Somerset
MINERALS LTD

ANNUAL REPORT 2025

Year ending 30 June 2025

ASX:SMM

ABN 70 625 645 338

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SOMERSET MINERALS LIMITED
CORPORATE DIRECTORY
30 JUNE 2025

DIRECTORS

Mr Mike Edwards	Non-Executive Chairman
Mr Chris Hansen	Managing Director
Ms Melanie Ross	Non-Executive Director

COMPANY SECRETARY

Ms Melanie Ross

REGISTERED OFFICE & PRINCIPAL PLACE OF BUSINESS

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SHARE REGISTRY

Automic Registry Services

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STOCK EXCHANGE

Australian Securities Exchange (ASX)

Code: SMM

WEBSITE

www.somersetminerals.com.au

Your Directors present their report, together with the financial statements of the Group, consisting of Somerset Minerals Limited (referred to hereafter as the "Company" or "Parent Entity") and the entities it controlled at the end of, or during, the financial year ended 30 June 2025.

DIRECTORS

The following persons were Directors of Somerset Minerals Limited during the whole of the financial year and up to the date of this report, unless otherwise stated.

NAME OF PERSON	POSITION
Mr Michael Edwards	Non-Executive Chairman *(appointed on 15 July 2024)*
Mr Christopher Hansen	Managing Director *(appointed on 1 July 2024)**
Ms Melanie Ross	Non-Executive Director
Mr Andrea Betti	Non-Executive Director *(resigned on 15 July 2024)*

*Mr Christopher Hansen was Non-Executive Director for the period 29 November 2023 to 30 June 2024.

PRINCIPAL ACTIVITIES

During the financial year, the principal activities of the Group consisted of mineral exploration in Canada and Ecuador.

DIVIDENDS

No dividends were paid or declared since the start of the financial year. No dividend has been recommended.

OPERATING RESULTS

The loss of the Group amounted to $1,928,164 (2024: $19,992,743) after providing for income tax.

REVIEW OF OPERATIONS

Coppermine Project (Nunavut, Canada, 100%)

About the Coppermine Project

The Coppermine Project is located in the Kitikmeot region of Nunavut and consists of 102 exploration licences and one exclusive exploration right executed with Nunavut Tunngavik Incorporated (NTI), covering 1,665km^2, serving to position Somerset as one of the largest landholders in the Coppermine region. Importantly, over 90% of the Company's tenure comprises the Copper Creek Formation basalts, which hosts high-grade copper ("Cu") mineralisation.

The Project presents a regional-scale copper-silver exploration opportunity within the Copper Creek basalts, which hosts high-grade structurally controlled sulphide and native copper mineralisation in brecciated sub-vertical fault zones. Copper mineralisation in the Project area principally occurs in three styles: **fault-hosted (~2.0 – 45% Cu)**, **basalt flow top replacement (~2.0 – 15% Cu)**, and **sediment-hosted (~0.25 – 2.0% Cu)**.[1] The region's geology and mineralisation is analogous to the Keweenaw Peninsula copper deposits in Michigan, which host high-grade native Cu in continental flood basalts and sediments, in basalt flow tops and fault zones.

[1] See ASX:SMM Announcement dated 10/12/2024

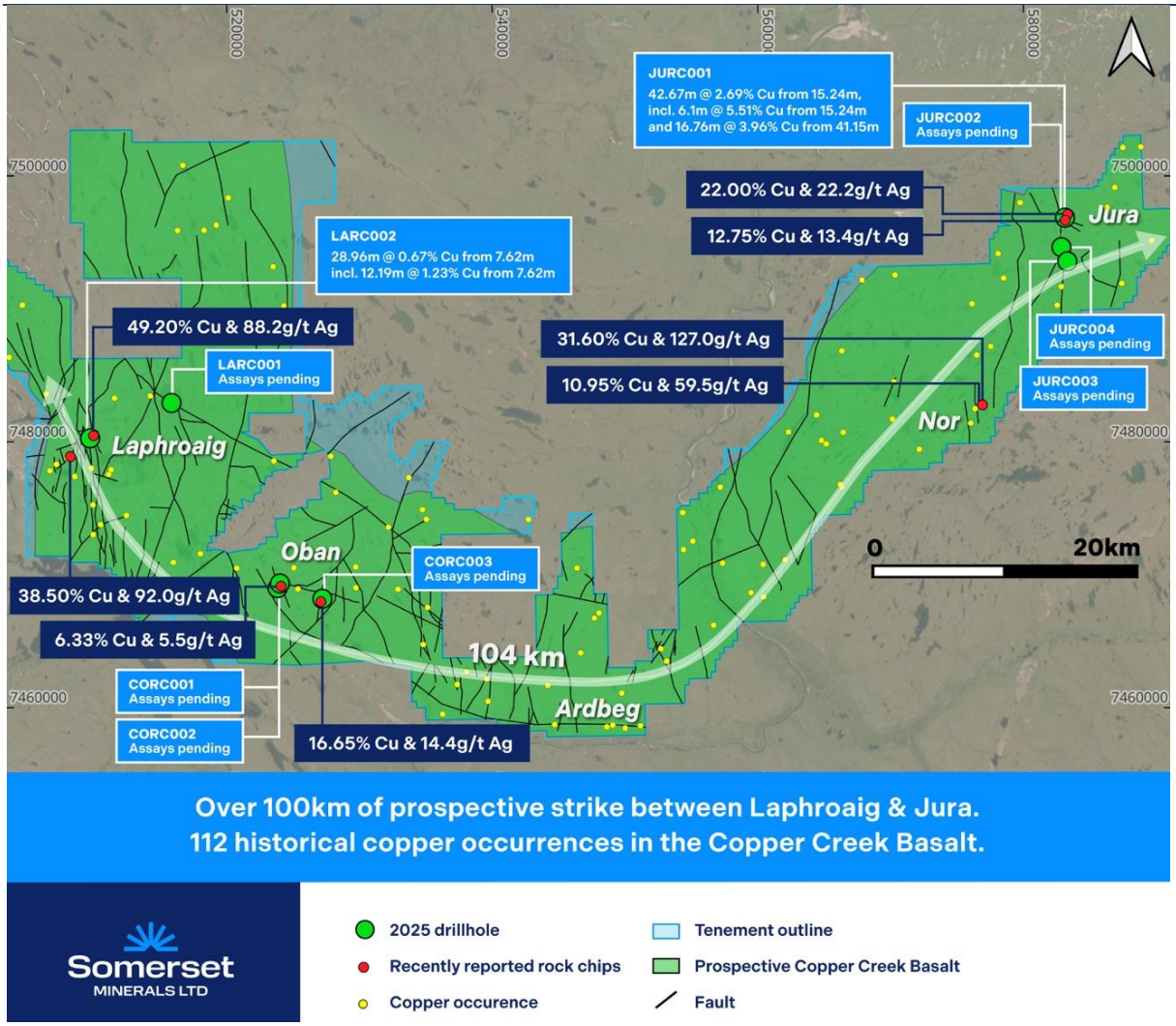

Figure 1: Over 100km of prospective strike with 112 copper occurrences between Laphroaig, Jura and wider project area within the Copper Creek Basalt (see ASX:SMM Announcement dated 15/08/2025)

While the entire land package remains highly prospective, the region has seen very little exploration activity since the 1960s. Leveraging off this historical work and modern interpretation, the Company has identified four high priority targets, namely:

(1) **Laphroaig District**: Immediately along strike from White Cliff Minerals Limited's Vision District (Don & Pat prospects) which recently returned high-grade rock chip samples up to **64.02% Cu & 152g/t Ag**[2]. The continuity of high-grade mineralisation at the Company's Laphroaig District is supported by a number of high-grade rock chip samples including **45.4% Cu & 60.0 g/t Ag**[3], as well as historic drilling. Recently completed drilling at the Company's Larry prospect returned **42.7 metres @ 2.69% Cu** from 15.2 metres, including **16.8 metres @ 3.96% Cu** from 41.2 metres[4].

(2) **Ardbeg District**: Located immediately south of White Cliff Minerals Limited's Thor and Rocket Districts (Halo and Cu-Tar targets) which recently returned high-grade rock chip samples up to **54.02% Cu & 34g/t Ag**[5]. The Company's dominant land position surrounding the Thor and Rocket Districts is supported by a number of historic drill holes and surface sampling.

[2] Refer to ASX:WCN Announcement dated 29/10/2024
[3] Refer to ASX:SMM Announcement dated 10/12/2024
[4] Refer to ASX:SMM Announcement dated 04/08/2025
5 Refer to ASX:WCN Announcement dated 29/10/2024

(3) **Jura District:** Located to the east of the main project area, Jura consists of a 7.0km high-grade mineralised trend and includes a historical drill defined resource to the north, with the broader 7km trend supported by high-grade rock chips including **19.10% Cu and 21.1g/t Ag**[6]. Recently completed drilling at Jura North returned **29.0 metres @ 0.67% Cu** from 7.6 metres, including **12.2 metres @ 1.23% Cu** from 7.6 metres[7].

(4) **Oban District**: Located immediately to the south of White Cliff Minerals Limited's Danvers historic resource of 4.1Mt @ 2.96% Cu[8], the Oban District hosts the **Coronation prospect** which contains a historic resource which remains open at depth and along strike. Historical drilling, surface sampling and geophysics (electromagnetic and induced polarisation) serve to provide drill ready targets. To the Company's knowledge, there has been no material exploration at the Coronation prospect since the early 70's.[9]

Activities

On 5 May 2025, the Company announced the completion of the acquisition of the Flagship Coppermine Project and almost immediately initiated an aggressive dual-tracked exploration campaign, focussed on delineating mineralisation at Jura, while concurrently testing the broader 1,665km² landholding for coincident geochemical and geophysical anomalies, with potential for multiple copper discoveries across the broader Coppermine project area. Exploration activities have included prospecting, mapping, geochemical sampling, geophysics and drilling.

Regional Exploration: Prospecting, Mapping & Airbourne Geophysics

During the year ended 30 June 2025, the Company undertook its maiden prospecting and field mapping campaign (see ASX:SMM Announcements dated 28/05/2025 & 16/06/2025) where large representative rock samples were collected across the Laphroaig, Jura and Oban districts, serving to confirm wide-spread copper mineralisation.

At Jura, extensive copper mineralisation was identified outcropping at surface across a strike length of more than 5.0 kilometres. This mineralisation is spatially associated with a major north-south trending fault zone, suggesting strong structural control on fluid pathways and mineral deposition. Geological observations indicate two dominant mineralisation styles: vein-hosted and pervasive flow-top replacement, both of which are interpreted to form via significant hydrothermal activity and fluid-rock interaction within favourable volcanic stratigraphy and structural architecture.

Surface sampling at Jura returned a number of standout high-grade copper hits despite limited outcrop and a significant portion of the area still being covered by late season snow, including:

- CMC0021: 19.10% Cu and 21.1g/t Ag
- CMC0101: 13.55% Cu and 24.3g/t Ag
- CMC0050: 12.30% Cu and 23.0g/t Ag
- CMC0033: 12.25% Cu and 13.35g/t Ag
- CMC0104: 11.05% Cu and 8.96g/t Ag
- CMC0110: 10.40% Cu and 19.35/t Ag[10]

6 Refer to ASX:SMM Announcement dated 16/06/2025
7 Refer to ASX:WCN Announcement dated 4/08/2025
8 Refer to ASX:WCN Announcement dated 26/11/2024.
9 See ASX:SMM Announcement dated 10/12/2024 – Acquisition of High-Grade Copper project Adjacent to White Cliff Minerals. The historic resource estimate for White Cliff's Danvers prospect is not in accordance with the JORC Code. The Company notes that the estimate and historic drilling results dated 1967 and 1968 are not reported in accordance with the NI 43-101 or JORC Code 2012. A competent person has not done sufficient work to disclose the estimate/results in accordance with the JORC Code 2012. It is possible that following further evaluation and/or exploration work that the confidence in the estimate and reported exploration results may be reduced when reported under the JORC Code 2012. Nothing has come to the attention of the Company that causes it to question the accuracy or reliability of the historical exploration results, but the Company has not independently validated the historical exploration results and therefore is not to be regarded as reporting, adopting or endorsing the historical exploration results.
10 Refer to ASX:SMM Announcement dated 16/06/2025

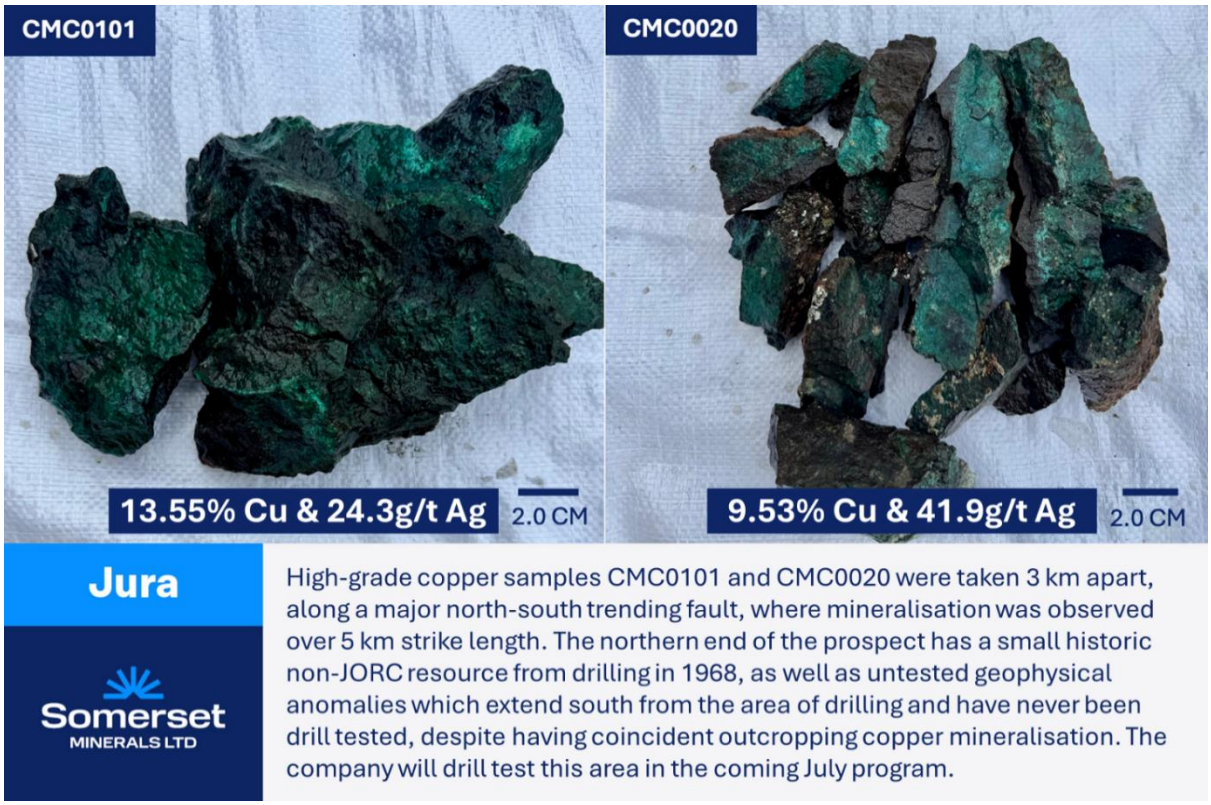

Figure 2: High-grade surface samples from Jura collected during the maiden field program

At Laphroaig, exploration efforts initially focused on a historic copper occurrence first identified and mapped in the 1960s. Building on this historic data, the Company since confirmed the presence of in-situ copper mineralisation extending over more than 500m of strike, within a broader 2.0km trend.

Surface sampling at Laphroaig returned a number of standout high-grade copper hits despite a significant portion of the area still being covered by late season snow at this time, including:

- CMC0047: 51.96% Cu and 52.2g/t Ag
- CMC0042: 50.84% Cu and 65.3g/t Ag
- CMC0039: 49.10% Cu and 74.7g/t Ag
- CMC0048: 20.40% Cu and 15.3g/t Ag
- CMC0045: 6.90% Cu and 17.6g/t Ag
- CMC0038: 4.82% Cu and 7.0g/t Ag[11]

Field mapping and sampling identified predominantly vein-hosted copper mineralisation, with chalcocite and bornite as the primary copper-bearing minerals, commonly oxidised to malachite due to surface weathering processes (e.g. samples CMC0042 and CMC0047).

[11] Refer to ASX:SMM Announcement dated 16/06/2025

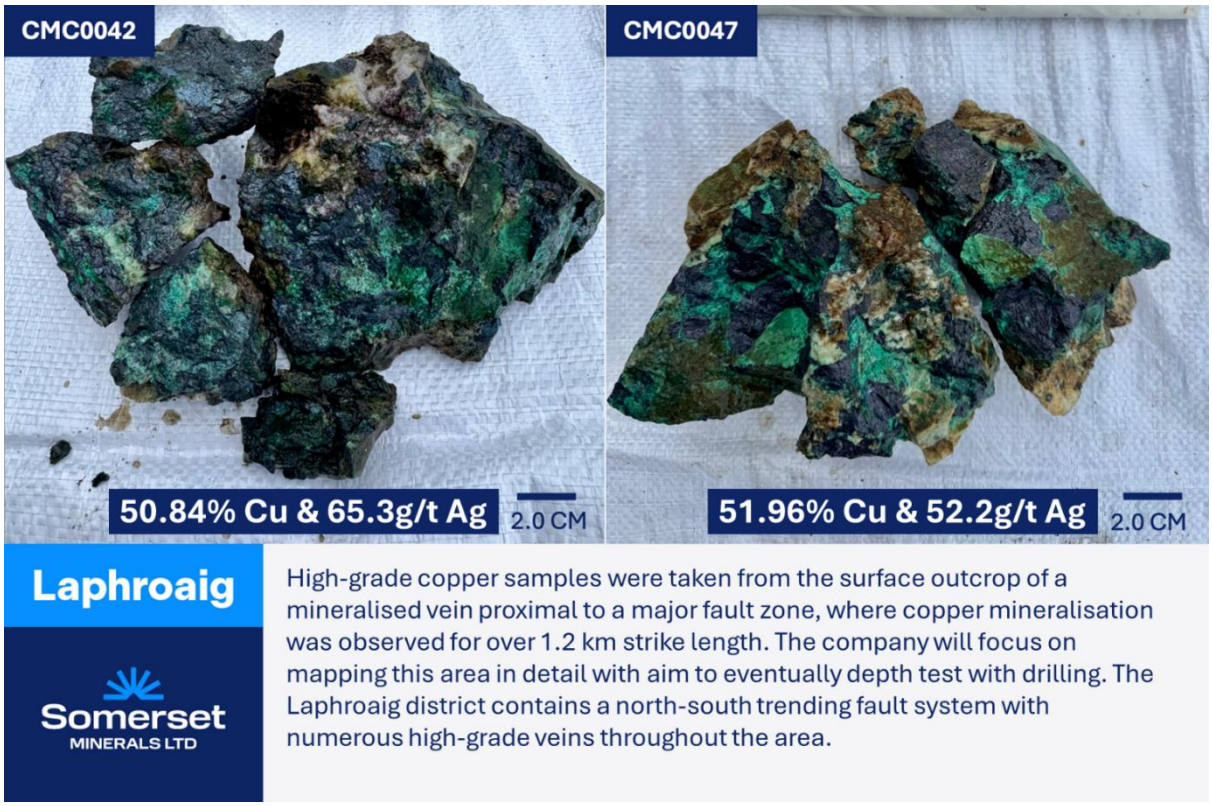

Figure 3: High-grade surface samples from Laphroaig collected during the maiden field program

Subsequent to the year ended 30 June 2025, the Company announced the results from the successive prospecting and mapping field campaign which was completed in July 2025 (see ASX:SMM Announcement dated 11/08/2025) where surface samples were collected across Laphroaig, Jura, Nor and Oban districts, spanning an distance of over 110km, and serving to identify further high-grade mineralisation at surface.

At Laphroaig, mineralisation occurs extensively throughout the district, with two notable examples being the Larry and Lars prospects, which are two distinct exploration targets ~6.5km apart from each other.

At Larry, field mapping identified an extensive network of high-grade chalcocite veins hosted in exposed basalt. These veins extend along a ~100m strike, before dipping beneath shallow cover to the north, south, and west. Individual veins ranged from 1 cm to 60 cm in thickness and notably lack quartz, consisting almost entirely of massive chalcocite—indicative of structurally controlled, high-grade copper mineralisation. Despite limited field time, early sampling returned standout copper assays:

- 607753: 49.20% Cu & 88.2g/t Ag
- 621507: 38.50% Cu & 92.0g/t Ag
- 607754: 37.60% Cu & 58.7g/t Ag
- 621508: 14.60% Cu & 33.0g/t Ag
- 607756: 9.00% Cu & 19.5g/t Ag
- 607751: 4.14% Cu & 16.2g/t Ag[12]

At Lars, outcropping mineralisation hosts a 10m thick zone of visible copper mineralisation at surface (chalcocite and malachite) extending approximately 50m along strike before dipping beneath cover. Copper mineralisation appears to be hosted within the permeable basalt flow-tops, with a large neighbouring regional fault likely providing a major fluid pathway for copper deposition. Surface sampling at Lars returned a number of high-grade copper hits, including:

- 621598: 12.70% Cu & 31.8g/t Ag
- 621599: 2.13% Cu & 5.7g/t Ag[13]

[12] Refer to ASX:SMM Announcement dated 11/08/2025
[13] Refer to ASX:SMM Announcement dated 11/08/2025

At Jura, mineralisation is hosted within a ~7.0km trend supported by high-grade surface sampling, geophysics, a historical resource and limited historical drilling, all of which serve to underscore Jura's significant exploration potential. The program at Jura included detailed geological mapping, a reconnaissance till-sampling program, and drilling at four locations. More than 40km were walked on foot, identifying multiple zones of oxidised chalcocite weathering to malachite at surface. The largest identified mineralised outcrop in the northern portion measures approximately 70m along strike and 20m across strike, before dipping under cover.

