exercised during the year	-	-	-	-
Lapsed during the year	(2,500,000)	$0.35	-	-
Balance at end of the year	**6,250,000**	**$0.30**	**8,750,000**	**$0.31**
Exercisable at the end of the year	6,250,000		8,750,000	

The share options outstanding at the end of the year had a weighted average exercise price of $0.30 (2025: $0.31) and a weighted average remaining contractual life of 507 days (2025: 748 days).

<u>**Performance Rights**</u>

Subsequent to the end of the financial year (see Note 25), the Group issued a total of 8,800,000 performance rights over ordinary shares as compensation to directors of the Group. Terms and conditions of the performance rights are detailed below.

An independent valuation of the performance rights was conducted and assigned a total value at report date of $968,000. An expense of $14,972 has been recognised in profit or loss in the current financial year (2025:Nil) based on the directors' individual service periods.

Performance rights have been valued using a binomial and trinomial valuation models. The following assumptions were used in the valuation:

	Tranche A	Tranche B	Tranche C	Tranche D
Number to be issued	1,100,000	1,100,000	2,200,000	4,400,000
Valuation date	30/06/2026	30/06/2026	30/06/2026	30/06/2026
Life (months)	12	24	36	48
Conditions	Market	Market	Non-market	Non-market
Volatility	105%	105%	105%	105%
Dividend Yield	Nil	Nil	Nil	Nil
Risk free interest rate	4.46%	4.46%	4.42%	4.45%

The performance rights have the following milestones:

Milestones

- Tranche A – 1,100,000 performance rights will vest upon the volume weighted average price of the Group's shares trading over 30 consecutive days on which the shares have traded being $0.25 and the holder having completed not less than 6 months of continuous employment;
- Tranche B – 1,100,000 performance rights will vest upon the volume weighted average price of the Group's shares trading over 30 consecutive days on which the shares have traded being $0.40 and the holder having completed not less than 12 months of continuous employment;
- Tranche C – 2,200,000 performance rights will vest upon the announcement of a JORC (2012) Inferred Mineral Resource of not less than 250,000 oz Au at a grade of not less than 1.5 g/t Au on the Laverton project;
- Tranche D – 4,200,000 performance rights will vest upon the announcement of a JORC (2012) Inferred Mineral Resource of not less than 500,000 oz Au at a grade of not less than 1.5 g/t Au on the Laverton project;

20. Key management personnel

The aggregate compensation made to KMP of the Group is set out below:

	2026 $	2025 $
Short-term employee benefits	462,920	461,580
Post-employment benefits	5,780	5,520
Share-based payments	14,972	330,600
	483,672	797,700

Other transactions with KMP of the Group

Loss for the year includes the following items of expense that resulted from transactions, other than compensation, loans or equity holdings, with KMP or their related entities:

	2026 $	2025 $
Interest on leases	3,389	5,992
Capitalised exploration and evaluation	-	87,000
Administrative and corporate expenses	36,600	60,000
Total other transactions with KMP	39,989	152,992

Total liabilities arising from transactions other than compensation with KMP or their related parties

	2026 $	2025 $
Trade and other payables	39,500	123,500
Balance at end of financial year	39,500	123,500

The Company has entered into an agreement with Gundara Enterprises Pty Ltd, an entity controlled by Mr Jeffrey Sweet for the provision of consulting services. An amount of $267,600 was included in the financial report as capitalised exploration expenses in the current financial period (2025: $264,000). $288,728 (excluding GST) remains outstanding at 30 June 2026 (2025: $66,900). Subsequent to the end of the financial year, Mr Sweet received 2,440,110 fully-paid ordinary shares in settlement of $244,011 of the outstanding amount.

The Company has entered into an agreement with Hornet Mining Services Pty Ltd, an entity controlled by Mr Jeffrey Sweet for the provision of drilling services. A nil amount was included in the financial report as capitalised exploration expenses in the financial period (2025: $87,000). No amounts were outstanding at 30 June 2026 (2025: Nil).

The Company has entered into an agreement with Tristar Nominees Pty Ltd, an entity controlled by Mr Ashley Pattison for the provision of consulting services. $109,410 was outstanding at the end of the financial year for director fees payable for Ashley Pattison to Tristar Nominees Pty Ltd (2025: $15,610). Subsequent to the end of the financial year, Mr Pattison received 780,500 fully-paid ordinary shares in settlement of $78,050 of the outstanding amount.