Surface sampling at **Jura North** returned a number of high-grade copper hits, including:

- 621515: 22.00% Cu & 22.2g/t Ag
- 621514: 9.37% Cu & 11.8g/t Ag[14]

Surface sampling at **Jura South** returned a number of high-grade copper hits, including:

- 621517: 12.75% Cu & 13.4g/t Ag
- 621512: 8.36% Cu & 14.7g/t Ag[15]

At Nor, field mapping identified a boulder field containing a strong example of the distinctive Keweenaw-style native copper mineralisation hosted in basalt flow tops (sample 621506), as well as successfully locating and validating a historic trench. Notably, both the boulder field and trench are aligned with a prominent north–south trending fault, interpreted by the Company as a key structural control on mineralisation.

Surface sampling at **Nor** returned a number of high-grade copper hits, including:

- 621503: 31.60% Cu & 127.0g/t Ag
- 621504: 10.95% Cu & 59.5g/t Ag[16]

[14] Refer to ASX:SMM Announcement dated 11/08/2025
[15] Refer to ASX:SMM Announcement dated 11/08/2025
[16] Refer to ASX:SMM Announcement dated 11/08/2025

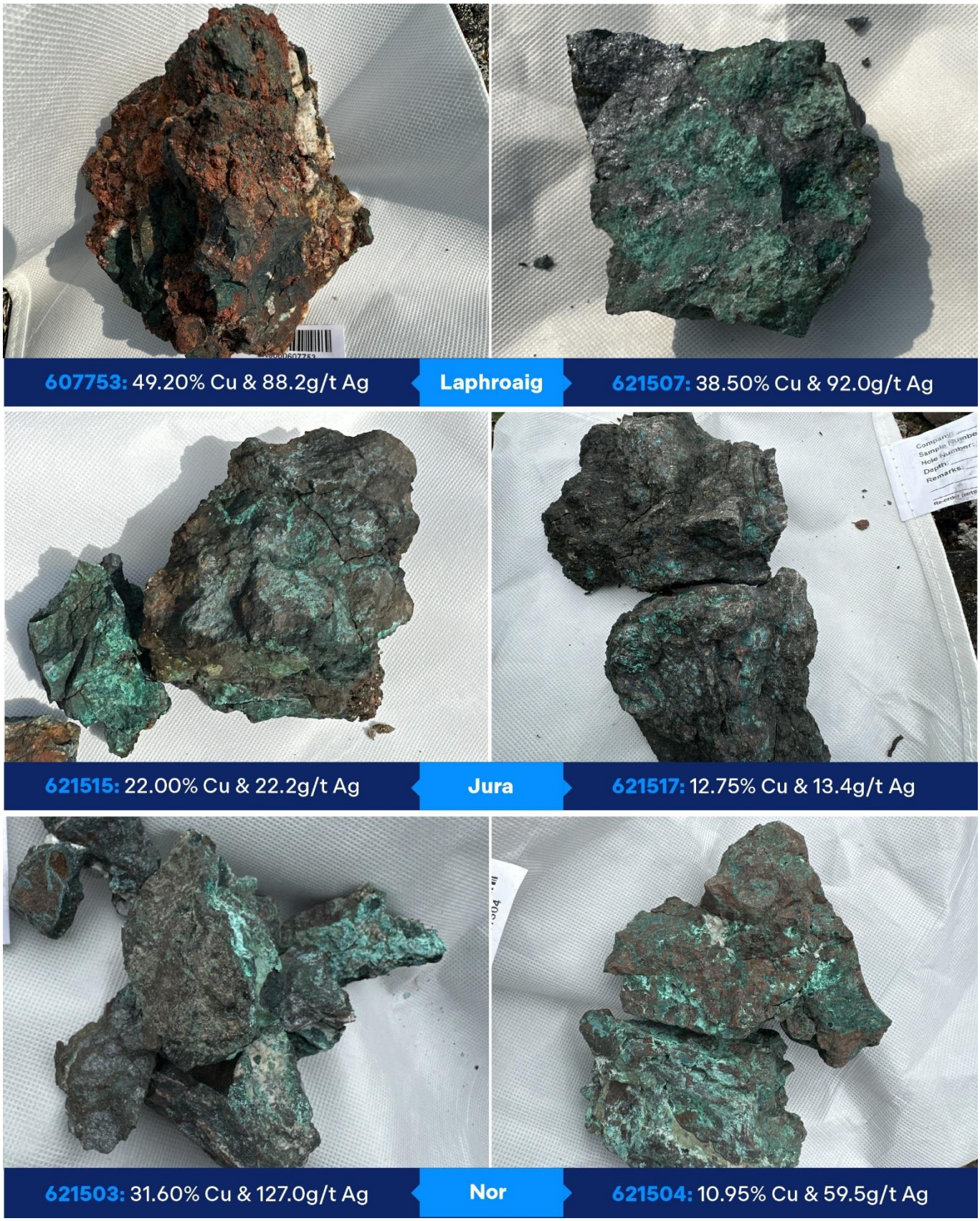

Figure 4: Photographs of high-grade rock chip samples from Laphroaig, Jura, and Nor, including results up to 49.20% Cu & 88.2g/t Ag (ASX:SMM Announcement dated 11/08/2025)

Subsequent to the year ended 30 June 2025, the Company announced (see ASX:SMM Announcement dated 26/08/2025) a larger and more aggressive Phase-2 exploration campaign to unlock the Project's longer-term, district-scale potential. The Company has planned a comprehensive regional exploration program focused on identifying coincident geochemical and geophysical anomalies for prioritisation and testing. With only ~10% of rocks exposed at surface and the remainder concealed beneath thin cover, the Company believes the district has strong potential to deliver multiple copper discoveries.

A high-resolution airborne magnetic survey at 200m line spacing is currently being flown across the broader project area to see beneath the thin veneer of cover. Recent geochemical and petrophysical analyses indicate copper mineralisation is consistently associated with magnetic lows and intense hematite alteration—reflecting hydrothermal conversion of magnetite to hematite—thereby producing demagnetised zones. Large demagnetised corridors coincide with major fault structures will be prioritised as prime drill targets, enabling effective detection of undercover systems in areas of little to no outcrop.

In parallel with the magnetic survey, a comprehensive regional geochemical program has been completed, serving to collect ~1,500 soil and till samples over the boarder project area, predominantly using a 1×1km grid on known fault corridors and 1.5x1.5km elsewhere. Results from this regional geochemical survey, together with the new magnetics, will be integrated to define coincident geochemical–geophysical anomalies for follow up drill targeting.

Target Generation: Drilling and Gound Geophysics

Subsequent to the year ended 30 June 2025, the Company undertook **two successive drill campaigns in July 2025 and August 2025**, with the initial campaign focussed on Jura, Laphroaig and Coronation, and the later focussed exclusively on Jura.

At Jura, Mineralisation is hosted within a ~7.0km trend supported by high-grade surface sampling, geophysics and limited historical drilling, all of which serve to underscore Jura's exploration potential. The northern segment of this trend contains a historical resource, accompanied by notable high-grade surface rock chip samples. Significant intercepts from the recent drilling at Jura North include:

- JURC001 **42.7 metres @ 2.69% Cu from 15.2 metres**; including:
  - **16.8 metres @ 3.96% Cu from 41.2 metres**; and
  - **6.1 metres @ 5.51% Cu from 15.2 metres**[17]
- JURC002: **18.29 metres @ 1.36% Cu from 108.2 metres**; including
  - **6.1 metres @ 3.78% Cu from 118.87** metres.[18]

More than 3 km to the south of JURC001 & JURC002, continuous copper mineralisation has been confirmed by drillholes JURC003 and JURC004. Drillhole JURC003 was designed to follow up on previously identified high-grade surface mineralisation, including rock chip samples assaying up to 17.4% Cu, as well as limited, unvalidated historic drilling completed in 1968. Significant intercepts from JURC003 include:

- JURC003: **10.67 metres @ 2.55% Cu from 38.1 metres**; including
  - **4.57 metres @ 5.55% Cu from 38.1 metres**.[19]

The most recent drilling at Jura North (results pending, see ASX:SMM Announcement dated 18/09/2025), is seeking to test ~300m of mineralised strike with ~10 holes to expand the known mineralised footprint and progress towards resource definition. The first two holes completed, JURC005 and JURC006, where drilled down dip of JURC001 and were designed to test the continuity of mineralisation to depths of ~155 metres below surface. Importantly, both holes intersected multiple zones of copper mineralisation (chalcocite dominant with minor native copper and chalcopyrite), which when plotted in 3D indicate that the true **thickness of mineralised envelope appears to increase at depth (see Figure 6).**

[17] Refer to ASX:SMM Announcement dated 4/08/2025
[18] Refer to ASX:SMM Announcement dated 3/09/2025
[19] Refer to ASX:SMM Announcement dated 3/09/2025

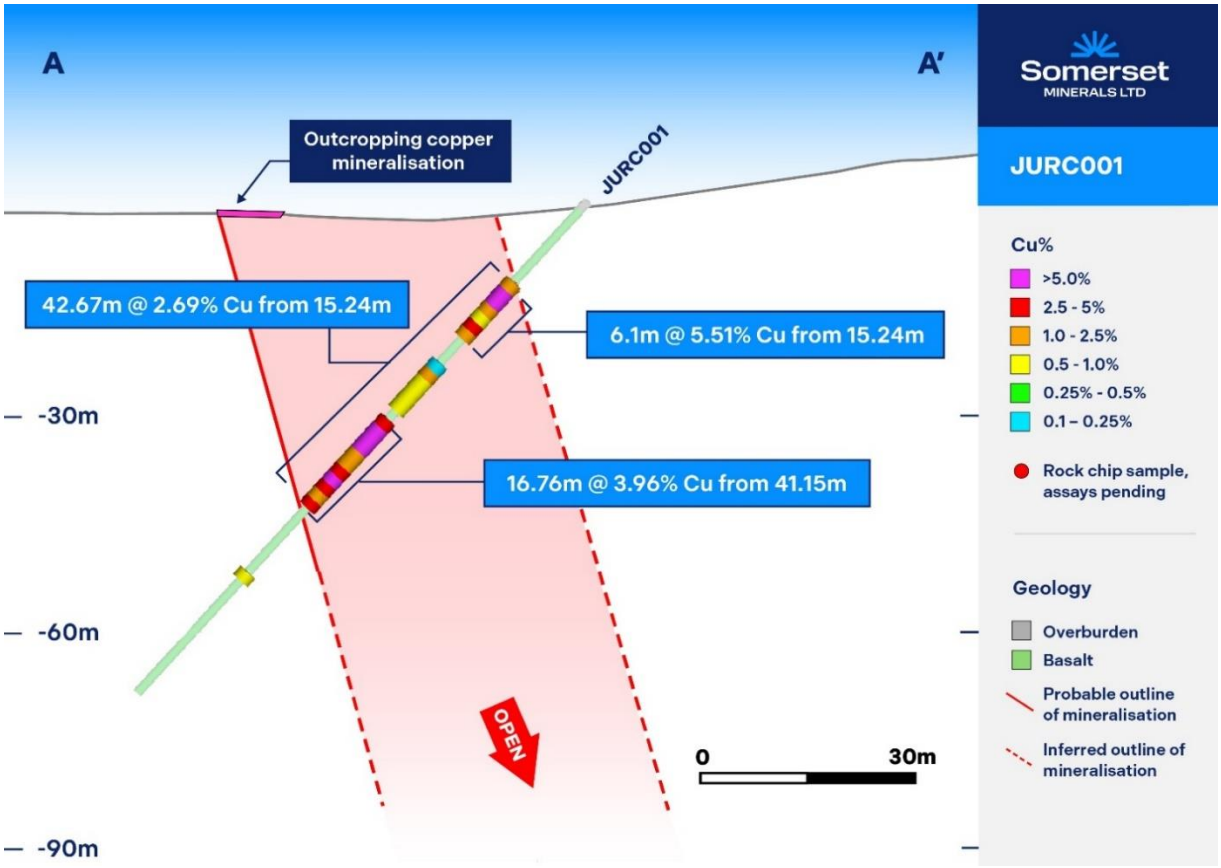

Figure 5: Cross-section of JURC001 showing 42.67m @ 2.69% Cu from near surface; mineralisation remains open at depth & linked to surface outcrop.

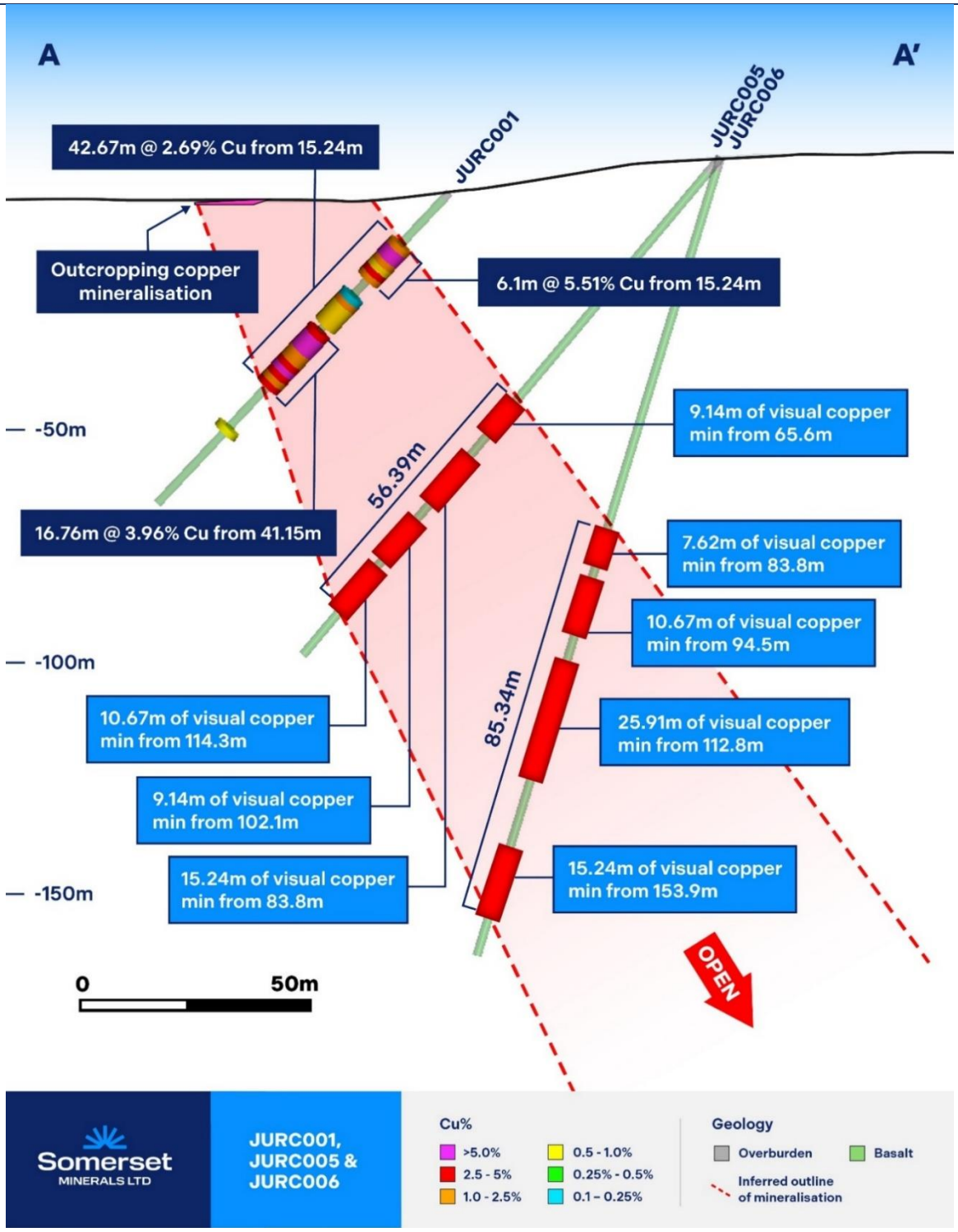

Figure 6: Cross-section showing visual mineralisation intercepted in JURC005 and JURC006 and potential thickening of mineralisation at depth (ASX:SMM Announcement dated 18/09/2025)

At Laphroaig, mineralisation occurs extensively throughout the district, with two notable examples being the **Lars and Larry prospects**, which are two distinct exploration targets ~6.5km apart from each other.

At Larry, drillhole LARC002 was completed to test the downdip extension of outcropping chalcocite mineralisation hosted in basalt. The hole was planned based on detailed field mapping, which identified a dense network of mineralised chalcocite veins along a prominent, 100-metre-long ridge. This mineralised system appears to dip beneath cover to the north, south, and west, indicating strong potential for extensions at depth and along strike. **Significant intercepts from LARC002 include:**

- 29.0 metres @ 0.67% Cu from 7.6 metres, including:
  - 12.2 metres @ 1.23% Cu from 7.6 metres.[20]

At Lars, drillhole LARC001 was completed to test the downdip expression of ~50 metres of outcropping mineralisation hosted in basalt. The hole was planned based on detailed field mapping, which identified an outcrop of pervasive, flow-top replacement style mineralisation next to a large fault. This mineralised system appears to dip beneath cover to the north, south, and west, indicating strong potential for extensions at depth and along strike. **Significant intercepts from LARC001 include:**

- 19.8 metres @ 0.39% Cu from 0 metres; including
  - 1.5 metres @ 1.07% Cu from 4.6 metres; and
  - 3.05 metres @ 0.20% Cu from 25.91m.[21]

Prescott Project (Nunavut, Canada, 100%)

About the Prescott Project

The Prescott Project consists of 52 licences covering 624km^2 that are located directly along strike and adjacent to American West Metals (ASX:AW1) Storm Copper Project on both the Prince of Wales and Somerset Islands. The licences on the adjacent Prince of Wales Island are interpreted to host an anticlinal repetition of the same geological formation hosting the Storm Copper Project which hosts an Indicated & Inferred resource of 20.6Mt @ 1.1% Cu and 3.8g/t Ag for 229kt of copper and 2.2Moz of silver (using a 0.35% Cu cut off).[22]

Exploration at the Prescott Project is principally targeting Sediment Hosted copper deposits, as well as Mississippi Valley-type (Zn-Pb) deposits. Sediment-hosted copper deposits are a globally significant source of copper, forming one of the two main types of copper deposits, the other being porphyry copper deposits. These types of systems present significant opportunity for a material mineral discovery.

Gravity is the preferred geophysical exploration method for this style of mineralisation and has a proven track record in the Resolute region. A previous gravity survey inversion served to positively identify copper mineralisation associated with the Storm deposit, and a gravity survey was also used to discover the Polaris Zn-Pb mine. AGG surveys offer advantages over electromagnetic (EM) surveys, as they are cheaper, quicker, and capable of detecting non-conductive ore minerals.

During the year, the Company announced on 10 December 2024 that assay results from the maiden 2024 Prescott geochemical mapping and sampling program had been received and interpreted, confirming Zn-Cd-Pb mineralisation in soil and rock chip samples outcropping at the Jab prospect, which contained a large outcropping gossan. Results contained up to 3,370 ppm Zn and 991 ppm Pb. The results are being further interpreted and follow up plans made following the completion of the geophysical data processing. Due to time and weather constraints only 6/24 prospects were visited for geochemical sampling, leaving a significant portion of the region untested. Three dimensional inversion modelling from the completed areas of the Airborne Gravity Gradiometry Survey is still in progress. The Company continues to view the region as highly prospective and underexplored, and will assess future exploration plans following the receipt and interpretation of the geophysical inversion.

[20] Refer to ASX:SMM Announcement dated 3/09/2025
[21] Refer to ASX:SMM Announcement dated 3/09/2025
[22] Refer to ASX:AW1 Announcement dated 16/12/2024

Elizabeth-Blackdome Joint Venture (British Columbia, Canada, 100%)

The Elizabeth-Blackdome Joint Venture consists of 93 licences covering 315km^2 that are located in southern British Columbia, Canada. The Blackdome Gold Mine includes relatively unexplored epithermal gold mineralization system that historically produced approximately 230,000 ounces of gold at an average mill head grade of 21.9 g/t gold (1985-1991).[23] The Blackdome Gold Mine includes a fully permitted processing plant and associated tailings storage facility. The Elizabeth Gold Project (approximately 30km south of the Blackdome Mine and associated mill) is a relatively underexplored high-grade mesothermal gold project with mineralisation presenting in vein sets which range in true width from 0.5 m to 6.5 metres.

Please refer to ASX announcement, *Earn-in Agreement Executed for Divestment of Blackdome-Elizabeth Project*, dated 30 September 2024.

No exploration activities were undertaken at either the Elizabeth Project or the Blackdome Project during the financial year. Both of these projects are currently under care and maintenance status with all mineral licences maintained in good standing, the Joint Venture partner is currently assessing re-start opportunities.

Zamora Projects (Ecuador, 100%)

The Zamora Projects are located in the Cordillera del Condor mineral belt of southeast Ecuador which host numerous major gold and copper porphyry deposits. The Zamora Projects include the Valle del Tigre Project and the Rio Zarza Project.

No exploration activities were undertaken during the financial year, the Company continues to hold the Rio Zarza Project which is currently on care and maintenance status with all mineral licences maintained in good standing.

COMPETENT PERSONS STATEMENT

The information in this report that relates to Exploration Results from 24 July 2025 onwards are based on information compiled by Mr Alex Vilela who is a Member of the Australasian Institute of Mining and Metallurgy and is the Exploration Manager for the Company. Mr Vilela has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which 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 Vilela consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.

The information in this report that relates to Exploration Results before 24 July 2025 are based on information compiled by Mr Christopher Hansen who is a Member of Member of the Australasian Institute of Mining and Metallurgy and is Managing Director of the Company. Mr Hansen has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which 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 Hansen consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.

PROXIMATE STATEMENT

This report contains references to mineral exploration results derived by other parties either nearby or proximate to the Company's Projects and includes references to topographical or geological similarities to that of the Company's Projects. It is important to note that such discoveries or geological similarities do not in any way guarantee that the Company will have similar exploration successes on Company's Projects, if at all.

[23] Refer to ASX:TMR Announcement dated 1/02/2023

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

In the opinion of the Directors, there were no significant changes in the state of affairs of the Group which have not been disclosed elsewhere in the Annual Report.

FINANCIAL POSITION

The net assets of the Group were $1,094,699 as at 30 June 2025 (2024: net liabilities of $1,497,914).

The net current assets of the Group were $1,172,613 as at 30 June 2025 (2024: $900,179).

EVENTS SUBSEQUENT TO YEAR-END

On 11 July 2025, the Company issued the following securities to the Directors as part of their participation in a Placement:

- 5,555,556 fully paid ordinary shares with 2,777,778 free-attaching options with an exercise price of $0.024, expiring 30 September 2029 to Mr Chris Hansen raising $50,000; and
- 1,111,111 fully paid ordinary shares with 555,556 free-attaching options with an exercise price of $0.024, expiring 30 September 2029 to Mr Mike Edwards raising $10,000.

On 11 July 2025, the Company issued 15,000,000 performance rights, expiring 11 July 2030 to the following Directors:

- 10,000,000 to Mr Chris Hansen;
- 3,000,000 to Mr Mike Edwards; and
- 2,000,000 to Ms Melanie Ross

On 17 July 2025, the Company issued 8,000,000 performance rights, expiring 17 July 2030 to an employee of the Company.

On 5 September 2025, 32,111,016 listed options with an exercise price of $0.375 expired.

On 15 August 2025, the Company announced a placement on the ASX to raise $4,000,000 (before costs) through the issue of 307,692,308 fully paid shares at an issue price of $0.013 per share which was completed in two tranches:

- Tranche 1: 161,270,128 fully paid ordinary shares issued on 22 August 2025; and
- Tranche 2: 146,422,180 fully paid ordinary shares which are yet to be issued as at the date of this report.

On 12 September 2025, 320,000 unlisted options with an exercise price of $0.60 expired.

Apart from the above, no other matter or circumstance has arisen since 30 June 2025 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 financial years.

LIKELY DEVELOPMENTS AND EXPECTED RESULTS OF OPERATIONS

Information on likely developments in the operations of the Group and the expected results of operations are disclosed in the Review of Operations above.

MATERIAL BUSINESS RISKS

The Group's exploration and evaluation operations will be subject to the normal risks of mineral exploration. The material business risks that may affect the Group are summarised below:

Future capital raisings

The Group's ongoing activities may require substantial further financing in the future. The Group will require additional funding to continue its exploration and evaluation operations on its projects with the aim to identify economically mineable reserves and resources. Any additional equity financing may be dilutive to shareholders, may be undertaken at lower prices than the current market price and debt financing, if available, may involve restrictive covenants which limit the Group's operations and business strategy. Although the Directors believe that additional capital can be obtained, no assurances can be made that appropriate capital or funding, if and when needed, will be available on terms favourable to the Group or at all. If the Group is unable to obtain additional financing as needed, it may be required to reduce, delay or suspend its operations and this could have a material adverse effect on the Company's activities and could affect the Group's ability to continue as a going concern.

Exploration risk

The success of the Group depends on the delineation of economically mineable reserves and resources, access to required development capital, movement in the price of commodities, securing and maintaining title to the Group's exploration and mining tenements and obtaining all consents and approvals necessary for the conduct of its exploration activities. Exploration on the Group's existing tenements may be unsuccessful, resulting in a reduction in the value of those tenements, diminution in the cash reserves of the Group and possible relinquishment of the tenements. The exploration costs of the Group are based on certain assumptions with respect to the method and timing of exploration. By their nature, these estimates and assumptions are subject to significant uncertainties and, accordingly, the actual costs may materially differ from these estimates and assumptions.

Accordingly, no assurance can be given that the cost estimates and the underlying assumptions will be realised in practice, which may materially and adversely affect the Group's viability. If the level of operating expenditure required is higher than expected, the financial position of the Group may be adversely affected.

Feasibility and development risks

It may not always be possible for the Group to exploit successful discoveries which may be made in areas in which the Group has an interest. Such exploitation would involve obtaining the necessary licences or clearances from relevant authorities that may require conditions to be satisfied and/or the exercise of discretions by such authorities. It may or may not be possible for such conditions to be satisfied.

Regulatory risk

The Group's operations are subject to various Commonwealth, State and Territory and local laws and plans, including those relating to mining, prospecting, development permit and licence requirements, industrial relations, environment, land use, royalties, water, native title and cultural heritage, mine safety and occupational health. Approvals, licences and permits required to comply with such rules are subject to the discretion of the applicable government officials.

No assurance can be given that the Group will be successful in maintaining such authorisations in full force and effect without modification or revocation. To the extent such approvals are required and not retained or obtained in a timely manner or at all, the Group may be limited or prohibited from continuing with exploration. The Group's business and results of operations could be adversely affected if applications lodged for exploration licences are not granted. Mining and exploration tenements are subject to periodic renewal. The renewal of the term of a granted tenement is also subject to the discretion of the relevant Minister. Renewal conditions may include increased expenditure and work commitments or compulsory relinquishment of areas of the tenements comprising the Group's projects. The inability to meet those conditions may adversely affect the operations, financial position and/or performance of the Group.

Mineral resource estimate risk

Mineral resource estimates are expressions of judgement based on knowledge, experience and industry practice. These estimates were appropriate when made but may change significantly when new information becomes available. There are risks associated with such estimates.

Mineral resource estimates are necessarily imprecise and depend to some extent on interpretations, which may ultimately prove to be inaccurate and require adjustment. Adjustments to resource estimates could affect the Group's future plans and ultimately its financial performance and value. Price fluctuations, as well as increased production costs or reduced throughput and/or recovery rates, may render resources containing relatively lower grades uneconomic and may materially affect resource estimations.

Environmental risk

The operations and activities of the Group are subject to the environmental laws and regulations of Australia. As with most exploration projects and mining operations, the Group's operations and activities are expected to have an impact on the environment, particularly if advanced exploration or mine development proceeds. The Group attempts to conduct its operations and activities to the highest standard of environmental obligation, including compliance with all environmental laws and regulations. The Group is unable to predict the effect of additional environmental laws and regulations which may be adopted in the future, including whether any such laws or regulations would materially increase the Group's cost of doing business or affect its operations in any area. However, there can be no assurances that new environmental laws, regulations or stricter enforcement policies, once implemented, will not oblige the Group to incur significant expenses and undertake significant investments which could have a material adverse effect on the Group's business, financial condition and performance.

Availability of equipment and contractors

There is a risk that the Group may not be able to source all the equipment and contractors required to fulfil its proposed activities. There is also a risk that hired contractors may underperform or that equipment may malfunction, either of which may affect the progress of the Group's activities.

Economic and market risk

General economic conditions such as, laws relating to taxation, new legislation, trade barriers, movement in interest and inflation rates, national and international political circumstances, natural disasters, quarantine restrictions, epidemics and pandemics, may have an adverse effect on the Group's operations and financial performance, including its exploration activities and the ability to fund those activities.

ENVIRONMENTAL REGULATION

The Group holds participating interests in several mining and exploration tenements. The various authorities granting such tenements require the tenement holder to comply with the terms of the grant of the tenement and all directions given to it under those terms of the tenement. There have been no known breaches of the tenement conditions, and no such breaches have been notified by any government agencies.

DESIGNATED FOREIGN ISSUER

The Company is a "designated foreign issuer" as such term is defined in National Instrument 71-102 – Continuous Disclosure and Other Exemptions Relating to Foreign Issuers of the Canadian Securities Administrators, and in addition to applicable securities laws in Canada, the Company is also subject to the applicable foreign regulatory requirements of the Australian Stock Exchange and other applicable securities laws and regulatory authorities in Australia. Because the Company is a "designated foreign issuer", the Company is permitted to satisfy certain of the obligations of applicable securities laws in Canada, including many of its disclosure obligations, by relying upon compliance with the requirements of the applicable foreign regulators and foreign securities laws. In addition, persons or companies may be permitted to satisfy the early warning and insider reporting requirements of applicable Canadian securities laws by complying with the comparable requirements of applicable foreign regulators and foreign law requirements. Accordingly, the disclosure made by the Company, and persons and companies with an interest in the Company, may differ from the disclosure that would be required to be provided by the Company, or by such persons and companies, if the Company were not a "designated foreign issuer".

INFORMATION ON DIRECTORS

Mr Michael Edwards	Non-Executive Chairman *(appointed on 15 July 2024)*
Qualifications	B.Sc.Geology, BBus (EcoFin)
Experience	Mr Edwards is a Geologist and Economist with over 25 years' experience in senior management roles within both the public and private sectors. Mr Edwards worked for Barclays Australia in their Commercial and Corporate Finance department before returning to university to complete a Bachelor of Science Geology. Mr Edwards then spent eight years as an Exploration and Mine Geologist, principally working in Australia with a focus on Archaean gold and base metals. Over the past 15 years, Mr Edwards has held numerous Executive and Non-Executive Director roles, predominantly with ASX-listed companies and most recently was Non-Executive Chairman of Greenstone Resources Limited (ASX:GSR) which successfully merged with Horizon Minerals Limited (ASX:HRZ). Mr Edwards holds a Bachelor of Business (Economics & Finance) from Curtin University of Technology, and a Bachelor of Science (Geology) from the University of Western Australia Mr Edwards was formerly Non-Executive Chairman of Firefly Resources Limited (ASX:FFR) (October 2019 to November 2021) and formerly Non-Executive Chairman of Greenstone Resources Limited ASX:GSR) (August 2021 to June 2024).
Interest in Shares	1,111,111
Interest in Performance Rights	4,500,000
Interest in Options	555,556
Directorships held in other listed entities	Non-Executive Chairman of Metal Hawk Ltd (ASX:MHK) (appointed 29 May 2023) Non-Executive Director of De.Mem Ltd (ASX:DEM) (appointed 21 November 2016) Non-Executive Director of Javelin Minerals Ltd (ASX:JAV) (appointed 18 June 2025) Non-Executive Chairman of Greenstone Resources Ltd (ASX:GSR) (appointed 19 August 2021, resigned 18 June 2024) Non-Executive Chairman of Future Battery Minerals Ltd (ASX:FBM) (appointed 1 February 2022, resigned 30 June 2024)

Mr Christopher Hansen	Managing Director *(appointed Non-Executive Director on 29 November 2023, appointed Managing Director on 1 July 2024)*
Qualifications	BEcon, Grad. Dip. MinExplGeoSc
Experience	Mr Hansen is a multidisciplinary metals and mining professional, combining core technical fundamentals with a strong finance and project development mind-set. Having initially focused on building a solid technical foundation with industry majors such as Fortescue Metals Group and Barrick Gold, Mr Hansen later joined a preeminent London based mining private equity fund developing robust investment skills, project development expertise, market knowledge and strong industry relations. Since returning to Australia, Mr Hansen has leveraged his experience in both public and private markets, having led mining business development activities for one of Australia's largest private investment groups, as well as leading Greenstone Resources Limited through its successful merger with Horizon Minerals Limited (ASX:HRZ). Mr Hansen holds a BSc in Geology from the University of Auckland, and an MSc in Mineral Economics from Curtin University.
Interest in Shares Interest in Performance Rights Interest in Options	31,585,079 15,367,837 5,268,833
Directorships held in other listed entities	Non-Executive Director – Horizon Minerals Ltd (ASX: HRZ) *(appointed 18 June 2024, resigned 20 September 2024)* Managing Director – Greenstone Resources Limited (ASX:GSR) *(appointed 17 May 2021, resigned 18 June 2024)*
Ms Melanie Ross	Non-Executive Director and Company Secretary
Qualifications	CA, AGIA ACG
Experience	Ms Ross is an accounting and corporate governance professional with over 20 years' experience in financial accounting and analysis, audit, business and corporate advisory services in public practice, commerce and state government. Ms Ross holds a Bachelor of Commerce and is a member of the Institute of Chartered Accountants in Australia and New Zealand and an associate member of the Governance Institute of Australia.
Interest in Shares Interest in Performance Rights Interest in Options	216,000[a] 2,000,000[a] 800,000[a]
Directorships held in other listed entities	Non-Executive Director of Ragusa Minerals Ltd (appointed 5 July 2021)

[a] Ms Ross is a Director of the entity holding the interest.

Ms Andrea Betti	Non-Executive Director *(resigned on 15 July 2024)*
Qualifications	B.Com, MBA, CA, AGIA ACG
Experience	Ms Betti is an accounting and corporate governance professional with over 20 years' experience in accounting, corporate governance, finance and corporate banking. She has acted as Chief Financial Officer and Company Secretary for companies in the private and publicly listed sectors, as well as senior executive roles in the banking and finance industry. Ms Betti is a member of the Institute of Chartered Accountants in Australia and New Zealand and an associate member of the Governance Institute of Australia. Ms Betti is currently a Director of a corporate advisory company based in Perth that provides corporate and other advisory services to public listed companies. She has a Bachelor of Commerce, Graduate Diploma in Corporate Governance, Graduate Diploma in Applied Finance and Investment and a Master of Business Administration.

MEETING OF DIRECTORS

The number of meetings of the Group's Board of Directors ("the Board") held during the year ended 30 June 2025, and the number of meetings attended by each Director were:

Name	Number eligible to attend	Number attended
Christopher Hansen	6	6
Melanie Ross	6	6
Michael Edwards	6	6
Andrea Betti	-	-

There were six Directors meetings held during the financial year, however many board matters were dealt with via circular resolutions.

REMUNERATION REPORT (AUDITED)

This report details the nature and amount of the remuneration for each key management personnel of Somerset Minerals Limited for the year ended 30 June 2025.

The remuneration report is set out under the following headings:

A Principles used to determine the nature and amount of remuneration
B Details of remuneration
C Service agreements
D Share based compensation
E Shareholdings
F Performance rights held
G Option holdings
H Related party disclosures

A. Principles used to determine the nature and amount of remuneration

In determining competitive remuneration rates, the Board, acting in its capacity as the remuneration committee, seeks independent advice on local and international trends among comparative companies and industry generally. It examines terms and conditions for employee incentive schemes benefit plans and share plans. Independent advice may be obtained to confirm that executive remuneration is in line with market practice and is reasonable in the context of Australian executive reward practices.

The Board recognises that Somerset Minerals Limited operates in a global environment. To prosper in this environment we must attract, motivate and retain key executive staff.

Market comparisons

Consistent with attracting and retaining talented executives, the Board endorses the use of incentive and bonus payments. The Board will continue to seek external advice to ensure reasonableness in remuneration scale and structure, and to compare the Group's position with the external market.

The impact and high cost of replacing senior employees and the competition for talented executives requires the committee to reward key employees when they deliver consistently high performance.

Board remuneration

The total maximum remuneration of non-executive Directors is initially set by the Constitution and subsequent variation is by ordinary resolution of Shareholders in general meeting in accordance with the Constitution, the *Corporations Act 2001* and the ASX Listing Rules, as applicable. The determination of non-executive Directors' remuneration within that maximum will be made by the Board having regard to the inputs and value to the Group of the respective contributions by each non-executive Director. The current amount has been set at an amount not to exceed $400,000 per annum.

The Board determines actual payments to Directors and reviews their remuneration annually based on independent external advice with regard to market practice, relativities, and the duties and accountabilities of Directors.

A review of Directors' remuneration is conducted annually to benchmark overall remuneration including retirement benefits. There were no use of external consultants for remuneration advice for the year ended 30 June 2025.

Performance-based remuneration

The Group has adopted an employee securities incentive plan ('ESIP' or 'Option Plan') to provide ongoing incentives to Directors, executives and employees of the Group. The objective of the ESIP is to provide the Group with a remuneration mechanism, through the issue of securities in the capital of the Group, to motivate and reward the performance of the Directors and employees in achieving specified performance milestones within a specified performance period. The Board will ensure that the performance milestones attached to the securities issued pursuant to the ESIP are aligned with the successful growth of the Group's business activities.

The Directors and employees of the Group have been, and will continue to be, instrumental in the growth of the Group. The Directors consider that the ESIP is an appropriate method to:

(a) reward Directors and employees for their past performance;
(b) provide long term incentives for participation in the Group's future growth;
(c) motivate Directors and generate loyalty from senior employees; and
(d) assist to retain the services of valuable Directors and employees.

Performance based incentives may also be offered to directors and employees outside of the ESIP from time to time, to fulfil the same objectives the ESIP as summarised above.

During the year, There were no options issued to Key Management Personnel of the Group (2024: 1,200,000 options).

During the year, the Group issued 16,500,000 performance rights to Key Management Personnel of the Group (2024: 2,057,537). Refer to section F for further information.

Group performance, shareholder wealth and directors and executives remuneration

The remuneration policy has been tailored to increase the direct positive relationship between shareholder's investment objectives and Director's and executive's performance. Currently, Directors and executives are encouraged to hold shares in the Group to ensure the alignment of personal and shareholder interests. The Group provides performance based remuneration via their employee incentive option plan. No options were issued under the plan during the financial year ended 30 June 2025 (2024: Nil options).

B. Details of remuneration

The key management personnel consisted of the following Directors:

Key Management Personnel	Appointment	Appointment/ Resignation
Christopher Hansen	Managing Director	
Michael Edwards	Non-Executive Chairman	Appointed 15 July 2024
Melanie Ross	Non-Executive Director	
Andrea Betti	Non-Executive Director	Resigned 15 July 2024

Amounts of remuneration

The remuneration for each key management personnel of the Group for the year was as follows:

2025

Key Management Personnel	Short-term Benefits				Post-employment Benefits	Share based Payments			
	Cash, salary & Commissions $	Cash profit Share $	Non-Cash Benefit $	Other $	Super-annuation $	Performance Rights[5] $	Options $	Total $	Performance Related %
Mr M Edwards[1]	48,118	-	-	-	5,534	80,085	-	133,737	60
Mr C Hansen	227,083	-	-	-	26,115	229,466	-	482,664	48
Ms M Ross[2]	36,000	-	-	-	-	43,534	-	79,534	55
Ms A Betti[3,4]	1,452	-	-	-	-	-	-	1,452	-
	312,653	**-**	**-**	**-**	**31,649**	**353,085**	-	**697,387**	**51**

[1] Mr M Edwards was appointed as Non-Executive Chair on 15 July 2024
[2] Payable to Consilium Corporate Pty Ltd, a Company with which Ms Ross is a shareholder and Director, relating to Ms Ross' Director's fees
[3] Ms A Betti resigned as Non-Executive Director as at 15 July 2024
[4] Payable to Consilium Corporate Pty Ltd, a Company with which Ms Betti is a shareholder and Director, relating to Ms Betti' Director's fees
[5] During the year, the Company issued performance rights to Directors as part of their remuneration package as an equity-based incentive. The performance rights are subject to market-based performance conditions. There were no service conditions attached to these performance rights, and as such, the fair value of the performance rights have been expensed immediately within the consolidated statement of profit or loss and other comprehensive income in accordance with AASB 2

2024

Key Management Personnel	Short-term Benefits				Post-employment Benefits	Share based Payments			
	Cash, salary & Commissions $	Cash profit Share $	Non-Cash Benefit $	Other[9] $	Super-annuation $	Performance Rights $	Options $	Total $	Performance Related %
Mr A Molyneux[1]	29,800	-	-	-	-	-	-	29,800	-
Mr A Cina[2]	22,685	-	-	-	-	-	-	22,685	-
Mr J Shellabear[3]	13,636	-	-	-	27	-	-	13,663	-
Ms M Ross[4]	36,000	-	-	-	-	-	4,000	40,000	-
Mr Colin Russell[5]	15,000	-	-	-	-	-	-	15,000	-
Ms A Betti[6,7]	21,200	-	-	-	-	-	4,000	25,200	-
Mr C Hansen[8]	23,874	-	-	10,275	3,789	27,471	4,000	69,409	40%
Mr J Bahnsen[10,11]	127,293	-	-	-	-	-	-	127,293	-
	289,488	**-**	**-**	**10,275**	**3,816**	**27,471**	**12,000**	**343,050**	**8%**

[1] Mr A Molyneux retired as Non-Executive Director as at 29 November 2023.
[2] Mr A Cina retired as Non-Executive Director as at 29 November 2023.
[3] Mr J Shellabear fee changed to $3,000 inclusive of superannuation per month during the year. Mr J Shellabear retired as Non-Executive Director as at 29 November 2023.
[4] Payable to Consilium Corporate Pty Ltd, a Company with which Ms Ross is a shareholder and Director, relating to Ms Ross' Director's fees.
[5] Mr C Russell retired as Non-Executive Director as at 29 November 2023.
[6] Ms A Betti was appointed as Non-Executive Director on 29 November 2023 and resigned subsequent to year end on 15 July 2024.
[7] Payable to Consilium Corporate Pty Ltd, a Company with which Ms Betti is a shareholder and Director, relating to Ms Betti' Director's fees.
[8] Mr C Hansen was appointed as Non-Executive Director as at 29 November 2023. Mr C Hansen was appointed as Managing Director subsequent to year end on 1 July 2024.
[9] Relates to services outside Mr Hansen's role as Non-Executive Director.
[10] Mr J Bahnsen resigned as CEO/President as at 15 March 2024.
[11] Payable to Velocity North Management Ltd, a Company which Mr Bahnsen is a shareholder and Director.

C. Service agreements

Consilium Corporate Pty Ltd, a Company with which Ms Ross and Ms Betti are shareholders and Directors, are also engaged to perform Company Secretarial and Accounting duties. During the financial year ended 30 June 2025, $170,100 (2024: $165,812) was paid or payable under this agreement.

Employment contracts of Key Management Personnel

Each member of the Group's Key Management Personnel are employed on open-ended employment contracts between the individual person and the Group.

Non-executive Directors have entered into a service agreement with the Group in the form of a letter of appointment.