The Company has entered into an agreement with Morpheus Holdings Pty Ltd, an entity over which Mr Ashley Pattison has significant influence, to sub-lease office space. An amount of $3,389 (2025: $5,992) has been recognised in profit or loss for the finance cost associated with the leasing arrangement; cash payments totalling $38,500 (excluding GST) have been made during the year (2025: $38,500) and $3,500 (excluding GST) included in trade and other payables at 30 June 2026 (2025: $7,000).

The Company has entered into an agreement with Erasmus Consulting Pty Ltd, an entity controlled by Mr Alex Neuling for the provision of Company Secretarial and general corporate advisory services. A total of $36,600 (2025: $60,000) was included in the financial report as administrative and corporate expenses. A total of $219,896 was included in trade and other payables at 30 June 2026 for services provided by Erasmus Consulting which includes director fees payable to Mr Neuling (2025: $159,248). Subsequent to the end of the financial year, Mr Neuling received 2,077,140 fully-paid ordinary shares in settlement of $207,714 of the outstanding amount.

At the end of the financial year $40,320 was payable to Mrs Melanie Leighton for unpaid director fees (2025: $4,460). Subsequent to the end of the financial year, Mrs Leighton received 403,200 fully-paid ordinary shares in settlement of $40,320 of the outstanding amount.

21. Reconciliation of profit for the year to net cash flows from operating activities

	2026 $	2025 $
Loss for the year	**(679,072)**	**(2,349,377)**
Non-cash items:		
Share-based payments	14,972	365,400
Depreciation	53,104	65,320
Impairment of exploration assets	-	1,036,964
Financing and investing cash flows included in loss:		
Finance cost	5,219	6,940
Acquisition expenses	31,077	-
Movement in receivables	(40,293)	22,404
Movement in payables	213,673	12,858
Cash flows from operating activities	**(401,320)**	**(839,491)**

22. Non-cash transactions

During the year, the Group has made share-based payments of $14,972 (2025: $390,400); further details are included in note 18. The Group also recognised a non-cash impairment expense in the previous financial year in relation to its capitalised exploration and evaluation assets.

23. Commitments

In order to maintain and preserve rights of tenure to granted exploration tenements, the Group is required to meet certain minimum levels of exploration expenditure specified by the State Government of Western Australia. The WA commitments are subject to amendment from time to time as a result of changes to the number or area of granted tenements, escalating expenditure with tenement age, a change of tenement type from exploration license to mining lease or other reasons pursuant to the WA Mining Act.

As at reporting date these future minimum exploration expenditure commitments are as follows:

	2026 $	2025 $
Not longer than 1 year	423,400	368,400
Longer than 1 year and not longer than 5 years	741,200	920,433
Longer than 5 years	-	-
Total	1,164,600	1,288,833

24. Remuneration of auditors

Auditor

	2026 $	2025 $
HLB Mann Judd		
Audit/Review of the financial statements	41,938	37,584

25. Subsequent events

At a general meeting of shareholders held on 21 August 2026, a number of resolutions were approved, including the acquisition of Galleon Metals Limited. On 27 August 2026, the acquisition was completed and the following transactions occurred:

- Issue of 46,666,6667 fully paid ordinary shares to the vendors of Galleon Metals Limited;
- Issue of 10,000,000 fully paid ordinary shares at $0.10 per share to participants of Tranche 2 of a placement to sophisticated investors to raise $1,000,000 before costs;
- Appointments of Warrick Clent and Michael Dunbar to the Board of Industrial Minerals Ltd;
- Resignations accepted from Alex Neuling and Melanie Leighton from the Board of Industrial Minerals Ltd;
- Issue of a total of 8,800,000 performance rights to the new Board as performance incentives; and
- Issue of 5,700,290 fully paid ordinary shares at $0.10 per share in settlement of outstanding director and consulting fees.

Other than as noted above, no matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future years.

26. Parent note

No parent entity disclosures have been made as they are the same as the Group disclosures. The subsidiaries within the Group are dormant.

27. Subsidiaries

	Ownership Interest	
Entity name	**30 June 2026**	**30 June 2025**
Industrial Minerals Exploration Pty Ltd	100%	100%

Consolidated entity disclosure statement

As at 30 June 2026

Entity name	Entity type	Place formed/ Country of incorporation	Ownership interest %	Tax residency
Industrial Minerals Ltd	Body corporate	Australia		Australia
Industrial Minerals Exploration Pty Ltd	Body corporate	Australia	100%	Australia

Basis of preparation

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

Consolidated entity

This CEDS includes those entities consolidated as at the end of the financial year in accordance with AASB 10 *Consolidated Financial Statements*.