The below is as at the date of this financial report:

Key Management Personnel	Appointment	Term of Agreement	Base Salary (excludes superannuation) $ p.a.	Termination Benefit
Christopher Hansen	Managing Director	No fixed term	275,000	3 months
Michael Edwards	Non-Executive Chairman	No fixed term	50,000	Nil
Melanie Ross	Non-Executive Director	No fixed term	36,000	Nil

D. Share based compensation

Options

There were no options granted as compensation to Key Management Personnel during the financial year ended 30 June 2025 (2024: 1,200,000).

Shares

There were no shares issued as compensation to Key Management Personnel during the financial year ended 30 June 2025 (2024: Nil).

Performance rights

There were 16,500,000 performance rights granted as compensation to Key Management Personnel during the financial year 30 June 2025 (2024: 2,057,537).

E. Shareholdings

The number of shares in the Group held during the financial year by each Director and other members of Key Management Personnel of the Group, including their personally related parties, is set out below:

30 June 2025	Balance at beginning of the year[1]	Granted as remuneration during the year	Purchased on-market or as part of capital raising	Conversion of performance rights	Other changes during the year	Balance at end of year
Mr M Edwards	-	-	-	-	-	-
Mr C Hansen[2]	9,930,898	-	80,000	-	16,018,625	26,029,523
Ms M Ross	216,000	-	-	-	-	216,000
Ms A Betti[3]	7,500	-	-	-	(7,500)	-
	10,154,398	**-**	**-**	**-**	**16,091,125**	**26,245,523**

[1] Includes an adjustment to reflect a share consolidation of 5 shares consolidated to 1 share which occurred on 29 November 2024.
[2] On 2 May 2025, the Company issued 90,000,000 fully paid ordinary shares as consideration to acquire Sentinel Resources Pty Ltd. 11,836,515 fully paid ordinary shares out of the upfront consideration was issued to Mr C Hansen as he held an interest of 13.2% of the issued capital in Sentinel Resources Pty Ltd prior to the acquisition.
Mr Hansen subscribed for convertible notes in the Company with a face value of $50,000 which accrued interest at 8%. Each convertible note was convertible into one fully paid share together with 1 free attaching option for every 2 convertible shares issued. As a result of conversion, Mr Hansen was issued 4,182,110 fully paid ordinary shares and 2,091,055 free attaching options on the 12 December 2024.
[3] Ms A Betti resigned as Non-Executive Director as at 15 July 2024.

F. Performance rights held

The number of performance rights in the Group held during the financial year by each Director and other members of Key Management Personnel of the Group, including their personally related parties, is set out below:

30 June 2025	Balance at beginning of the year[1]	Granted as remuneration during the year[2]	Conversion to Shares	Other changes during the year	Balance at end of year
Mr M Edwards	-	4,500,000	-	-	4.500.000
Mr C Hansen	5,367,837	10,000,000	-	-	15,367,837
Ms M Ross	-	2,000,000	-	-	2,000,000
Ms A Betti[3]	-	-	-	-	-
	5,367,837	**16,500,000**	**-**	**-**	**21,867,837**

[1] Includes an adjustment to reflect a share consolidation of 5 performance rights consolidated to 1 performance rights which occurred on 29 November 2024.
[2] 15,000,000 of these performance rights were granted on 12 June 2025 and issued subsequent to year end on 11 July 2025. Performance rights granted and issued during the year have been summarised within the next section.
[3] Ms A Betti resigned as Non-Executive Director as at 15 July 2024.

Performance rights issued to Key Management Personnel

The following performance rights over unissued ordinary shares were issued to Key Management Personnel ('KMP') during, or since the end of, the current financial year ended 30 June 2025:

Class	Grant date	Expiry date (years)	Exercise price $	Number
Performance rights[a]	26/11/2024	4.64	-	1,500,000
Performance rights[b]	12/06/2025	5.22	-	15,000,000
				16,500,000

1,500,000 performance rights were granted under three tranches with a Barrier up-and-in trinomial pricing model with a Parisian barrier adjustment was used for Tranche 1 and a Black-Scholes Option Pricing model for Tranches 2 and 3 was used to determine the value of the performance rights.

Inputs have been detailed below:

Input	Tranche 1	Tranche 2	Tranche 3
Number of rights	1,000,000	250,000	250,000
Grant date	26 November 2024	26 November 2024	26 November 2024
Expiry date (years)	4.64	4.64	4.64
Underlying share price	$0.015	$0.015	$0.015
20-day VWAP barrier	$0.060	N/A	N/A
Exercise price	-	-	-
Volatility	122.80%	122.80%	122.80%
Risk free rate	4.07%	4.07%	4.07%
Dividend yield	-	-	-
Value per right	$0.013	$0.015	$0.015
Total fair value of rights	$13,393	$3,750	$3,750
Expense recognised for 30 June 2025	$13,393	$479	$479

The conditions subject to the above performance rights vesting are as follows:

- Tranche 1: Convert on the VWAP remaining above $0.060 for not less than 15 trading days;
- Tranche 2: Convert on the delineation of a JORC compliant Mineral Resource of >20Mt with a grade of at least 1.00% copper equivalent at the Prescott Project within 5 years of appointment; and
- Tranche 3: Convert on the delineation of a JORC compliant Mineral Resource of >50Mt with a grade of at least 1.00% copper equivalent at the Prescott Project within 5 years of appointment.

The Tranche 1 performance rights are expensed immediately, with Tranche 2 & 3 expensed over the vesting period based on the best estimate to achieve the relevant vesting conditions for each Tranche.

[b]15,000,000 performance rights were granted under two tranches with a Barrier up-and-in trinomial pricing model with a Parisian barrier adjustment was used to determine the value of the performance rights.

Inputs have been detailed below:

Input	Tranche 1	Tranche 2
Number of rights	7,500,000	7,500,000
Grant date	12 June 2025	12 June 2025
Expiry date (years)	5.00	5.0
Underlying share price	$0.023	$0.023
20-day VWAP barrier	$0.024	$0.045
Exercise price	$nil	$nil
Volatility	122.80%	122.80%
Risk free rate	4.07%	4.07%
Dividend yield	-	-
Value per right	$0.022	$0.0214
Total fair value of rights	$166,046	$160,458
Expense recognised for 30 June 2025	$166,046	$160,458

The conditions subject to the above performance rights vesting are as follows:

- Tranche 1: Convert on VWAP of the Company's Shares trading on ASX over 20 consecutive trading days being at least $0.024; and
- Tranche 2: Convert on VWAP of the Company's Shares trading on ASX over 20 consecutive trading days being at least $0.045.

The performance rights are expensed immediately.

G. Option holdings

The number of options in the Group held during the financial year by each Director and other members of Key Management Personnel of the Group, including their personally related parties, is set out below:

30 June 2025	Balance at beginning of the year[1]	Granted as remuneration during the year	Conversion to shares	Expired during the year	Other changes during the year	Balance at end of year
Mr M Edwards	-	-	-	-	-	-
Mr C Hansen[2]	400,000	-	-	-	2,091,055	2,491,055
Ms M Ross[3]	544,000	-	-	(108,000)	400,000	836,000
Ms A Betti[4,5]	402,500	-	-	-	(402,500)	-
	1,346,500	**-**	**-**	**(108,000)**	**1,980,555**	**3,327,055**

[1] Includes an adjustment to reflect a share consolidation of 5 options consolidated to 1 option which occurred on 29 November 2024.
[2] Mr Hansen subscribed for convertible notes in the Company with a face value of $50,000 which accrued interest at 8%. Each convertible note was convertible into one fully paid share together with 1 free attaching option for every 2 convertible shares issued. As a result of conversion, Mr Hansen was issued 4,182,110 fully paid ordinary shares and 2,091,055 free attaching options on the 12 December 2024.
[3] 400,000 options were initially granted to Ms. Betti through an indirect holding that both Ms Betti and Ms Ross are a related party of. Following Ms. Betti's resignation, 400,000 options (being the portion of the options held by the related party entity) were reallocated to Ms. Ross.
[4] Ms A Betti retired as Non-Executive Director as at 15 July 2024.

H. Related party disclosures

i. Transactions occurring with related parties

Consilium Corporate Pty Ltd, a Company with which Ms Ross and Ms Betti are shareholders and Directors, are also engaged to perform Company Secretarial and Accounting duties. Per the terms of the agreement, either party may terminate by giving three (3) months written notice to the other. All transactions were made on normal commercial terms and conditions and at market rates. During the year, $170,100 (2024: $165,812) was paid or payable under this agreement.

During the year ended 30 June 2025, there were payments made to Consilium Corporate Pty Ltd, for Ms Ross and Ms Betti's Non-Executive Director fees of the Company. The payments were for the provision of director fees and amounts paid or payable were $36,000 (2024: $36,000) for Ms Ross and $1,452 (2024: $21,200) for Ms Betti. As at 30 June 2025, $883 remained payable (2024: nil).

During the year ended 30 June 2025, Mr Hansen subscribed for convertible notes in the Company with a face value of $50,000 which accrued interest at 8%. Each convertible note was convertible into one fully paid share together with 1 free attaching option for every 2 convertible shares issued. As a result of conversion, Mr Hansen was issued 4,182,110 fully paid ordinary shares and 2,091,055 free attaching options on 12 December 2024.

On 23 April 2025, the Company acquired 100% of the shares in Sentinel Resources Pty Ltd, through its subsidiary, which holds a 100% interest in the Coppermine Project. Mr Hansen held an interest of 13.2% of the issued capital in Sentinel Resources Pty Ltd which entitled Mr Hansen to 11,836,515 out of the 90,000,000 fully paid ordinary shares issued as part of the acquisition, equating to $136,120 out of the $1,035,000 paid by the Company to the venders as consideration.

There are no other transactions with related parties during the years ended 30 June 2025 and 30 June 2024.

ADDITIONAL INFORMATION

The loss of the Group for the year ended 30 June 2025 is summarised below:

	2025 $	2024[i] $	2023[i] $	2022[i] $	2021[i] $
Share price at financial year end ($)	0.024	0.020[ii]	0.165	0.295	0.875
Total dividends declared (cents per share)	Nil	Nil	Nil	Nil	Nil
Basic loss per share (cents per share)	(0.71)	(0.19)	(0.12)	(0.08)	(0.15)

[i] Restated to reflect a 5:1 share consolidation which occurred on 29 November 2024 pursuant to AASB 133.
[ii] As the financial year end 30 June 2024, fell on a non-business day, the share price at financial year end is the closing share price at 28 June 2024.

This concludes the remuneration report, which has been audited.

OPTIONS AND RIGHTS OVER SHARES

Ordinary shares under option of Somerset Minerals Limited at the date of this report are as follows:

Issue date	Expiry date	Exercise price	Number under option
13 June 2024	30 November 2027	$0.050	12,000,001
13 June 2024	30 November 2027	$0.050	1,200,000
12 December 2024	30 November 2027	$0.050	34,837,494
15 January 2025	30 November 2027	$0.050	506,582
18 June 2025	30 September 2029	$0.024	190,499,977
11 July 2025	30 September 2029	$0.024	3,333,334

No person entitled to exercise the options had or has any right by virtue of the option to participate in any share issue of the Group or of any other body corporate.

Performance rights on issue at the date of this report are as follows:

Issue date	Expiry date	Number of Performance Rights
13 June 2024	11 November 2027	2,057,537
13 June 2024	13 June 2029	20,000,014
12 December 2024	15 July 2029	1,500,000
11 July 2025	11 July 2030	15,000,000
17 July 2025	17 July 2030	8,000,000

SHARES ISSUED ON THE EXERCISE OF OPTIONS

There were no ordinary shares of Somerset Minerals Limited issued during the year ended 30 June 2025 and up to the date of this report on the exercise of options (2024: Nil).

INDEMNITY AND INSURANCE OF OFFICERS

The Group has indemnified the Directors and executives of the Group for the costs incurred, in their capacity as a Director or executive, for which they may be held personally liable, except where there is a lack of good faith. During the financial year, the Group paid a premium in respect of a contract to insure the Directors and executives of the Group against a liability to the extent permitted by the *Corporations Act 2001*. The contract of insurance prohibits disclosure of the nature of liability and the amount of the premium.

INDEMNITY AND INSURANCE OF AUDITOR

The Group has not, during or since the end of the financial year, indemnified or agreed to indemnity the auditor of the Group or any related entity against a liability incurred by the auditor. During the financial year, the Group has not paid a premium in respect of a contract to insure the auditor of the Group or any related entity.

PROCEEDINGS ON BEHALF OF THE GROUP

No person has applied to the Court under section 237 of the *Corporations Act 2001* for leave to bring proceedings on behalf of the Group, or to intervene in any proceedings to which the Group is a party, for the purpose of taking responsibility on behalf of the Group for all or part of those proceedings.

NON-AUDIT SERVICES

Details of the amounts paid or payable to the auditor for non-audit services provided during the financial year by the auditor are outlined in Note 19 to the financial statements.

The Directors are satisfied that the provision of non-audit services during the financial year, by the auditor, is compatible with the general standard of independence for auditors imposed by the *Corporations Act 2001*.

The Directors are of the opinion that the services as disclosed in Note 19 to the financial statements do not compromise the external auditor's independence requirements of the *Corporations Act 2001* for the following reasons:

- all non-audit services have been reviewed and approved to ensure that they do not impact the integrity and objectivity of the auditor; and
- none of the services undermine the general principles relating to auditor independence as set out in APES 110 Code of Ethics for Professional Accountants (including independence standards) issued by the Accounting Professional and Ethical Standards Board, including reviewing or auditing the auditor's own work, acting in a management or decision-making capacity for the Group, acting as advocate for the Group or jointly sharing economic risks and rewards.

ROUNDING OF AMOUNTS

In accordance with *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191*, the amounts in the directors' report and in the financial report have been rounded to the nearest one thousand dollars, or in certain cases, to the nearest dollar (where indicated).

OFFICERS OF THE GROUP WHO ARE FORMER PARTNERS OF PITCHER PARTNERS BA&A PTY LTD

There are no officers of the Group who are former partners of Pitcher Partners BA&A Pty Ltd.

AUDITORS' INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is included within this financial report.

AUDITOR

Pitcher Partners BA&A Pty Ltd continues in office in accordance with section 327B of the *Corporations Act 2001*.

A copy of the auditor's Independence declaration as required under section 307C of the Corporations Act 2001 is included within this financial report.

This Directors' report is signed in accordance with a resolution of Directors made pursuant to section 298(2)(a) of the *Corporations Act 2001*.

On behalf of the Directors

Chris Hansen
Managing Director

Date: 30 September 2025
Perth

SOMERSET MINERALS LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2025

	Note	Consolidated 2025 $	Consolidated 2024 $
Other income	4	203,997	31,963
Fair value gain on financial instruments	14	130,705	-
Directors' and employee benefits expense		(511,304)	(176,286)
Legal and other professional fees		(379,569)	(661,678)
Management consulting fees		(713)	(127,293)
Regulatory fees		(203,072)	(239,046)
Advertising and marketing expenses		(38,174)	(210,548)
Foreign exchange gain/ (loss)		4,742	(290)
Share based payments expense	16	(353,681)	(39,471)
Finance costs	4	(182,586)	-
Impairment loss on exploration and evaluation expenditure	9	(255,201)	(20,558,814)
Depreciation expense		(715)	(9,619)
Other expenses	4	(342,593)	(447,529)
Loss before income tax		**(1,928,164)**	**(22,438,611)**
Income tax expense	5	-	2,445,868
Loss for the year		**(1,928,164)**	**(19,992,743)**
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss			
Foreign currency translation		28,350	29,953
Other comprehensive loss for the year, net of tax		28,350	29,953
Total comprehensive loss for the year		**(1,899,814)**	**(19,962,790)**
Loss for the year attributable to:			
- Owners of the Group		(1,899,814)	(19,992,741)
- Non-controlling interests		-	(2)
		(1,899,814)	(19,992,743)
Total comprehensive loss for the year attributable to:			
- Owners of the Group		(1,899,814)	(19,962,788)
- Non-controlling interests		-	(2)
		(1,899,814)	(19,962,790)
Loss per share			
- Basic loss per share (cents)	22(c)	(0.71)	(3.81)
- Diluted loss per share (cents)	22(c)	(0.71)	(3.81)

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

SOMERSET MINERALS LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2025

	Note	Consolidated 2025 $	Consolidated 2024 $
ASSETS			
Current assets			
Cash and cash equivalents	6	1,843,502	1,435,783
Trade and other receivables	7	77,236	135,387
Other assets	8(a)	466,809	-
Total current assets		2,387,547	1,571,170
Non-current assets			
Exploration and evaluation	9	4,056,445	1,820,490
Other assets	8(b)	593,873	614,677
Property, plant and equipment		4,536	-
Total non-current assets		4,654,853	2,435,167
Total assets		**7,042,401**	**4,006,337**
LIABILITIES			
Current liabilities			
Trade and other payables	10	817,052	416,729
Share funds held in trust		10,000	-
Provisions	12(a)	287,882	254,262
Other financial liabilities	13	100,000	-
Total current liabilities		1,214,934	670,991
Non-current liabilities			
Provisions	12(b)	4,732,768	4,833,260
Total non-current liabilities		4,732,768	4,833,260
Total liabilities		**5,947,702**	**5,504,251**
Net assets/(liabilities)		**1,094,699**	**(1,497,914)**
EQUITY			
Issued capital	14(a)	34,361,954	30,682,241
Reserves	15	2,309,031	2,360,477
Accumulated losses		(35,550,590)	(34,514,936)
Equity attributable to owners of the Group		1,120,395	(1,472,218)
Non-controlling interests		(25,696)	(25,696)
Total equity		**1,094,699**	**(1,497,914)**

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

SOMERSET MINERALS LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2025

	Equity attributable to owners of Somerset Minerals Limited						
Consolidated	**Issued Capital $**	**Share based payment reserve $**	**Foreign exchange reserve $**	**Accumulated losses $**	**Total $**	**Non-controlling interests $**	**Total $**
Balance at 1 July 2023	27,281,731	2,396,498	549,960	(15,369,345)	14,858,844	(25,694)	14,833,150
Loss for the year	-	-	-	(19,992,741)	(19,992,741)	(2)	(19,992,743)
Other comprehensive income	-	-	29,953	-	29,953	-	29,953
Total comprehensive loss for the year	-	-	29,953	(19,992,741)	(19,962,788)	(2)	(19,962,790)
Issue of capital (net of costs)	3,400,510	191,745	-	-	3,592,255	-	3,592,255
Options – recognised as an expense	-	12,000	-	-	12,000	-	12,000
Performance rights – recognised as an expense	-	27,471	-	-	27,471	-	27,471
Transfer to accumulated losses upon expiry of options	-	(847,150)	-	847,150	-	-	-
Balance at 30 June 2024	**30,682,241**	**1,780,564**	**579,913**	**(34,514,936)**	**(1,472,218)**	**(25,696)**	**(1,497,914)**

	Equity attributable to owners of Somerset Minerals Limited						
Consolidated	**Issued Capital $**	**Share based payment reserve $**	**Foreign exchange reserve $**	**Accumulated losses $**	**Total $**	**Non-controlling interests $**	**Total $**
Balance at 1 July 2024	30,682,241	1,780,564	579,913	(34,514,936)	(1,472,218)	(25,696)	(1,497,914)
Loss for the year	-	-	-	(1,928,164)	(1,928,164)	-	(1,928,164)
Other comprehensive income	-	-	28,350	-	28,350	-	28,350
Total comprehensive loss for the year	-	-	28,350	(1,928,164)	(1,899,814)	-	(1,899,814)
Issue of capital (net of costs)	3,679,713	-	-	-	3,679,713	-	3,679,713
Share based payments	-	812,714	-	-	812,714	-	812,714
Transfer to accumulated losses upon expiry of options	-	(892,510)	-	892,510	-	-	-
Balance at 30 June 2025	**34,361,954**	**1,700,768**	**608,263**	**(35,550,590)**	**1,120,395**	**(25,696)**	**1,094,699**

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

SOMERSET MINERALS LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2025

	Note	Consolidated 2025 $	Consolidated 2024 $
Cash flows from operating activities			
Interest received		12,123	15,201
Tax refund received		191,529	-
Payments to suppliers and employees		(1,322,023)	(1,632,480)
Net cash outflow from operating activities	23(a)	(1,118,371)	(1,617,279)
Cash flows from investing activities			
Payments for exploration and evaluation		(2,190,301)	(758,512)
Purchase of property, plant and equipment		(5,250)	-
Proceeds from disposal of exploration projects		612,499	-
Cash acquired from acquisition of subsidiary	9	53,801	52,886
Net cash outflow from investing activities		(1,529,251)	(705,626)
Cash flows from financing activities			
Proceeds from issue of shares		2,385,000	2,440,669
Share issue costs paid		(35,980)	(92,461)
Proceeds from share funds held in trust		10,000	-
Proceeds from borrowings		700,000	-
Net cash inflow from financing activities		3,059,020	2,348,208
Net increase in cash and cash equivalents		411,398	25,303
Cash and cash equivalents at the beginning of the financial year		1,435,783	1,445,851
Effects of exchange rate changes on cash and cash equivalents		(3,679)	(35,371)
Cash and cash equivalents at the end of the financial year	6	**1,843,502**	**1,435,783**

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

1. Material accounting policy information

Corporate information

Somerset Minerals Limited (the "Company") is a public listed company and is a for-profit entity for financial reporting purposes under Australian Accounting Standards. Its registered office and principal place of business is Level 2, 22 Mount Street, Perth WA 6000.

The financial report covers the Company and its controlled entities (the "Group").

The consolidated financial report was approved by the Directors on 30 September 2025.

The accounting policies that are material to the Group are set out below. The accounting policies adopted are consistent with those of the previous financial year, unless otherwise stated.

Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the *Corporations Act 2001*, as appropriate for for-profit oriented entities.

Compliance with International Financial Reporting Standards

These financial statements also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board ('IASB').

Functional currency and presentation currency

The financial statements are presented in Australian dollars which is the Group's functional and presentation currency.

Rounding of amounts

In accordance with *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191*, the amounts in the financial report have been rounded to the nearest one thousand dollars, or in certain cases, to the nearest dollar (where indicated).

Historical cost convention

The financial statements have been prepared under the historical cost convention, except for, where applicable, the revaluation of financial assets and liabilities at fair value through profit or loss, financial assets at fair value through other comprehensive income, investment properties, certain classes of property, plant and equipment and derivative financial instruments.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in Note 2.

a) Principles of consolidation

The consolidated financial statements incorporate the assets and liabilities of all entities controlled by Somerset Minerals Limited at the end of the reporting year.

b) Foreign currency translation

The financial statements are presented in Australian dollars, which is the Company's functional and presentation currency.

Foreign currency transactions

Foreign currency transactions are translated into Australian dollars using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

Foreign operations

The assets and liabilities of foreign operations are translated into Australian dollars using the exchange rates at the reporting date. The revenues and expenses of foreign operations are translated into Australian dollars using the average exchange rates, which approximate the rates at the dates of the transactions, for the financial year-end. All resulting foreign exchange differences are recognised in other comprehensive income through the foreign currency reserve in equity.

The foreign currency reserve is recognised in profit or loss when the foreign operation or net investment is disposed of.

c) Parent entity

In accordance with the *Corporations Act 2001*, these financial statements present the results of the Group only. Supplementary information about the parent entity is disclosed in Note 25.

d) Income tax

The income tax expense (revenue) for the financial year-end comprises current income tax expense (income) and deferred tax expense (income).

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at the financial year-end. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority. Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses. Current and deferred income tax expense (income) is charged or credited directly to equity instead of the profit or loss when the tax relates to items that are credited or charged directly to equity.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future tax deductions are available. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the financial year-end when the asset is realised or the liability is settled, based on tax rates enacted or substantively enacted at the financial year-end. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Where temporary differences exist in relation to investments in subsidiaries, branches, associates, and joint ventures, deferred tax assets and liabilities are not recognised where the timing of the reversal of the temporary difference can be controlled and it is not probable that the reversal will occur in the foreseeable future.

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur.

Deferred tax assets and liabilities are offset where a legally enforceable right of set-off exists, the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

e) Exploration and evaluation

Exploration and evaluation expenditure in relation to separate areas of interest for which rights of tenure are current is carried forward as an asset in the statement of financial position where it is expected that the expenditure will be recovered through the successful development and exploitation of an area of interest, or by its sale; or exploration activities are continuing in an area and activities have not reached a stage which permits a reasonable estimate of the existence or otherwise of economically recoverable reserves.

Where a project or an area of interest has been abandoned, the expenditure incurred thereon is written off in the year in which the decision is made.

f) Trade and other payables

Trade and other payables represent the liability outstanding at the end of the year for goods and services received by the Group during the year which remain unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are generally paid within 60 days of recognition.

g) Provisions

Provisions are recognised when the Group has a present (legal or constructive) obligation as a result of a past event, it is probable the Group will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation. If the time value of money is material, provisions are discounted using a current pre-tax rate specific to the liability. The increase in provision resulting from the passage of time is recognised as a finance cost.

h) Issued capital

Ordinary shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

i) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with short periods to maturity and bank overdrafts.

j) Other income

Interest revenue is recognised as interest accrues using the effective interest method.

k) Equity-settled compensation

Equity-settled share-based payments to employees and others providing similar services are measured at the fair value of the equity instruments at the grant date.

The fair value determined at the grant date of the equity-settled share-based payments is expensed on a straight-line basis over the vesting period, based on the consolidated entity's estimate of shares that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the consolidated entity revises its estimate of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any, is recognised in profit or loss such that the cumulative expense reflects the revised estimate, with a corresponding adjustment to the equity-settled employee benefits reserve.

Equity-settled share-based payment transactions with other parties are measured at the fair value of the goods and services received, except where the fair value cannot be estimated reliably, in which case they are measured at the fair value of the equity instruments granted.

l) Financial Instruments

Financial assets

Financial assets are initially measured at fair value. Transaction costs are included as part of the initial measurement, except for financial assets at fair value through profit or loss. Such assets are subsequently measured at either amortised cost or fair value depending on their classification.

Financial assets are derecognised when the rights to receive cash flows have expired or have been transferred and the Group has transferred substantially all the risks and rewards of ownership. The measurement of the loss allowance depends upon the consolidated entity's assessment at the end of each reporting period as to whether the financial instrument's credit risk has increased significantly since initial recognition, based on reasonable and supportable information that is available, without undue cost or effort to obtain.

Where there has not been a significant increase in exposure to credit risk since initial recognition, a 12-month expected credit loss allowance is estimated. This represents a portion of the asset's lifetime expected credit losses that is attributable to a default event that is possible within the next 12 months. Where a financial asset has become credit impaired or where it is determined that credit risk has increased significantly, the loss allowance is based on the asset's lifetime expected credit losses.

Financial liabilities

Financial liabilities are initially measured at fair value, net of transaction costs, except for financial liabilities at fair value through profit or loss, which are initially measured at fair value alone.

Subsequent measurement of financial liabilities at amortised cost uses the effective interest method. Financial liabilities classified as at fair value through profit or loss are subsequently measured at fair value, with changes in fair value recognised in profit or loss.

Financial liabilities are derecognised when the obligation specified in the contract is discharged, cancelled, or expires. If an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, the original liability is derecognised and a new liability is recognised, with the difference recognised in profit or loss.

m) New, revised or amending 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 that are mandatory for the current financial year. The adoption of these did not have a material impact on the Group.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted. There are no other standards that are not yet effective that would be expected to have a material impact on the Group.

n) Going Concern

The financial statements have been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and discharge of liabilities in the normal course of business.

As disclosed in the financial statements, the Group incurred a loss after tax of $1,928,164 (2024: $19,992,743) and had net cash outflows from operating activities and investing activities respectively of $1,118,371 (2024: $1,617,279) and $1,532,929 (2024: $705,626) for the year ended 30 June 2025. As at that date, the Group had net current assets of $1,172,613 including cash on hand of $1,843,502 and net assets of $1,094,699.

The directors believe that there are reasonable grounds to believe that the Group will be able to continue as a going concern, noting that subsequent to the end of the year, the Group successfully completed a placement raising $4,000,000 (before issue costs).

On this basis, the directors are of the opinion that the financial statements should be prepared on a going concern basis and that the Company will be able to pay its debts as and when they fall due and payable.

2. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses.

Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances.

The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Exploration and evaluation expenditure

Exploration and evaluation costs have been capitalised on the basis that activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves. Key judgements are applied in considering costs to be capitalised which includes determining expenditures directly related to these activities and allocating overheads between those that are expensed and capitalised.

Impairment of non-financial assets

Determining the recoverability of exploration, evaluation and development expenditure capitalised in accordance with the Group's accounting policy requires judgements as to future events and circumstances, in particular, whether successful development and commercial exploration, or alternative sale, or the respective areas of interest will be achieved. If after having capitalised the expenditure a judgement is made that recovery of the exploration expenditure is unlikely, an impairment loss is recorded in the consolidated statement of profit or loss and other comprehensive income. The carrying amounts of exploration, evaluation and development assets are set out in Note 9.

Share based payment transactions

The Group measures the cost of equity-settled transactions with suppliers employees by reference to the fair value of the goods or services received. If the Group is unable to determine the fair value fo goods or services received, the transactions are measured with reference the fair value of equity instruments at the date at which they are granted. The fair value is determined by using either the Hoadley Parisian Barrier Model or Black-Scholes Option Pricing 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.

Rehabilitation provision

A provision has been made for the present value of anticipated costs for future rehabilitation of land explored or mined. The Group's mining and exploration activities are subject to various laws and regulations governing the protection of the environment.

The Group recognises management's best estimate for assets requirement obligations and site rehabilitations in the period in which they are incurred. Actual costs incurred in the future periods could differ materially from the estimates. Additionally, future changes to environmental laws and regulations, life of mine estimates and discount rates could affect the carrying amount of the provision.

There is uncertainty as to what future liabilities will arise in relation to potential closure and rehabilitation costs, dependent on determination of costs through completion of the closure and reclamation plans required by the Ministry of Energy, Mines and Low Carbon Innovation (EMLCI) in Canada. All known costs that currently can be reliably measured have been recognised in provisions as disclosed in Note 12(b). The outcome and costs resulting from the approved rehabilitation plan as required by Ministry of Energy, Mines and Low Carbon Innovation (EMLCI), cannot be measured sufficiently at this time.

Tax claim provision

A provision has been made for the present value of anticipated costs associated with amounts payable on an open tax claim. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at reporting date, taking into account the risks and uncertainties surrounding the obligation. Due to the uncertainty associated with such tax claims, there is a possibility that the final outcome may differ significantly at a future date.

Financial liabilities

In accordance with accounting standards the Group recognises its financial liabilities initially at fair value and thereafter either at amortised cost, or at their fair value at each reporting period where required by the accounting standards. This requires an assumption to be made with respect to timing of the settlement of such liabilities in some cases, the discount rates used in the measurement of such financial liabilities, and in relation to derivative financial liabilities, the share price of the Group.

Assumptions based on the current economic environment have been made at balance date, which management believes are a reasonable basis upon which to estimate the future liability.

3. Segment information

The Group operates within three geographical segments within mineral exploration and extraction, being Australia, Canada and Ecuador. The segment information provided to the chief operating decision maker is as follows:

Year ended 30 June 2025	Corporate activities AUSTRALIA $	Corporate and Exploration Activities CANADA $	Exploration Activities ECUADOR $	Consolidated $
Segment other income	3,907	200,090	-	
Total other income				203,997
Segment result before income tax	(1,731,085)	193,381	(390,458)	
Loss before income tax				(1,928,164)
At 30 June 2025				
Segment current assets	2,162,729	219,784	5,035	
Segment non-current assets	624,242	3,960,672	69,941	
Total assets	2,786,971	4,180,455	74,975	7,042,401
Segment liabilities	463,067	4,801,727	682,905	
Total liabilities				5,947,699

Year ended 30 June 2024	Corporate activities AUSTRALIA $	Corporate and Exploration Activities CANADA $	Exploration Activities ECUADOR $	Consolidated $
Segment other income	8,896	23,067	-	
Total other income				31,963
Segment result before income tax	(3,270,826)	(19,486,135)	318,350	
Loss before income tax				(22,438,611)
At 30 June 2024				
Segment current assets	958,666	565,291	47,211	
segment Non-current assets	201,478	1,685,961	547,727	
Total assets	1,160,144	2,251,253	594,940	4,006,337
Segment liabilities	94,636	4,841,151	568,464	
Total liabilities				5,504,251

4. Other income and expenses

	Consolidated 2025 $	Consolidated 2024 $
a) Other income		
Interest	12,468	31,963
Mining exploration tax rebate	191,529	-
	203,997	31,963

	Consolidated 2025 $	Consolidated 2024 $
b) Other expenses		
Insurance expense	63,982	62,960
Travel expenses	95,738	7,108
Occupancy expenses	75,053	-
Loss on sale of asset	-	20,841
Corporate expenses	107,820	356,620
	342,593	447,529
c) Finance costs		
Unwinding of rehabilitation provision Note 12(b)	21,046	-
Interest expenses	6,098	-
Borrowing costs	155,442	-
	182,586	-

	Consolidated	
	2025	2024
	$	$
5. Income tax expense		
Loss before income tax expense	(1,928,164)	(22,438,611)
Tax at the Australian tax rate of 30% (2024: 30%) Tax at Canadian tax rate of 27% (2024: 27%) Tax at Ecuador tax rate 25% (2024: 25%) Tax at the blended statutory tax rate of 29.30% (2024: 27.46%)	(564,903)	(6,162,749)
Amounts not deductible /(taxable) in calculating taxable income	552,935	942,558
Recognition of previously unrecognised tax losses	(53,788)	-
Non-recognition of deferred tax position	65,756	2,774,323
Income tax expense	-	(2,445,868)
Deferred Tax Assets		
Tax losses	1,687,145	1,593,744
Exploration expenditure	-	1,063,743
Business-related costs	6,475	16,407
Capital raising costs	24,248	24,589
Accruals	11,700	12,822
Non-recognition of deferred tax position	(1,729,568)	(2,711,305)
	-	-
Deferred Tax Liabilities		
Prepayments	(180,870)	(60,443)
Non-recognition of deferred tax position	180,870	60,443
	-	-
Potential tax benefit relating to unused tax losses for which no deferred tax asset has been recognised	1,687,145	1,593,744

The deferred tax asset attributable to carried forward income tax losses and temporary differences has not been recognised as an asset as the Group has not commenced trading and the availability of future profits to recoup these losses is not considered probable at the date of this report.

	Consolidated	
	2025	2024
	$	$
6. Cash and cash equivalents		
Cash at bank	1,843,502	1,435,783
	1,843,502	1,435,783

	Consolidated	
	2025	2024
	$	$
7. Trade and other receivables		
GST receivable	73,834	24,520
Withholding tax receivable	-	24,155
Interest receivable	3,402	3,057
Other receivables	-	83,655
	77,236	135,387

	Consolidated 2025 $	Consolidated 2024 $
8. Other assets		
a) Current		
Prepayments	382,982	-
Marketable securities	83,827	-
	466,809	-
b) Non-current		
Prepayments[1]	251,774	250,961
Bond deposits[2]	342,099	363,716
	593,873	614,677

[1]Non-current prepayments relate to advance royalty payments which will be deducted from any future royalty payments made.
[2]Bond deposits are held for mine sites until reclamation has been deemed satisfactorily completed by the chief inspector of mines, and the permits can be closed.

	Consolidated 2025 $	Consolidated 2024 $
9. Exploration and evaluation		
A summary of the exploration and evaluation asset is as follows:		
Opening balance	1,820,490	21,309,211
Acquisition incurred during the year[(i)]	981,199	1,147,114
Additions during the year	2,260,437	347,317
Impairment loss incurred during the year[(ii)]	(255,201)	(20,558,814)
Proceeds from sale of project [(ii)]	(107,239)	-
Transfer to assets held for sale[(iii)]	(472,611)	-
Changes in rehabilitation Note 12b	(201,166)	(249,416)
Foreign exchange movements	30,536	(174,922)
Closing balance	4,056,445	1,820,490

(i) Asset Acquisitions

Sentinel Resources Pty Ltd

On 9 December 2024, the Company entered into a Binding Share Sale Deed (SSD) to acquire 100% of the issued capital of Sentinel Resources Pty Ltd, which through its local subsidiary, 1501253 B.C. LTD. (an entity incorporated in British Columbia, Canada) holds the Coppermine Project in Nunavut Canada.

The consideration payable consisted of:

1. upfront consideration of 90,000,000 fully paid ordinary shares; and
2. the grant of a 1.5% net smelter royalty on future production on the all metals and minerals produced from the Coppermine Project Claims.

Obtaining shareholder approval was the final condition precedent under the SSD which was obtained at a General Meeting held on 23 April 2025. Subsequently, 90,000,000 fully paid shares were issued on 2 May 2025 as consideration under the SSD.

As Sentinel Resources Pty Ltd did not meet the definition of a business in accordance with AASB 3 Business Combinations, the acquisition could not be accounted for as a business combination. Therefore, the acquisition has been accounted for as an asset acquisition whereby the consideration transferred by the Group has been allocated to the fair value of the assets acquired and liabilities assumed.

Details of the transaction outlined above are as follows:

	23 April 2025 $
Purchase Consideration:	
90,000,000 fully paid ordinary shares - as per share price on acquisition date	1,035,000
1.5% net smelter royalty[1]	-
Total purchase consideration	**1,035,000**

	Fair Value $
Sentinel Resources Pty Ltd	
Exploration and evaluation expenditure acquired	981,199
Cash and cash equivalents acquired	53,801
Net assets acquired	**1,035,000**

[1] Given the early stage exploration status on the project, there remains significant uncertainty on the project ability to produce future net smelter royalties, and hence this consideration has been determined to be $nil on acquisition date.

Somerset (Canada) Pty Ltd

During the year ended 30 June 2024, the Company entered into a conditional agreement to acquire 100% of the issued capital of Somerset (Canada) Pty Ltd (formerly Somerset Minerals Pty Ltd), which through its local subsidiary, holds the Prescott Project in Nunavut Canada.

The consideration payable consisted of:

1. upfront consideration of 300,000,000 fully paid ordinary shares;
2. deferred consideration of 100,000,000 performance rights which convert into shares on a one for one basis on the achievement of the milestones noted below;
   a) 50,000,000 performance rights which convert on the delineation of a JORC compliant Mineral Resource of >20Mt with grade of at least 1% copper equivalent at the Prescott Project, as verified by an independent competent person under the JORC Code 2012 (or any subsequent edition of the JORC Code), within 5 years of completion; and
   b) 50,000,000 performance rights which convert on the delineation of a JORC compliant Mineral Resource of >50Mt with grade of at least 1 % copper equivalent at the Prescott Project, as verified by an independent competent person under the JORC Code 2012 (or any subsequent edition of the JORC Code), within 5 years of completion.
3. the grant of a 1.5% net smelter royalty on future production from the Prescott Project Claims and any subsequent licences acquired within the area comprising the Prescott Project in the first 24 months.

On 13 June 2024, the Company issued 300,000,000 fully paid ordinary shares at a deemed issue price of $0.004 as part of the upfront consideration and 100,000,000 performance rights to the vendors to acquire 100% of the issue capital of Somerset (Canada) Pty Ltd which owns through its wholly owned subsidiary Flexure Minerals Ltd, the Prescott Project in Nunavut Canada. Management assessed the likelihood of achieving the non-market based milestones as at the date of acquisition as very unlikely and as such the fair value of the deferred consideration, being 100,000,000 performance rights was determined to be $Nil.

As Somerset (Canada) Pty Ltd did not meet the definition of a business in accordance with AASB 3 Business Combinations, the acquisition could not be accounted for as a business combination. Therefore, the acquisition has been accounted for as an asset acquisition whereby the consideration transferred by the Group has been allocated to the fair value of the assets acquired and liabilities assumed.

Details of the transaction outlined above are as follows:

	13 June 2024 $
Purchase Consideration:	
300,000,000 fully paid ordinary shares issued to vendors (upfront consideration) Note 14	1,200,000
100,000,000 performance rights issued to vendors (deferred consideration) Note 15	-
Total purchase consideration	**1,200,000**

	Fair Value $
Somerset (Canada) Pty Ltd	
Exploration and evaluation expenditure acquired	1,147,114
Cash and cash equivalents acquired	52,886
Net assets acquired	**1,200,000**

(ii) Impairment

Management assessed for indicators of impairment and have determined:

- The Blackdome-Elizabeth project has been impaired to a carrying value of CAD $150,000 ($165,944), representing the consideration receivable from Blackdome Mining Ltd for sale of the project, resulting in a write back of impairment amounting to $131,586 during the year ended 30 June 2025 (30 June 2024: impairment expense of $18,984,704). The reversal is a result of the revaluation of the rehabilitation provision which is impaired through the consolidated statement of profit and loss and other comprehensive income.

  During the year, the Group received $107,239 (C$100,000) as consideration from Blackdome Mining Ltd for sale of the Blackdome-Elizabeth project. The consideration received was offset against the carrying value of exploration and evaluation expenditure.
- The Zamora Project has been placed in to care and maintenance and accordingly, the project has been impaired to have a carrying balance of $nil consistent with prior periods resulting in an impairment expense of $386,787 (30 June 2024: write back of impairment of $411,615 amounting to consideration receivable for the sale of the Valle del Tigre mineral concession).

For all other exploration and evaluation projects, the ultimate recoupment of exploration and evaluation expenditure carried forward is dependant on successful development and commercial production or alternatively, sale of the respective areas.

(iii) Assets sold

On 15 July 2024, the Company entered into a Purchase Agreement ('Agreement') with Barrick Gold (Ecuador) S.A. ('Barrick') for the sale of the Valle Del Tigre II mineral concession of the Zamora project. Under the terms of the agreement, Barrick agreed to pay a total cash consideration of $472,611 (US$320,194).

During the year the Company received all consideration receivable under the sale Agreement, with the sale being completed on 10th January 2025.

	Consolidated 30 June 2025 $
Non-current assets classified as held for sale movement	
Opening balance	-
Asset held for sale	472,611
Foreign exchange movements	32,649
Proceeds from sale of project offset against carrying value of assets	(505,260)
	-

	Consolidated 2025 $	2024 $
10. Trade and other payables		
Trade creditors	358,430	91,676
Accrued expenses	39,000	49,188
Other payables	419,622	275,865
	817,052	416,729

	Consolidated 2025 $	Consolidated 2024 $
11. Deferred tax liability		
Opening balance	-	2,445,868
Charged to profit or loss Note 5	-	(2,445,868)
Closing balance	-	-

	Consolidated 2025 $	Consolidated 2024 $
12. Provisions		
a) Current		
Ecuador provision[1]	251,639	248,827
Other provisions	36,243	5,435
	287,882	254,262

[1]A claim for tax liabilities associated with a portion of the Rio Zarza licence that was sold by Condor Gold pre acquisition. The amount recognised as a provision is the best estimate of the expenditure required to settle the present obligation at the end of the reporting period.

	Consolidated 2025 $	Consolidated 2024 $
b) Non-current		
Rehabilitation – Blackdome		
Opening balance	4,833,260	5,249,213
Unwinding of discount	21,046	-
Reassessment of rehabilitation estimate[1]	(201,166)	(249,416)
Foreign exchange movements	79,628	(166,537)
	4,732,768	4,833,260

[1]A provision has been made for the present value of anticipated costs for future rehabilitation of land explored or mined. The Group's mining and exploration activities are subject to various laws and regulations governing the protection of the environment.

The Group recognises management's best estimate for assets retirement obligations and site rehabilitations in the reporting period in which they are incurred. Actual costs incurred in the future periods could differ materially from the estimates. Additionally, future changes to environmental laws and regulations, life of mine estimates and discount rates could affect the carrying amount of this provision.