Determination of Tax Residency

Section 295.3A of the *Corporations Act 2001* defines tax residency as having the meaning in the *Income Tax Assessment Act 1997*. In determining Australian tax residency, the consolidated entity has applied current legislation and judicial precedent, including having regard to the Tax Commissioner's public guidance.

Corporate Governance Statement

The Group's Corporate Governance Plan is available in full on the Group's website at www.industmin.com/corporate-governance/ and contains the following documents:

Corporate Governance Statement dated 15 September 2026

Board and Committee Charters:

- Board Charter
- Audit and Risk Committee Charter
- Remuneration Committee Charter
- Nomination Committee Charter

Documentation of Policies and Procedures:

- Corporate Code of Conduct
- Performance Evaluation Policy
- Continuous Disclosure Policy
- Risk Management Policy
- Trading Policy
- Diversity Policy
- Whistleblower Protection Policy
- Anti-Bribery and Anti-Corruption Policy

The Corporate Governance Statement discloses the extent to which the Group follows the recommendations set by the ASX Corporate Governance Council in its publication Corporate Governance Principles and Recommendations – 4th Edition (**Recommendations**). The Recommendations are not mandatory, however the Recommendations that will not be followed have been identified and reasons provided for not following them along with what (if any) alternative governance practices the Group intends to adopt in lieu of the recommendation.

Due to the current size and nature of the existing Board and the magnitude of the Group's operations, the Board does not consider that the Group will gain any benefit from individual Board committees and that its resources would be better utilised in other areas as the Board is of the strong view that at this stage the experience and skill set of the current Board is sufficient to perform these roles. Under the Group's Board Charter, the duties that would ordinarily be assigned to individual committees are currently carried out by the full Board under the written terms of reference for those committees.

Additional Securities Exchange Information

The shareholder information set out below was applicable as at 28 August 2026 except where otherwise stated.

1. Twenty largest holders of quoted equity securities

Ordinary shares	Number	Percentage
MR PETER ROMEO GIANNI	16,203,572	9.96
GEONOMICS AUSTRALIA PTY LTD	12,170,237	7.48
CITICORP NOMINEES PTY LIMITED	7,885,542	4.85
MR ROBERT ANDREW JEWSON	7,283,334	4.48
TRISTAR NOMINEES PTY LTD	6,870,500	4.22
GUNDARA ENTERPRISES PTY LTD	6,515,110	4.00
TRIZ CORPORATE PTY LTD	5,892,857	3.62
RINCON RESOURCES LIMITED	5,000,000	3.07
KITARA INVESTMENTS PTY LTD <KUMOVA #1 FAMILY A.C>	4,433,334	2.73
PINATOL PTY LTD <M&K MAARTENSZ FAMILY A/C>	3,077,500	1.89
BNP PARIBAS NOMINEES PTY LTD <IB AU NOMS RETAILCLIENT>	3,001,900	1.85
GUM TREE NOMINEES PTY LTD	2,230,000	1.37
LTL CAPITAL PTY LTD	2,166,666	1.33
ERASMUS CONSULTING PTY LTD	2,077,140	1.28
TEGAR PTY LTD <HEALY FAMILY A/C>	2,000,000	1.23
DARREN BARNETT	1,750,000	1.08
MISHTALEM PTY LTD	1,666,666	1.02
REAL ESTATE CENTRAL TRAINING PTY LTD	1,555,000	0.96
C5 SMSF PTY LIMITED <C5 SF A/C>	1,500,000	0.92
CRITICAL MINERALS CONSULTING PTY LTD	1,449,990	0.89
Total Top 20	**94,729,348**	**58.23**
Other	67,960,769	41.77
Total ordinary shares on issue	**162,690,117**	**100.00**

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2. Substantial shareholders

The following table details the Group's substantial shareholders as extracted from the Group's registers of substantial shareholders:

Name	Number of ordinary shares	Percentage	Date of last notice
Mr Robert Andrew Jewson & Geonomics Australia Pty Ltd	19,453,571	11.96%	2/9/2026
Peter Gianni	16,203,572	9.96%	2/9/2026
Tolga Kumova	7,625,420	12.09%	13/07/2021