	Consolidated 2025 $	Consolidated 2024 $
13. Other financial liabilities		
Derivative liability	40,206	-
Host debt	59,794	-
	100,000	-

On 9 May 2025, the Company entered into a bridging loan agreement amounting to $100,000. The loan facility matures 3 months from the drawdown date and subject to the borrower obtaining shareholder approval at a General Meeting and is convertible into Shares at a conversion price equal to a 15% discount to the 15-day volume weighted average price of the Borrower's Shares immediately prior to the date of the election.

On initial drawdown date, it was assessed the convertible feature attached to the bridging loan facility represents a derivative liability. On initial drawdown date this was calculated to have a fair value of $40,206 and was separated from the host debt, which was recognised at $59,794.

	Consolidated 2025 $	2024 $
14. Issued capital		
Ordinary shares – fully paid	34,361,954	30,682,241

a) Ordinary shares

Details	No. of shares	Issue price $	$
2025			
Opening balance: 1 July 2024	1,030,998,748		30,682,241
– 29 November 2024 - Share consolidation[a]	(824,798,625)	-	-
– 12 December 2024 – Conversion of convertible notes[b]	49,674,988	0.012	468,855
– 12 December 2024 – Acquisition success fee[c]	3,004,144	0.025	75,104
– 12 December 2024 – Xwisten anniversary payment[d]	2,000,000	0.020	40,000
– 15 January 2025 – Conversion of convertible notes[b]	1,013,164	0.006	6,537
– 29 April 2025 – Placement	65,219,814	0.009	586,979
– 2 May 2025 – Consideration Shares to acquire Sentinel Resources Pty Ltd[e]	90,000,000	0.012	1,035,000
– 2 May 2025 – Shares issued in lieu of rent	1,371,429	0.014	19,200
– 2 May 2025 – Consideration shares to Broker[f]	4,250,000	0.015	63,750
– 18 June 2025 – Placement	199,780,186	0.009	1,798,022
– 18 June 2025 – Consideration shares to Broker[g]	15,900,000	0.009	143,100
– Capital raising costs	-	-	(556,834)
Closing balance: 30 June 2025	638,314,848		34,361,954

a) Completed a Share consolidation on the basis of every 5 fully paid shares to be consolidated to 1 fully paid ordinary share in the Company.

b) On 17 September 2024 the Company entered into a convertible loan note deed with RM Corporate Finance Pty Ltd to raise capital to the value of up to $1,000,000 with a fixed interest rate of 8%. As a result, convertible notes with a face value of $600,000 were issued during the period. Each convertible note is convertible into one fully paid share together with 1 free attaching option for every 2 convertible shares issued.

c) On initial drawdown date, it was assessed the convertible feature attached to the convertible notes represents a derivative liability. On initial drawdown date this was calculated to have a fair value of $257,859 and was separated from the host debt, which was recognised at $342,141. At conversion date the convertible feature was revalued, resulting in a fair value gain recognised through the statement of profit and loss amounting to $130,705. The amount transferred from liabilities to share capital at the date of conversion was $475,392.

d) Consideration to RM Corporate Finance Pty Ltd as a success fee for their services performed in assisting with the acquisition of Somerset (Canada) Pty Ltd which was capitalised to exploration and evaluation expenditure.

e) Fourth anniversary payment pursuant to the Exploration Agreement with Bridge River Indian Band represented by the Chief and Council of Xwisten.

f) Issued 90,000,000 fully paid ordinary shares as part of the upfront consideration payable for the acquisition of Sentinel Resources Pty Ltd, refer to Note 9.

g) Consideration paid to RM Corporate Finance Pty Ltd acting as lead manager and sole bookrunner to the Company's convertible note deed to raise up to $1,000,000, comprising of a cash fee of $13,750 and a placement fee of 6% under the convertible note deed elected to be settled in full paid shares.

h) Consideration paid to RM Corporate Finance Pty Ltd acting as lead manager to the Company's placement to raise comprising of a capital raising fee of 6% of gross proceeds under the placement.

Details	No. of shares	Issue price	
2024		**$**	**$**
Opening balance: 1 July 2023	311,838,242		27,281,731
– 9 October 2023 - Placement	31,084,560	0.023	714,945
– 8 December 2023 – Shares issued under exploration agreement[a]	2,222,222	0.018	40,000
– 9 January 2024 – Entitlement Offer[b]	54,831,872	0.005	274,159
– 17 January 2024 – Entitlement Offer[b]	290,313,152	0.005	1,451,566
– 1 February 2024 – Entitlement Offer [c]	40,708,700	0.005	203,544
– 13 June 2024 – Consideration Shares to acquire Somerset (Canada) Pty Ltd[d]	300,000,000	0.004	1,200,000
– Capital raising costs	-		(483,704)
Closing balance: 30 June 2024	1,030,998,748		30,682,241

a) Issued 2,222,222 fully paid ordinary shares at a deemed issue price of $0.018 on 8 December 2023 in relation to the third anniversary payment pursuant to the Exploration Agreement with Bridge River Indian Band represented by the Chief and Council of Xwisten;

b) Completed an underwritten non-renounceable entitlement offer of 1 fully paid ordinary share in the capital of the Company for every 1 share held by eligible shareholders at an issue price of $0.005 per share to raise $1,725,725 (before costs). On 9 January 2024, 54,831,872 fully paid ordinary shares were issued to eligible shareholders at an issue price of $0.005 per share and on 17 January 2024, 290,313,152 fully paid ordinary shares were issued to ineligible shareholders at an issue price of $0.005 per share

c) Issued 40,708,700 fully paid ordinary shares at $0.005 per share on 1 February 2024 to RM Capital Pty Ltd for the services provided as underwriter and lead manager for the entitlement offer; and

d) Issued 300,000,000 fully paid ordinary shares at $0.004 per share on 13 June 2024 to the vendors of Somerset (Canada) Pty Ltd as part of the upfront consideration payable for the acquisition of the Prescott project, refer to Note 9.

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Group in proportion to the number of and amounts paid on the shares held.

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 one vote.

b) Capital management

The objectives of management when managing capital is to safeguard the Group's ability to continue as a going concern, so that the Group may continue to provide returns for shareholders and benefits for other stakeholders.

Due to the nature of the Group's activities, being mineral exploration, the Group does not have ready access to credit facilities, with the primary source of funding being equity raisings. Therefore, the focus of the Group's capital risk management is the current working capital position against the requirements of the Group to meet exploration programmes and corporate overheads. The Group's strategy is to ensure appropriate liquidity is maintained to meet anticipated operating requirements, with a view to initiating appropriate capital raisings as required. The working capital position of the Group at 30 June 2025 is as follows:

	Consolidated	
	2025	**2024**
	$	**$**
Cash and cash equivalents	1,843,502	1,435,783
Trade and other receivables	77,236	135,387
Other current assets	466,809	-
Current liabilities	(1,214,934)	(670,991)
Working capital position	1,172,613	900,179

	Consolidated	
	2025	**2024**
	$	**$**
15. Reserves		
Share based payments reserve	1,700,768	1,780,564
Foreign currency reserve	608,263	579,913
	2,309,031	2,360,477

a) Foreign currency reserve

The reserve is used to recognise exchange differences arising from the translation of the financial statements of foreign operations to Australian dollars.

b) Share based payments reserve

The share-based payments reserve records items recognised as expenses on valuation of equity instruments granted in lieu of goods or services received.

Reconciliation of share based payments reserve

	Consolidated 2025 $	2024 $
Opening balance	1,780,564	2,396,498
– Options – recognised in equity (share issue costs) (a), (c), (d), (f)	367,343	191,745
– Performance Rights – recognised as an expense	353,681	27,471
– Options - recognised as a borrowing cost (b)	91,690	-
– Options – recognised as an expense (e)	-	12,000
– Transfer to accumulated losses upon expiry of options	(892,510)	(847,150)
Closing balance	1,700,768	1,780,564

16. Share-based payments

Options

Below are details of share-based payments made during the years ended 30 June 2025 and 30 June 2024.

The volatilities utilised in calculating the fair value of share-based payments was determined by calculating the historical volatility of the Company for recent comparative historical periods.

During the year ended 30 June 2025, the following transactions occurred:

a) Options issued as share issue costs

On 15 April 2025, the Company entered into a mandate for services with a broker. Under the terms of the mandate, the broker as lead manager to a share placement received a capital raising fee of 6% (plus GST) on gross proceeds raised.

In addition to the above capital raising fee, the broker received 58,000,000 options exercisable at $0.010 with an expiry date of 30 November 2027 for services provided. The options vest immediately and were expensed in full during the year. The value of the options was capitalised to share issue costs. The fair value of the services could not be reliably measured and therefore, a Black-Scholes Option Pricing model was used to determine the value of the options.

The inputs have been detailed below:

Input	Broker Options
Number of options	58,000,000
Grant date	15 April 2025
Expiry date (years)	4.46
Underlying share price	$0.0090
Exercise price	$0.0240
Volatility	121%
Risk free rate	3.29%
Dividend yield	-
Value per option	$0.0063
Total fair value of options	$367,343

b) *Options issued as borrowing costs*

On 17 September 2024 the Company entered into a convertible loan note deed with RM Corporate Finance Pty Ltd (RM Corporate) to raise capital to the value of up to $1,000,000 with a fixed interest rate of 8%. Under the terms of the convertible loan note deed, the Company issued 10,000,000 broker options with an exercise price of $0.050 and an expiry of 3 years following shareholder approval being obtained at the 2024 Annual General Meeting held on the 26 November 2024.

The fair value of the services could not be reliably measured and therefore, a Black-Scholes Option Pricing model for was used determine the value of the options issued. The value of these options were expensed in full on grant date as there were no vesting conditions attached.

The options were issued to RM Corporate in conjunction with a capital raise and have been recognised as a borrowing cost and expensed through the consolidated statement of profit or loss and other comprehensive income as a finance cost over the term of the arrangement.

Inputs have been detailed below:

Input	Broker Options
Number of options	10,000,000
Grant date	26 November 2024
Expiry date (years)	3.0
Underlying share price	$0.015
Exercise price	$0.050
Volatility	136%
Risk free rate	4.07%
Dividend yield	-
Value per option	$0.009
Total fair value of options	$91,690

During the year ended 30 June 2024, the following transactions occurred:

c) Options issued as share issue costs

On 17 January 2024, 50,000,000 (10,000,001 post-share consolidation) options exercisable at $0.010 ($0.05 post share consolidation) with an expiry date of 30 November 2027 were issued to the underwriter for services provided. The options vest immediately and were expensed in full during the year. The value of the options was capitalised to share issue costs. The fair value of the services could not be reliably measured and therefore, a Black-Scholes Option Pricing model was used to determine the value of the options.

The inputs have been detailed below:

Input	**Broker Options**
Number of options	50,000,000 (pre-share consolidation)
Grant date	17 January 2024
Expiry date (years)	3.90
Underlying share price	$0.006
Exercise price	$0.010
Volatility	85%
Risk free rate	3.78%
Dividend yield	-
Value per option	$0.0031 (pre-share consolidation)
Total fair value of options	$155,000

d) Options issued as share issue costs

On 17 January 2024, 10,000,000 (2,000,000 post-share consolidation) options exercisable at $0.010 ($0.05 post share consolidation) with an expiry date of 30 November 2027 were issued to brokers for services provided. The options vest immediately and were expensed in full during the year. The value of the options was capitalised to share issue costs. The fair value of the services could not be reliably measured and therefore, a Black-Scholes Option Pricing model was used to determine the value of the options.

The inputs have been detailed below:

Input	**Broker Options**
Number of options	10,000,000 (pre-share consolidation)
Grant date	17 January 2024
Expiry date (years)	3.9
Underlying share price	$0.006
Exercise price	$0.010
Volatility	85%
Risk free rate	3.78%
Dividend yield	-
Value per option	$0.0031 (pre-share consolidation)
Total fair value of options	$31,000

e) Options issued as remuneration

On 13 June 2024, 6,000,000 (1,200,000 post share consolidation) options exercisable at $0.010 ($0.05 post share consolidation) with an expiry date of 30 November 2027 were issued to Directors as part of their remuneration. The options vest immediately and were expensed in full during the year. The fair value of the services could not be reliably measured and therefore, a Black-Scholes Option Pricing model was used to determine the value of the options.

The inputs have been detailed below:

Input	**Director Options**
Number of options	6,000,000 (pre-share consolidation)
Grant date	13 June 2024
Expiry date (years)	3.5
Underlying share price	$0.004
Exercise price	$0.010
Volatility	97.37%
Risk free rate	3.88%
Dividend yield	-
Value per option	$0.002 (pre-share consolidation)
Total fair value of options	$12,000

f) Options issued as share issue costs

On 19 May 2023, 15,000,000 (3,000,000 post-share consolidation) options exercisable at $0.075 (0.375 post share consolidation) with an expiry date of 5 September 2025 were issued to brokers for services provided. The options vest immediately and were expensed in full in the prior year. The value of the options was capitalised to share issue costs. The fair value of the services could not be reliably measured and therefore, a Black-Scholes Option Pricing model was used to determine the value of the options.

The inputs have been detailed below:

Input	**Broker Options**
Number of options	15,000,000 (pre-share consolidation)
Grant date	19 May 2023
Expiry date (years)	2.4
Underlying share price	$0.005
Exercise price	$0.075
Volatility	100.00%
Risk free rate	3.47%
Dividend yield	-
Value per option	$0.0004 (pre-share consolidation)
Total fair value of options	$5,745

Set out below is a summary of the movements in valued options on issue during the year ended 30 June 2025:

Grant date	**Expiry date**	**Exercise price[1] $**	**Balance at the start of the year[1]**	**Granted**	**Exercised**	**Expired/ forfeited**	**Balance at the end of the year**
20/04/2021	12/11/2024	1.000	300,000	-	-	(300,000)	-
14/05/2021	12/11/2024	1.000	300,000	-	-	(300,000)	-
16/08/2021	3/12/2024	1.575	300,000	-	-	(300,000)	-
1/09/2021	3/12/2024	1.550	216,000	-	-	(216,000)	-
10/11/2021	12/11/2024	1.250	200,000	-	-	(200,000)	-
12/11/2021	3/12/2024	0.872	200,000	-	-	(200,000)	-
18/11/2021	3/12/2024	1.550	272,000	-	-	(272,000)	-
17/06/2022	29/06/2025	0.600	540,000	-	-	(540,000)	-
23/08/2022	12/09/2025	0.600	320,000	-	-	-	320,000
06/09/2022	05/09/2025	0.375	3,200,000	-	-	-	3,200,000
23/12/2022	23/12/2024	0.490	123,690	-	-	(123,690)	-
19/05/2023	05/09/2025	0.375	3,000,000	-	-	-	3,000,000
19/05/2023	5/09/2025	0.010	10,000,001	-	-	-	10,000,001
17/01/2024	30/11/2027	0.010	2,000,000	-	-	-	2,000,000
13/06/2024	30/11/2027	0.010	1,200,000	-	-	-	1,200,000
12/12/2024	30/11/2027	0.050	-	10,000,000	-	-	10,000,000
18/06/2025	30/09/2029	0.024	-	58,000,000	-	-	58,000,000
			22,171,691	68,000,000	-	(2,451,690)	87,720,001
Weighted average exercise price			0.10	0.03	-	1.08	0.05

[1] Includes adjustment to reflect a share consolidation of 5 options consolidated to 1 option which occurred on 29 November 2024.

The weighted average remaining contractual life of options at 30 June 2025 was 3.21 years (2024: 0.63 years).

Set out below is a summary of the movements in valued options on issue during the year ended 30 June 2024:

Grant date	Expiry date	Exercise price $	Balance at the start of the year[1]	Granted	Exercised	Expired/ forfeited	Balance at the end of the year
7/07/2020	10/09/2023	1.850	20,000	-	-	(20,000)	-
30/11/2020	14/12/2023	1.450	300,000	-	-	(300,000)	-
30/11/2020	14/12/2023	1.850	300,000	-	-	(300,000)	-
20/04/2021	12/11/2024	1.000	300,000	-	-	-	300,000
14/05/2021	12/11/2024	1.000	300,000	-	-	-	300,000
16/08/2021	3/12/2024	1.575	300,000	-	-	-	300,000
1/09/2021	3/12/2024	1.550	216,000	-	-	-	216,000
10/11/2021	12/11/2024	1.250	200,000	-	-	-	200,000
12/11/2021	3/12/2024	0.872	200,000	-	-	-	200,000
18/11/2021	3/12/2024	1.550	272,000	-	-	-	272,000
06/04/2022	06/04/2024	0.600	84,941	-	-	(84,941)	-
17/06/2022	29/06/2025	0.600	540,000	-	-	-	540,000
23/08/2022	12/09/2025	0.600	320,000	-	-	-	320,000
06/09/2022	05/09/2025	0.375	3,200,000	-	-	-	3,200,000
23/12/2022	23/12/2024	0.490	123,690	-	-	-	123,690
19/05/2023	05/09/2025	0.375	-	3,000,000	-	-	3,000,000
19/05/2023	5/09/2025	0.010	-	10,000,001	-	-	10,000,001
17/01/2024	30/11/2027	0.010	-	2,000,000	-	-	2,000,000
13/06/2024	30/11/2027	0.010	-	1,200,000	-	-	1,200,000
			6,676,631	16,200,001	-	(704,941)	22,171,691
Weighted average exercise price			0.75	0.10	-	6.55	0.10

[1] Includes adjustment to reflect a share consolidation of 5 options consolidated to 1 option which occurred on 29 November 2024.

Set out below are the valued options exercisable at the end of the financial year:

Grant date	Expiry date	Exercise price[1] $	2025[1] #	2024[1] #
20 April 2021	12 November 2024	1.000	-	300,000
14 May 2021	12 November 2024	1.000	-	300,000
16 August 2021	3 December 2024	1.575	-	300,000
1 September 2021	3 December 2024	1.550	-	216,000
10 November 2021	12 November 2024	1.250	-	200,000
12 November 2021	3 December 2024	0.872	-	200,000
18 November 2021	3 December 2024	1.550	-	272,000
17 June 2022	29 June 2025	0.600	-	540,000
6 September 2022	5 September 2025	0.600	320,000	320,000
23 August 2022	12 September 2025	0.375	3,200,000	3,200,000
23 December 2022	23 December 2024	0.490	-	123,690
19 May 2023	5 September 2025	0.375	3,000,000	3,000,000
17 January 2024	30 November 2027	0.010	10,000,001	10,000,001
17 January 2024	30 November 2027	0.010	2,000,000	2,000,000
13 June 2024	30 November 2027	0.010	1,200,000	1,200,000
12 December 2024	30 November 2027	0.050	10,000,000	-
18 June 2025	30 September 2029	0.024	58,000,000	-
			87,720,001	22,171,691

[1] Opening balance includes an adjustment to reflect a share consolidation of 5 options consolidated to 1 option which occurred on 29 November 2024.

Performance Rights

Below are details of share-based payments made during the years ended 30 June 2025.

a) *Performance rights issued to Directors as an incentive*

On 12 December 2024, the Company issued 1,500,000 performance rights under 3 tranches to the Non-Executive Chairman, Mr Edwards, expiring 5 years from the date of appointment following shareholder approval being obtained at the 2024 Annual General Meeting held on the 26 November 2024.

The fair value of the services could not be reliably measured and therefore, a Barrier up-and-in trinomial pricing model with a Parisian barrier adjustment was used for Tranche 1 and a Black-Scholes Option Pricing model for Tranches 2 and 3 to determine the value of the performance rights issued. The value of these performance rights are expensed within the Consolidated Statement of Profit or Loss and Other Comprehensive Income over the relevant vesting period.

Inputs have been detailed below:

Input	Tranche 1	Tranche 2	Tranche 3
Number of rights	1,000,000	250,000	250,000
Grant date	26 November 2024	26 November 2024	26 November 2024
Expiry date (years)	4.64	4.64	4.64
Underlying share price	$0.015	$0.015	$0.015
Implied 15-day VWAP barrier	$0.060	N/A	N/A
Exercise price	-	-	-
Volatility	122.80%	122.80%	122.80%
Risk free rate	4.07%	4.07%	4.07%
Dividend yield	-	-	-
Value per right	$0.013	$0.015	$0.015
Total fair value of rights	$13,393	$3,750	$3,750
Expense recognised for 30 June 2025	$13,393	$479	$479
Expense recognised for 30 June 2024	$nil	$nil	$nil

The conditions subject to the above performance rights vesting are as follows:

- Tranche 1: Convert on the VWAP remaining above $0.060 for not less than 15 trading days;
- Tranche 2: Convert on the delineation of a JORC compliant Mineral Resource of >20Mt with a grade of at least 1.00% copper equivalent at the Prescott Project within 5 years of appointment; and
- Tranche 3: Convert on the delineation of a JORC compliant Mineral Resource of >50Mt with a grade of at least 1.00% copper equivalent at the Prescott Project within 5 years of appointment.

The Tranche 1 performance rights are expensed immediately, with Tranche 2 & 3 expensed over the vesting period based on the best estimate to achieve the relevant vesting conditions for each Tranche.

b) *Performance rights issued to Directors and employees as an incentive*

On 12 June 2025, the granted 23,000,000 performance rights under 2 tranches to Directors and employees of the Company, following shareholder approval being obtained at a General Meeting held on the 12 June 2025. Subsequent to year end, 15,000,000 performance rights were issued on 11 July 2025 and 8,000,000 performance rights were issued on 17 July 2025.

The fair value of the services could not be reliably measured and therefore, a Barrier up-and-in trinomial pricing model with a Parisian barrier adjustment was used to determine the value of the performance rights issued. The value of these performance rights are expensed within the Consolidated Statement of Profit or Loss and Other Comprehensive Income over the relevant vesting period.

Inputs have been detailed below:

Input	Tranche 1	Tranche 2
Number of rights	11,500,000	11,500,000
Grant date	12 June 2025	12 June 2025
Expiry date (years)	5.00	5.0
Underlying share price	$0.023	$0.023
Implied 20-day VWAP barrier	$0.036	$0.068
Exercise price	$nil	$nil
Volatility	122.80%	122.80%
Risk free rate	4.07%	4.07%
Dividend yield	-	-
Value per right	$0.022	$0.0214
Total fair value of rights	$254,603	$246,036
Expense recognised for 30 June 2025	$166,903	$161,286
Expense recognised for 30 June 2024	$nil	$nil

The conditions subject to the above performance rights vesting are as follows:

- Tranche 1: Convert on VWAP of the Company's Shares trading on ASX over 20 consecutive trading days being at least $0.024; and
- Tranche 2: Convert on VWAP of the Company's Shares trading on ASX over 20 consecutive trading days being at least $0.045.

The performance rights issued to directors were expensed immediately, and the performance rights issued to an employee under the ESIP are expensed over vesting period.

Below are details of share-based payments made during the years ended 30 June 2024.

a) *Performance rights issued to Directors as an incentive*

On 13 June 2024, 3,429,228 (1,371,691 post-share consolidation) performance rights were granted to Directors as an incentive for services provided and will be expensed in the Consolidated Statement of Profit or Loss and Other Comprehensive Income over the vesting period. The fair value of the services could not be reliably measured and therefore, a Hoadleys Parisian Barrier model was used to determine the value of the performance rights ('PRs').

The inputs have been detailed below:

Input	Director PRs
Number of rights	3,429,228 (pre-share consolidation)
Grant date	13 June 2024
Expiry date (years)	3.5
Underlying share price	$0.004
Exercise price	$nil
Volatility	97.37%
Risk free rate	3.88%
Dividend yield	-
Value per right	$0.0032 (pre-share consolidation)
Total fair value of rights	$11,179
Expense recognised for 30 June 2025	$11,141
Expense recognised for 30 June 2024	$38

The performance rights will vest on achieving a market capitalisation above $10 million for a minimum of 15 days.

b) *Performance rights issued to Directors as an incentive*

On 13 June 2024, 6,858,456 (1,371,691 post-share consolidation) performance rights were granted to Directors as an incentive for services provided and will be expensed in the Consolidated Statement of Profit or Loss and Other Comprehensive Income over the vesting period. The fair value of the services could not be reliably measured and therefore, a Black-Scholes Pricing model was used to determine the value of the performance rights ('PRs').

The inputs have been detailed below:

Input	**Director PRs**
Number of rights	6,858,456 (pre-share consolidation)
Grant date	13 June 2024
Expiry date (years)	3.5
Underlying share price	$0.004
Exercise price	$nil
Performance vesting share price	$0.004
Volatility	97.37%
Risk free rate	3.88%
Dividend yield	-
Value per right	$0.004 (pre-share consolidation)
Total fair value of rights	$27,433
Expense recognised for 30 June 2025	$nil
Expense recognised for 30 June 2024	$27,433

The performance rights will vest on the completion of the acquisition of a new mineral asset. On 13 June 2024, the performance rights vested upon completion of the acquisition of Somerset (Canada) Pty Ltd (Note 9). As a result, the performance rights were expensed in full in the Consolidated Statement of Profit or Loss and Other Comprehensive Income for the year ended 30 June 2024.

c) *Performance rights issued to vendors of Somerset (Canada) Pty Ltd for the asset acquisition of the Prescott Project*

On 13 June 2024, 100,000,000 (20,000,014 post-share consolidation) performance rights were granted to the vendors of Somerset (Canada) Pty Ltd as part of the deferred consideration payable (Note 9) and will be expensed in the Consolidated Statement of Profit or Loss and Other Comprehensive Income over the vesting period. The fair value of the services could not be reliably measured and therefore, a Black-Scholes Pricing model was used to determine the value of the performance rights ('PRs').

The inputs have been detailed below:

Input	**Deferred Consideration PRs**
Number of rights	100,000,000 (pre-share consolidation)
Grant date	13 June 2024
Expiry date (years)	5.00
Underlying share price	$0.004
Exercise price	$nil
Volatility	114.33%
Risk free rate	3.92%
Dividend yield	-
Value per right	$0.004 (pre-share consolidation)
Total fair value of rights	$399,992
Expense recognised for 30 June 2025	$nil
Expense recognised for 30 June 2024	$nil

The performance rights will vest on achieving the milestones below:

(i) 50,000,000 Performance Rights (Class A Performance Rights) that convert into Shares where SMM delineates a JORC compliant unconstrained Mineral Resource (measured, indicated and inferred) of greater than 20Mt with grade of at least 1% copper equivalent at the Prescott Copper Project, as verified by an independent competent person under the JORC Code 2012 (or any subsequent edition of the JORC Code), within 5 years of completion (Milestone 1); and

(ii) 50,000,000 (Class B Performance Rights) that convert into Shares where SMM delineates a JORC compliant unconstrained Mineral Resource (measured, indicated and inferred) or greater than 50Mt with grade of at least 1% copper equivalent at the Prescott Project, as verified by an independent competent person under the JORC Code 2012 (or any subsequent edition of JORC Code), within 5 years of completion (Milestone 2).

Management assessed the likelihood of achieving the non-market based milestones as at the date of acquisition as unlikely due to early stage nature of exploration of the Prescott Project, and as such the fair value of the deferred consideration, being 100,000,000 performance rights was determined to be $Nil.

Performance Rights

Performance rights outstanding at 30 June 2025:

Grant date	Expiry date	Exercise price $	Balance at the start of the year[1]	Granted	Exercised	Expired/ forfeited	Balance at the end of the year
13/06/2024	30/11/2027	-	2,057,537	-	-	-	2,057,537
13/06/2024	13/06/2029	-	20,000,014	-	-	-	20,000,014
26/11/2024	15/07/2029	-	-	1,500,000	,	,	1,500,000
12/06/2025	11/07/2030	-	-	15,000,000	-	-	15,000,000
12/06/2025	17/07/2030	-	-	8,000,000	-	-	8,000,000
			22,057,551	24,500,000	-		46,557,551

[1] Opening balance includes an adjustment to reflect a share consolidation of 5 performance rights consolidated to 1 performance right which occurred on 29 November 2024.

The weighted average remaining contractual life of performance rights at the end of the financial year was 4.43 years (2024: 6.55 years).

Set out below are the performance rights which have vested and are exercisable at the end of the financial year:

Grant date	Expiry date	2025 #	2024 #
13 June 2024	30 November 2027	1,371,691[1]	1,371,691[1]
		1,371,691	1,371,691

[1] 6,858,456 performance rights vested on 13 June 2024 upon the completion of the acquisition of a new mineral asset, Prescott Project, refer to Note 9.

Performance rights outstanding at 30 June 2024:

Grant date	Expiry date	Exercise price $	Balance at the start of the year[1]	Granted	Exercised	Expired/ forfeited	Balance at the end of the year
16/08/2021	19/08/2023	-	400,000	-	-	(400,000)	-
16/08/2021	19/08/2023	-	400,000	-	-	(400,000)	-
13/06/2024	30/11/2027	-	-	2,057,537	-	-	2,057,537
13/06/2024	13/06/2029	-	-	20,000,014	-	-	20.000,014
			800,000	22,057,551	-	(800,000)	22,057,551

[1] Opening balance includes an adjustment to reflect a share consolidation of 5 performance rights consolidated to 1 performance right which occurred on 29 November 2024.

17. Interests of Key Management Personnel ('KMP')

Refer to the remuneration report contained in the Directors' report for details of the remuneration paid or payable to each member of the Group's Key Management Personnel for the year ended 30 June 2025.

The total remuneration paid and payable to KMP of the Group during the year are as follows:

	Consolidated	
	2025	2024
	$	$
Short-term employee benefits	312,653	299,763
Post-employment benefits	31,649	3,816
Share based payments	353,085	39,471
	697,387	343,050

18. Related parties

a) Key Management Personnel

Disclosures relating to Key Management Personnel are set out in the Remuneration Report in the Directors' Report. Shares were issued to some Key Management Personnel during the year as part of the normal shareholder transactions on the same terms and conditions to other shareholders.

b) Other transactions and balances with related parties

i. Transactions occurring with related parties

Consilium Corporate Pty Ltd, a Company with which Ms Ross and Ms Betti are shareholders and Directors, are also engaged to perform Company Secretarial and Accounting duties. Per the terms of the agreement, either party may terminate by giving three (3) months written notice to the other. All transactions were made on normal commercial terms and conditions and at market rates. During the year, $170,100 (2024: $165,812) was paid or payable under this agreement.

During the year ended 30 June 2025, there were payments made to Consilium Corporate Pty Ltd. for Ms Ross and Ms Betti's Non-Executive Director fees of the Company. The payments were for the provision of director fees and amounts paid or payable were $36,000 (2024: $36,000) for Ms Ross and $1,452 (2024: $21,200) for Ms Betti. As at 30 June 2025, $883 remained payable (2024: nil).

During the year ended 30 June 2025, Mr Hansen subscribed for convertible notes in the Company with a face value of $50,000 which accrued interest at 8%. Each convertible note was convertible into one fully paid share together with 1 free attaching option for every 2 convertible shares issued. As a result of conversion, Mr Hansen was issued 4,182,110 fully paid ordinary shares and 2,091,055 free attaching options on 12 December 2024.

On 23 April 2025, the Company acquired 100% of the shares in Sentinel Resources Pty Ltd, through its subsidiary, which holds a 100% interest in the Coppermine Project. Mr Hansen held an interest of 13.2% of the issued capital in Sentinel Resources Pty Ltd which entitled Mr Hansen to 11,836,515 out of the 90,000,000 fully paid ordinary shares issued as part of the acquisition, equating to $136,120 out of the $1,035,000 paid by the Company to the venders as consideration.

In the prior year on 13 June 2024, the Company acquired 100% of the shares in Somerset (Canada) Pty Ltd, through its subsidiary, which holds a 100% interest in the Prescott Project. Mr Hansen held an interest of 16.55% of the issued capital in Somerset (Canada) Pty Ltd which entitled Mr Hansen to the following consideration as part of the acquisition.

(a) 49,654,487 out of the 300,000,000 fully paid ordinary shares equating to $198,618 out of the $1,200,000, which formed part of the upfront consideration; and
(b) 16,551,494 out of the 100,000,000 performance rights which formed part of the deferred consideration.

There are no other transactions with related parties during the year ended 30 June 2025.

19. Remuneration of auditors

	2025	2024
	$	$
Pitcher Partners BA&A Pty Ltd		
Audit and review of financial reports	62,379	79,297
Other – taxation services	10,200	10,807
	72,579	90,104

20. Commitments for expenditure

Capital commitments

There are no capital commitments contracted for at balance date.

Exploration and Evaluation

The Group is required to maintain current rights of tenure to tenements, which require outlays of expenditure in future financial periods. Under certain circumstances these commitments are subject to the possibility of adjustment to the amount and/or timing of such obligations, however they are expected to be fulfilled in the normal course of operations.

	Consolidated 2025 $	Consolidated 2024 $
The Group has tenement rental and expenditure commitments payable of:		
- Not later than 12 months	547,819	372,572
- Between 12 months and 5 years	4,378,210	2,565,979
- More than 5 years	700,891	937,437
	5,626,920	3,875,988

21. Dividends

There were no dividends paid, recommended or declared during the year.

22. Loss per share

	Consolidated 2025 $	Consolidated 2024 $
a) Reconciliation of earnings to profit or loss:		
Loss after income tax	(1,928,164)	(19,992,743)
Non-controlling interest	-	2
Loss after income tax attributable to the owners of Somerset Minerals Limited used in calculating basic and diluted loss per share	(1,928,164)	(19,992,741)
	#	#
b) Weighted average number of ordinary shares used in the calculation of basic and diluted loss per share	271,432,124	104,993,885
	Cents	Cents
c) Basic and diluted loss per share	(0.71)	(3.81)

	Consolidated 2025 #	Consolidated 2024 #
d) The following potential ordinary shares are anti-dilutive and are therefore excluded from the weighted average number of ordinary shares for the purposes of diluted earnings per share		
Options	271,475,070	50,449,613
Performance rights	46,557,551	22,057,551
	318,032,621	72,507,164

The workings for loss per share have been restated to reflect a 5:1 share consolidation which occurred on 29 November 2024.

23. Cash flow information

	Consolidated 2025 $	Consolidated 2024 $
a) Reconciliation of loss after income tax to net cash outflow from operating activities		
Loss for the year	(1,928,164)	(19,992,743)
Share based payments	372,881	39,471
Foreign exchange	-	290
Impairment	255,201	20,558,814
Depreciation	715	9,619
Fair value gain on financial instruments	(130,705)	-
Revaluation of rehabilitation provision	176,488	-
Interest	6,098	-
Change in operating assets and liabilities:		
Trade and other receivables	(345)	9,577
Other assets	(251)	274,494
Trade and other payables	98,965	(70,933)
Provisions	30,746	-
Deferred tax liability	-	(2,445,868)
Net cash outflow from operating activities	(1,118,371)	(1,617,279)

b) Non cash investing and financing activities

On 17 September 2024, the Company granted 10,000,000 options with a value of $91,691. This has been recognised as a finance cost.

12 December 2024, the Company issued 49,674,988 fully paid ordinary shares upon conversion of a convertible notes with a value of $468,855.

On 12 December 2024, the Company issued 2,000,000 fully paid ordinary shares as part of an Exploration Agreement with Xwisten to the value of $40,000.

On 12 December 2024, the Company issued 3,004,144 fully paid ordinary shares to RM Corporate Finance Pty Ltd as a success fee for services performed in assisting with an acquisition which was capitalised against E&E to the value of $75,104.

15 January 2025, the Company issued 1,013,164 fully paid ordinary shares upon conversion of a convertible notes with a value of $11,145.

On 15 April 2025, the Company granted 58,000,000 options with a value of $367,341. This has been recognised as a share issue cost as disclosed in Note 15.

On 2 May 2025, the Company issued 4,250,000 fully paid ordinary shares with a value of $63,750. This has been recognised as a finance cost.

On 2 May 2025, the Company issued 90,000,000 fully paid ordinary shares, with a value of $1,035,000 as part of the upfront consideration to acquire 100% of the issued capital of Sentinel Resources Pty Ltd which owns through its wholly owned subsidiary, the Coppermine Project, refer to Note 9.

On 18 June 2025, the Company issued 15,900,000 fully paid ordinary shares to RM Corporate Finance Pty Ltd as a capital raising fee for services performed under a placement to the value of $143,100. This has been recognised as a share issue cost.

24. Financial risk management

The Group's principal financial instruments comprise cash and short-term deposits. The Group has various other financial assets and liabilities such as other receivables and payables, which arise directly from its operations. The principal financial instruments are measured at amortised cost.

The Group's activities expose it to a variety of financial risks, including, credit risk, liquidity risk, foreign exchange rate risk and cash flow interest rate risk. The Group is not exposed to price risk.

Risk management is carried out by Management, who evaluates and agrees upon risk management and objectives.

a) Interest rate risk

The Group is not materially exposed to interest rate risk.

b) Credit risk

The Group does not have any significant concentrations of credit risk. Credit risk is managed by Management and arises from cash and cash equivalents as well as credit exposure including outstanding receivables.

All cash balances held in Australia, Canada and Ecuador are held at internationally recognised institutions.

The maximum exposure to credit risk at reporting date is the carrying amount of the financial assets disclosed within the financial report.

The credit quality of financial assets that are neither past due nor impaired can be assessed by reference to external credit ratings (if available) or to historical information about default rates.

c) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash balances and access to equity funding.

The Group's exposure to the risk of changes in market interest rates relate primarily to cash assets.

Management monitors the cash-burn rate of the Group on an on-going basis against budget and the maturity profiles of financial assets and liabilities to manage its liquidity risk.

The financial liabilities the Group had at reporting date were other payables incurred in the normal course of the business. These were non-interest bearing and were due within the normal 30-60 days terms of creditor payments.

Maturity analysis for financial liabilities

Financial liabilities of the Group comprise of trade and other payables and other financial liabilities. As at 30 June 2025, all financial liabilities are contractually maturing within 60 days (2024: 60 days), except for the bridging loan agreement amounting to $100,000 which is subject to shareholder approval at a future General Meeting of the Company.

d) Foreign currency risk

Foreign exchange risks arise when future commercial transactions and recognised financial assets and financial liabilities are denominated in a currency that is not the entity's functional currency.

The Group is primarily exposed to the fluctuations in the Canadian and US dollar, as the Group holds cash in Canadian and US dollars and much of the Group's exploration costs and contracts are denominated in Canadian and US dollars.

The Group aims to reduce and manage its foreign exchange risk by holding the majority of its funds in its Canadian and US dollar accounts so that the exchange rate is crystallised early and future fluctuations in rates for settlement of Canadian and US dollar denominated payables are avoided. As the Group's operations develop and expand, the Group will develop and implement a more sophisticated foreign exchange risk strategy, which may include the use of Forward Exchange Contracts and sophisticated treasury products.

The carrying amount of the Group's foreign currency denominated financial assets and financial liabilities at the reporting date were as follows:

	Consolidated Financial Assets		Consolidated Financial Liabilities	
	2025 $	2024 $	2025 $	2024 $
US dollars	8,437	47,211	425,772	314,199
Canadian dollars	69,189	481,682	68,959	7,890
	77,626	528,893	494,731	322,089

The Group had net financial liabilities in foreign currencies of $417,105 as at 30 June 2025 (2024: net financial assets of $206,804). Based on this exposure, the Group's foreign currency risk is immaterial.

e) Fair value estimation

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

Assets and liabilities measured at fair value are classified into three levels, using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. Classifications are reviewed at each reporting date and transfers between levels are determined based on a reassessment of the lowest level of input that is significant to the fair value measurement.

The following tables detail the consolidated entity's assets and liabilities, measured or disclosed at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly
- Level 3: Unobservable inputs for the asset or liability

Assets or liabilities that were measured at fair value as at 30 June 2025 are set out in the below table:

	Level 1	Level 2	Level 3	Total
	$	$	$	$
Liabilities				
Derivative liability Note 13	-	40,206	-	40,206
Total liabilities	-	40,206	-	40,206

There were no assets or liabilities that were measured at fair value as at 30 June 2025.

25. Parent entity information

The accounting policies of the parent entity, which have been applied in determining the financial information shown below, are the same as those applied in the consolidated financial statements except as set out below. Refer to Note 1 for a summary of the significant accounting policies of the Group.

Financial position

	Parent	
	2025	2024
	$	$
Assets		
Current assets	2,122,102	1,086,595
Non-current assets	4,535	-
Total assets	2,126,637	1,086,595
Liabilities		
Current liabilities	422,989	76,225
Total liabilities	422,989	76,225
Equity		
Issued capital	29,993,262	26,313,549
Share based payment reserve	1,551,252	1,631,048
Accumulated losses	(29,840,866)	(26,934,227)
Total equity	1,703,648	1,010,370

Financial performance

Loss for the year	(2,906,639)	(19,405,548)
Other comprehensive income	-	-
Total comprehensive loss	(2,906,639)	(19,405,548)

Contingent assets

The parent entity had no contingent assets as at 30 June 2025 and 30 June 2024.

Contingent liabilities

The parent entity had no contingent liabilities as at 30 June 2025 and 30 June 2024.

Capital commitments

The parent entity had no capital commitments for property, plant and equipment as at 30 June 2025 and 30 June 2024.

Material accounting policies

The accounting policies of the parent entity are consistent with those of the Group, as disclosed in Note 1, except for the following, investments in subsidiaries are accounted for at cost, less any impairment, in the parent entity.

Interest in subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries.

			Percentage Owned (%)	
Name of entity	**Country of Incorporation**	**Class of Shares**	**2025**	**2024**
Montejinni Resources Pty Ltd[1]	Australia	Ordinary	90%	90%
Condor Gold S.A.	Ecuador	Ordinary	100%	100%
Miningsources S.A.	Ecuador	Ordinary	100%	100%
Tempus Resources (Canada) Ltd	Canada	Ordinary	100%	100%
No. 75 Corporate Ventures Ltd	Canada	Ordinary	100%	100%
Somerset (Canada) Pty Ltd	Australia	Ordinary	100%	100%
Flexure Minerals Ltd	Canada	Ordinary	100%	100%
Sentinel Resources Pty Ltd[2]	Australia	Ordinary	100%	-
1501253 B.C. LTD. [2]	Canada	Ordinary	100%	-

[1] Somerset Minerals Limited holds 90% interest in Montejinni Resources Pty Ltd. The non-controlling interest holds 10% (2024: 10%) of the voting rights of Montejinni Resources Pty Ltd.
[2] During the financial year, Somerset Minerals Limited acquired 100% of the shares in Sentinel Resources Pty Ltd, which holds 100% interest in 1501253 B.C. LTD.

26. Contingent assets and liabilities

Contingent assets

The Group had no contingent assets as at 30 June 2025 and 30 June 2024.

Contingent liabilities

The Group's subsidiary, Condor Gold S.A., recognised a claim for tax liabilities in regards to a portion of the Rio Zarza licence that was sold by Condor Gold pre-acquisition. There is significant uncertainty as to what future liabilities will arise in relation to this claim as the matter is still preliminary and is contingent on the outcome determined by the courts, affecting the amount required to settle the claim which cannot be measured with sufficient reliability at this time.

All known costs that currently can be reliably measured have been recognised as a liability, as disclosed in Note 12(a). As more information is obtained regarding the claim from the courts, judgements and estimates may increase or decrease the possible impact on the Group's financial statements.

The Group notes that Royalties exist over certain tenements held by the Group and become payable upon the receipt of revenue from mining activities.

The Group had no other contingent liabilities as at 30 June 2025 and 30 June 2024.