3. Distribution of holders of equity securities

				Performance Rights			
	Fully paid ordinary shares	**Listed options**	**Unlisted options**	**Tranche A**	**Tranche B**	**Tranche C**	**Tranche D**
1 - 1,000	52	-	-	-	-	-	-
1,001 - 5,000	188	5	-	-	-	-	-
5,001 – 10,000	98	1	-	-	-	-	-
10,001 – 100,000	271	48	-	-	-	-	-
100,001 and over	176	13	5	4	4	4	4
	786	**67**	**5**	**4**	**4**	**4**	**4**
Number on issue	**162,690,117**	**6,768,748**	**5,250,000**	**1,100,000**	**1,100,000**	**2,200,000**	**4,400,000**
Holding less than a marketable parcel	**201**		**-**				

4. Voting rights

See Note 15 to the Financial Statements

5. Restricted securities

At the date of this report there are 16,603,571 fully paid ordinary shares held in escrow until 26 August 2027.

6. Unquoted equity security holdings greater than 20%

Class of security	Holder	Number
Options exercisable at $0.30 on or before 30 November 2027	Mahalo Enterprises Pty Ltd	1,500,000
Options exercisable at $0.30 on or before 30 November 2027	Tristar Nominees Pty Ltd	1,250,000
Performance Rights – Tranche A	Warrick Clent	500,000

Class of security	Holder	Number
Performance Rights – Tranche A	Michael Dunbar	300,000
Performance Rights – Tranche B	Warrick Clent	500,000
Performance Rights – Tranche B	Michael Dunbar	300,000
Performance Rights – Tranche C	Warrick Clent	800,000
Performance Rights – Tranche C	Michael Dunbar	700,000
Performance Rights – Tranche D	Warrick Clent	1,600,000
Performance Rights – Tranche D	Michael Dunbar	1,400,000

7. On-market buy-back

There is currently no on-market buy back program for any of the Group's listed securities.

8. Group secretary, registered and principal administrative office and share registry

The Group Secretary is Mrs Natalie Madden.

The Group's principal and registered office is at Unit 38, 460 Stirling Highway, Peppermint Grove WA 6011, telephone number +61 8 6270 6316.

The Group's share registry is maintained by Xcend Group, Level 2, 477 St Pitt Street, Haymarket NSW 2000, telephone number +61 2 8591 8509

9. Tenement listing

Location	Tenement	Status	Interest%
Laverton, WA	E 38/2908	Granted	100%
Laverton, WA	E 38/3538	Granted	100%
Laverton, WA	E 38/3962	Granted	100%
Laverton, WA	E 38/3891	Granted	100%
Laverton, WA	E 38/3980	Granted	100%
Laverton, WA	E 38/4029	Granted	100%
Laverton, WA	E 38/4060	Application	100%
Laverton, WA	E 38/4061	Application	100%
Laverton, WA	E 38/4062	Application	100%
Laverton, WA	E 38/4063	Application	100%
Laverton, WA	E 38/4066	Application	100%
Laverton, WA	E 38/4067	Application	100%
Laverton, WA	E 38/4068	Application	100%
Laverton, WA	E 38/4086	Application	100%
Laverton, WA	E 38/4087	Application	100%
Laverton, WA	E 38/4089	Application	100%
Laverton, WA	E 38/4090	Application	100%
Pilbara, WA	E 45/6817	Granted	100%
Pilbara, WA	E 45/6818	Application	100%
Pilbara, WA	E 45/5444	Granted	100%
Cataby, WA	E 70/5714	Application	100%
Cataby, WA	E 70/5778	Application	100%
Gingin, WA	E 70/5782	Application	100%
Hamersley Range, WA	E 47/3144	Granted	100%
Karratha	E 47/5316	Application	100%
Mindarra, WA	E 70/6428	Application	100%
West Pilbara, WA	E 47/5070	Application	100%
Muckinbudin, WA	E 70/5326	Granted	100%
Pilbara, WA	E 45/6509	Application	100%
Pinjar, WA	P 70/1767	Application	100%
Pilbara, WA	E 45/6700	Granted	100%
Regans Ford, WA	E 70/5858	Application	100%
Roebourne, WA	E 47/4582	Application	100%
Stockyard, WA	E 70/5873	Granted	100%
Stockyard, WA	E 70/5938	Granted	100%
Stockyard, WA	L 70/237	Granted	100%
Stockyard, WA	L 70/238	Granted	100%
Stockyard, WA	M 70/1417	Granted	100%
Pilbara, WA	E 45/6759	Application	100%
Turner River, WA	E 45/5268	Granted	100%
Turner River, WA	E 45/4570	Granted	100%

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