27. Events subsequent to year end

On 11 July 2025, the Company issued the following securities to the Directors as part of their participation in a Placement:

- 5,555,556 fully paid ordinary shares with 2,777,778 free-attaching options with an exercise price of $0.024, expiring 30 September 2029 to Mr Chris Hansen raising $50,000; and
- 1,111,111 fully paid ordinary shares with 555,556 free-attaching options with an exercise price of $0.024, expiring 30 September 2029 to Mr Mike Edwards raising $10,000.

On 11 July 2025, the Company issued 15,000,000 performance rights, expiring 11 July 2030 to the following Directors:

- 10,000,000 to Mr Chris Hansen;
- 3,000,000 to Mr Mike Edwards; and
- 2,000,000 to Ms Melanie Ross.

On 17 July 2025, the Company issued 8,000,000 performance rights, expiring 17 July 2030 to an employee of the Company.

On 5 September 2025, 32,111,016 listed options with an exercise price of $0.375 expired.

On 15 August 2025, the Company announced a placement on the ASX to raise $4,000,000 (before costs) through the issue of 307,692,308 fully paid shares at an issue price of $0.013 per share which was completed in two tranches:

- Tranche 1: 161,270,128 fully paid ordinary shares issued on 22 August 2025; and
- Tranche 2: 146,422,180 fully paid ordinary shares which are yet to be issued as at the date of this report.

On 12 September 2025, 320,000 unlisted options with an exercise price of $0.60 expired.

Apart from the above, no other matter or circumstance has arisen since 30 June 2025 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 financial years.

SOMERSET MINERALS LIMITED
CONSOLIDATED ENTITY DISCLOSURE STATEMENT
AS AT 30 JUNE 2025

Somerset Minerals Limited is required by Australian Accounting Standards to prepare consolidated financial statements in relation to the Company and its controlled entities (the Group).

Entity Name	Entity Type	Place formed/ Country of Incorporation	Ownership interest	Australian tax resident or foreign tax resident	Foreign tax jurisdiction
Somerset Minerals Limited (the Company)	Body Corporate	Australia	N/A	Australia	N/A
Montejinni Resources Pty Ltd	Body Corporate	Australia	90%	Australia	N/A
Condor Gold S.A.	Body Corporate	Ecuador	100%	Foreign	Ecuador
Miningsources S.A.	Body Corporate	Ecuador	100%	Foreign	Ecuador
Tempus Resources (Canada) Ltd	Body Corporate	Canada	100%	Foreign	Canada
No. 75 Corporate Ventures Ltd	Body Corporate	Canada	100%	Foreign	Canada
Somerset (Canada) Pty Ltd	Body Corporate	Australia	100%	Australia	N/A
Flexure Minerals Ltd	Body Corporate	Canada	100%	Foreign	Canada
Sentinel Resources Pty Ltd	Body Corporate	Australia	100%	Australia	N/A
1501253 B.C. LTD.	Body Corporate	Canada	100%	Foreign	Canada

Basis of preparation

The consolidated entity disclosure statement (CEDS) has been prepared in accordance with subsection Section 295 (3A) of the *Corporations Act 2001*. The entities listed in the statement are Somerset Minerals Limited and all the entities it controls in accordance with AASB 10 Consolidated Financial Statements.

Key assumptions and judgements

Determination of tax residency

Section 295 (3A) *Corporations Act 2001* requires that the tax residency of each entity which is included in the Consolidated Entity Disclosure Statement (CEDS) be disclosed. In the context of an entity which was an Australian resident, "Australian resident" has the meaning provided in the *Income Tax Assessment Act 1997 (Cth)*. The determination of tax residency involves judgment as the determination of tax residency is highly fact dependent and there are currently several different interpretations that could be adopted, and which could give rise to a different conclusion on residency.

In determining tax residency, the Group has applied the following interpretations:

Australian tax residency

The Group has applied current legislation and judicial precedent, including having regard to the Commissioner of Taxation's public guidance in Tax Ruling TR 2018/5.

Foreign tax residency

The Group has applied current legislation and where available judicial precedent in the determination of foreign tax residency. Where necessary, the Group has used independent tax advisers in foreign jurisdictions to assist in its determination of tax residency to ensure applicable foreign tax legislation has been complied with.

SOMERSET MINERALS LIMITED
DIRECTORS' DECLARATION
30 JUNE 2025

In the Directors' opinion:

- the attached financial statements and notes comply with the *Corporations Act 2001*, the Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- the attached financial statements and notes comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as stated in Note 1 to the financial statements;
- the attached financial statements and notes give a true and fair view of the Group's financial position as at 30 June 2025 and of its performance for the year then ended;
- there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable; and
- the information disclosed in the attached consolidated entity disclosure statement is true and correct.

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

Signed in accordance with a resolution of Directors made pursuant to section 295(5)(a) of the *Corporations Act 2001*.

On behalf of the Directors

Chris Hansen
Managing Director

Date: 30 September 2025
Perth

PITCHER PARTNERS

AUDITOR'S INDEPENDENCE DECLARATION

TO THE DIRECTORS OF SOMERSET MINERALS LIMITED AND ITS CONTROLLED ENTITIES

In accordance with section 307C of the *Corporations Act 2001*, I declare to the best of my knowledge and belief in relation to the audit of the financial report of Somerset Minerals Limited for the year ended 30 June 2025, there have been:

- no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- no contraventions of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* in relation to the audit.

This declaration is in respect of Somerset Minerals Limited and the entities it controlled during the year.

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PITCHER PARTNERS BA&A PTY LTD

PAUL MULLIGAN
Executive Director
Perth, 30 September 2025

PITCHER PARTNERS

SOMERSET MINERALS LIMITED
ABN 70 625 645 338

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SOMERSET MINERALS LIMITED

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Somerset Minerals Limited ("the Company") and its controlled entities ("the Group"), which comprises the consolidated statement of financial position as at 30 June 2025, the consolidated statement of profit or loss and comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the financial statements including material accounting policy information, the consolidated entity disclosure statements 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 2025 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 Consolidated Entity 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 our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

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.

Pitcher Partners BA&A Pty Ltd
An independent Western Australian Company ABN 76 601 361 095.
Level 11, 12-14 The Esplanade, Perth WA 6000
Registered Audit Company Number 467435.
Liability limited by a scheme under Professional Standards Legislation.

Pitcher Partners is an association of independent firms.
Pitcher Partners is a member of the global network of Baker Tilly International Limited, the members of which are separate and independent legal entities.
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PITCHER PARTNERS

SOMERSET MINERALS LIMITED
ABN 70 625 645 338

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SOMERSET MINERALS LIMITED

Key Audit Matter	How our audit addressed the key audit matter
Carrying value of exploration and evaluation assets *Refer to Note 1(e), 2, 9*	
As at 30 June 2025, the carrying value of the exploration and evaluation assets was $4,056,445. At 30 June 2025, the Group is required to assess whether: • there is any indication that an impairment loss recognised in period periods may no longer exist or may have decreased; and • there is any indication that the exploration and evaluation assets may be further impaired. If any such indicators exist, then the Group is required to estimate the recoverable amount of its exploration and evaluation assets. The determination as to whether there are any indicators to require an exploration and evaluation asset to be assessed for impairment, involves a number of management judgments including but not limited to: • Whether the Group has tenure of the tenements; • Whether the Group has sufficient funds to meet the tenement minimum expenditure requirements; and • Whether there is sufficient information for a decision to be made that the area of interest is not commercially viable. During the period, the Group determined that there were indicators of impairment, as disclosed in Note 9 to the financial statements. An impairment expense of $255,201 was recognised in the consolidated statement of profit or loss and other comprehensive income as a result Given the size of the balance and the judgemental nature of the impairment indicator assessments, we consider this is a key audit matter.	Our procedures included, amongst others: Obtaining an understanding of and evaluating the design and implementation of the processes and controls associated with the capitalisation of exploration and evaluation expenditure, and those associated with the assessment of impairment indicators. Examining the Group's right to explore in the relevant area of interest, which included obtaining and assessing supporting documentation. We also considered the status of the exploration licences as it related to tenure. Considering the Group's intention to carry out significant exploration and evaluation activity in the relevant area of interest, including an assessment of the Group's cash-flow forecast models, assessing the sufficiency of funding and discussions with senior management and Directors as to the intentions and strategy of the Group's. Testing the operating effectiveness of relevant controls to the capitalisation of exploration and evaluation expenditure. Testing a sample of transactions by sighting evidence of signed contracts, related invoices and comparing the amount recognised as deferred exploration and evaluation assets is in accordance with AASB 6 *Exploration for and Evaluation of Mineral Resources.* Reviewing management's evaluation and judgement as to whether the exploration activities within each relevant area of interest have reached a stage where the commercial viability of extracting the resource could be determined. Assessing the adequacy of the disclosures included within the financial report.

PITCHER PARTNERS

SOMERSET MINERALS LIMITED
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INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SOMERSET MINERALS LIMITED

Key Audit Matter	How our audit addressed the key audit matter
Share based payments *Refer to Note 1(k), 2 & 15*	
Share based payments represent $445,371 of the Group's expenditure. Share based payments must be recorded at fair value of the service provided, or in the absence of such, at the fair value of the underlying equity instrument granted. Under Australian Accounting Standards, equity settled awards are measured at fair value on the measurement date taking into consideration the probability of the vesting conditions (if any) attached. This amount is recognised as an expense either immediately if there are no vesting conditions, or over the vesting period if there are vesting conditions. In calculating the fair value there are a number of judgements management must make, including but not limited to: • Estimating the likelihood that the equity instruments will vest; • Estimating the likelihood that the equity instruments will vest; • Expected dividend yield; and • Risk-free rate of interest. Due to the significance to the Group's financial report and the level of judgment involved in determining the valuation of the share based payments, we consider the Group's calculation of the share based payment expense to be a key audit matter.	Our procedures included, amongst others: Obtaining an understanding of the relevant controls and evaluating the design and implementation of the relevant controls associated with the preparation of the valuation model used to assess the fair value of share based payments, including those relating to volatility of the underlying security and the appropriateness of the model used for valuation. Critically evaluating and challenging the methodology and assumptions of management in their preparation of valuation model, including management's assessment of likelihood of vesting, agreeing inputs to internal and external sources of information including but not limited to: • Estimating the likelihood that the equity instruments will vest; • Estimating expected future share price volatility; • Expected dividend yield; and • Risk-free rate of interest Assessing the Group's accounting policy as set out within Note 1(k) for compliance with the requirements of AASB 2 *Share-based Payment.* Assessing the adequacy of the disclosures included in the financial report.

PITCHER PARTNERS

SOMERSET MINERALS LIMITED
ABN 70 625 645 338

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SOMERSET MINERALS LIMITED

Key Audit Matter	How our audit addressed the key audit matter
Acquisition of assets (Coppermine Project) *Refer to Note 9*	
On 9 December 2024, the Company entered into a Binding Share Sale Deed to acquire 100% of the issued capital of Sentinel Resources Pty Ltd, which through its local subsidiary, 1501253 B.C. LTD. (an entity incorporated in British Columbia, Canada) holds the Coppermine Project in Nunavut Canada. The above transactions is referred to as the "Acquisition". As the consideration transferred for the Acquisition was settled via issuance of shares, the Group was required to apply AASB 2 Share-based Payments for recognition of the equity-settled share-based payments. Accounting for the Acquisition under AASB 3 Business Combinations ("AASB 3") as a business combination or under alternative Australian Accounting Standards as an asset acquisition requires significant judgment in determining key assumptions and estimates. These include, but are not limited to: • Whether or not the acquisition met the definition of a business under AASB 3; • Determining the fair value of the consideration transferred; and • Determining the fair value of assets acquired and any liabilities assumed as part of the Acquisition. Management has determined that the Acquisition does not meet the definition of a business under AASB 3, and has therefore treated the Acquisition as an acquisition of assets. Due to the significance to the Group's financial report and the level of judgment involved in the accounting for the acquisition, we consider this to be a key audit matter.	Our procedures included, amongst others: Obtaining an understanding of the design and implementation of the relevant controls associated with the accounting for the acquisition. Understanding and evaluating the key terms and conditions associated within Share Sale Deed for the Acquisition. Critically evaluating and challenging the accounting treatment and the key judgements made by the management in the Group's calculation for the consideration transferred via the issue of shares and options to ensure it is consistent with the requirements of AASB 2 *Share-Based Payments.* Reviewing if the acquisition date and fair value purchase consideration has been determined correctly. Critically evaluating the Group's determination of the fair value of the assets and liabilities acquired in the Acquisition. Checking the mathematical accuracy of the calculations performed for the Acquisition accounting. Assessing the Group's disclosures within Note 9 of the annual report and the appropriateness within, including consistency with the assumptions and judgements made by management.

PITCHER PARTNERS

SOMERSET MINERALS LIMITED
ABN 70 625 645 338

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SOMERSET MINERALS LIMITED

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 2025 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:

(i) 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
(ii) the consolidated entity disclosure statement that is true and correct and is free of 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 the 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.

PITCHER PARTNERS

SOMERSET MINERALS LIMITED
ABN 70 625 645 338

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SOMERSET MINERALS LIMITED

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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.

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 in pages 22 to 28 of the directors' report for the year ended 30 June 2025. In our opinion, the Remuneration Report of Somerset Minerals Limited for the year ended 30 June 2025, complies with section 300A of the *Corporations Act 2001*.

SOMERSET MINERALS LIMITED
ABN 70 625 645 338

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SOMERSET MINERALS LIMITED

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.

Pitcher Partners BA&A PTY LTD

PITCHER PARTNERS BA&A PTY LTD

Paul Mulligan
Executive Director
Perth, 30 September 2025

ASX ADDITIONAL INFORMATION

Additional information required by Australian Securities Exchange Ltd and not shown elsewhere in this report is as follows. The information is current as at 26 September 2025.

(a) Ordinary shareholders

There are 806,350,643 fully paid ordinary shares on issue, held by 2,786 shareholders.

(b) Twenty largest shareholders

The names of the twenty largest holders of quoted ordinary shares are:

Rank	Name	Units	% of Units
1	CHRISTOPHER HANSEN	21,767,413	2.70
2	HAWKSBURN CAPITAL PTE LTD <METHUSELAH STRATEGIC FND A/C>	16,507,048	2.05
3	NETWEALTH INVESTMENTS LIMITED <WRAP SERVICES A/C>	16,010,100	1.99
4	SPINITE PTY LTD	12,495,661	1.55
5	SABRE POWER SYSTEMS PTY LTD	12,250,000	1.52
6	MR CAMERON JOHN LEVETT & MRS SUSANNE LEVETT	12,069,921	1.50
7	ALEXANDRE JONES VILELA DA SILVA	11,836,515	1.47
8	MR IAN DAVIES	11,497,194	1.43
9	BNP PARIBAS NOMS PTY LTD	10,488,136	1.30
10	KEVREX PTY LTD <KEVREX INVESTMENT A/C>	9,996,529	1.24
11	MR GLENN JOHN POOLE	9,930,898	1.23
12	CLUNE PTY LTD <COMPANY A/C>	9,483,809	1.18
13	TADEA PTY LTD	9,250,000	1.15
14	MR ALEXANDRE JONES VILELA DA SILVA	8,456,374	1.05
15	TAURUS CAPITAL GROUP PTY LTD	8,293,371	1.03
16	GLENN POOLE	8,097,188	1.00
17	BG DEVELOPMENT FUND PTY LTD <BG INVESTMENT A/C>	8,000,000	0.99
18	MAJI INVESTMENTS PTY LTD	7,951,717	0.99
19	BNP PARIBAS NOMINEES PTY LTD <IB AU NOMS RETAILCLIENT>	7,691,237	0.95
20	PHEAKES PTY LTD<SENATE A/C>	7,468,716	0.93
Total		**219,541,827**	**27.23**
Total Issued Capital		**806,350,643**	**100.00**

(c) Voting rights

All ordinary shares (whether fully paid or not) carry one vote per share without restriction.

(d) Unmarketable parcels

Minimum $500.00 parcel at $0.013 per unit is 1,851 holders with 11,424,742 shares.

(e) Distribution of shareholders

Analysis of numbers of shareholders by size of holding:

Range	Total Holders	Units	% of Issued Capital
1 – 1,000	502	288,661	0.04
1,001 – 5,000	751	1,908,248	0.24
5,001 – 10,000	253	1,874,828	0.23
10,001 – 100,000	624	25,148,101	3.12
100,001 and above	656	777,130,805	96.38
Total	**2,786**	**806,350,643**	**100.00**

(f) Substantial shareholders

There are no substantial shareholders of the Group.

(g) Share buy backs

There is no current on-market buy-back scheme.

(h) Unlisted Options

The Company has a total of 242,377,388 unlisted options on issue.
Unlisted options do not carry any voting rights.

ASX ADDITIONAL INFORMATION

(i) Performance Rights

The Company has a total of 46,557,551 performance rights on issue.

Performance rights do not carry any voting rights.

(j) Distribution of option holders

Unlisted options exercisable at $0.05, expiring 30 November 2027

Analysis of numbers of option holders by size of holding:

Range	Total Holders	Units	% of Issued Capital
1 – 1,000		-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 and above	36	48,544,077	100
Total	**36**	**48,544,077**	**100**

There were no holders of these unlisted options which held greater than 20% or more.

Unlisted options exercisable at $0.024, expiring 30 September 2029

Analysis of numbers of option holders by size of holding:

Range	Total Holders	Units	% of Issued Capital
1 – 1,000		-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	3	107,509	0.06
100,001 and above	123	193,725,802	99.94
Total	**126**	**193,833,311**	**100**

There were no holders of these unlisted options which held greater than 20% or more.

(k) Distribution of performance rights holders

Analysis of numbers of performance rights holders by size of holding:

Range	Total Holders	Units	% of Issued Capital
1 – 1,000		-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 and above	20	46,557,551	100
Total	**20**	**46,557,551**	**100**

Holders of greater than 20% or more of these performance rights are as follows:

CHRISTOPHER HANSEN	13,310,300	28.59
MR ALEXANDRE JONES VILELA DA SILVA	11,310,300	24.29

(l) Annual corporate governance statement

The Company's Corporate Governance Statement can be found on the Company's website at the following URL: https://somersetminerals.com.au/corporate-governance/

ASX ADDITIONAL INFORMATION

(m) Schedule of tenements

Tenement Reference	Tenement/Project	Grant Type	Location	Percentage Ownership	Status	Registered Holder
209456	Blackdome - Elizabeth	Lease	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
209457	Blackdome - Elizabeth	Lease	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509143	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509145	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509426	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509427	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509428	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509429	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509527	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509530	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509535	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509537	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509554	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509555	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509560	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509562	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509564	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509610	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509612	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509618	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509621	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
511687	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
535738	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
535742	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
535925	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
535993	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
539006	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
539008	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
539009	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
541801	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1029609	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044652	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044658	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044659	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044660	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044715	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044716	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044737	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044780	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044790	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044791	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044793	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044795	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044797	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044798	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044799	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.

ASX ADDITIONAL INFORMATION

Tenement Reference	Tenement/Project	Grant Type	Location	Percentage Ownership	Status	Registered Holder
1044800	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044801	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044813	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044814	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044854	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044856	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1045917	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1045918	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1045919	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1046950	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509417	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
511626	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509354	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509356	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509357	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509358	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509359	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509360	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509405	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509409	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509412	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509415	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
666083	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
666044	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
666063	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044665	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044666	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1044667	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1073322	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1073324	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1084605	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
1084606	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
509411	Blackdome - Elizabeth	Claim	Canada	100%	Granted	No 75 Corporate Ventures Ltd.
4504/716	Blackdome - Elizabeth	Crown Grant	Canada	100%	Granted	Tempus Resources (Canada) Ltd
4501/716	Blackdome - Elizabeth	Crown Grant	Canada	100%	Granted	Tempus Resources (Canada) Ltd
4502/716	Blackdome - Elizabeth	Crown Grant	Canada	100%	Granted	Tempus Resources (Canada) Ltd
4503/716	Blackdome - Elizabeth	Crown Grant	Canada	100%	Granted	Tempus Resources (Canada) Ltd
6260/933	Blackdome - Elizabeth	Crown Grant	Canada	100%	Granted	Tempus Resources (Canada) Ltd
9257/933	Blackdome - Elizabeth	Crown Grant	Canada	100%	Granted	Tempus Resources (Canada) Ltd
6262/933	Blackdome - Elizabeth	Crown Grant	Canada	100%	Granted	Tempus Resources (Canada) Ltd
6261/933	Blackdome - Elizabeth	Crown Grant	Canada	100%	Granted	Tempus Resources (Canada) Ltd
6258/933	Blackdome - Elizabeth	Crown Grant	Canada	100%	Granted	Tempus Resources (Canada) Ltd
6255/933	Blackdome - Elizabeth	Crown Grant	Canada	100%	Granted	Tempus Resources (Canada) Ltd
6256/933	Blackdome - Elizabeth	Crown Grant	Canada	100%	Granted	Tempus Resources (Canada) Ltd
6263/933	Blackdome - Elizabeth	Crown Grant	Canada	100%	Granted	Tempus Resources (Canada) Ltd
6264/933	Blackdome - Elizabeth	Crown Grant	Canada	100%	Granted	Tempus Resources (Canada) Ltd
6259/933	Blackdome - Elizabeth	Crown Grant	Canada	100%	Granted	Tempus Resources (Canada) Ltd

ASX ADDITIONAL INFORMATION

Tenement Reference	Tenement/Project	Grant Type	Location	Percentage Ownership	Status	Registered Holder
500055.1	Rio Zarza	Mining Title	Ecuador	100%	Granted	Condor Gold S.A
500228.1	Valle Del Inca I	Mining Title	Ecuador	100%	Granted	Condor Gold S.A
104428	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104430	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104431	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104816	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104814	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104815	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104444	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104446	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104447	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104448	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104463	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104432	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104433	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104434	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104435	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104436	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104437	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104438	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104539	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104464	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104462	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104489	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104490	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104487	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104488	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104491	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104492	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104493	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104494	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104495	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104496	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104441	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104442	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104450	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104429	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104439	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104452	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104453	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104454	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104455	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104459	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104460	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104440	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104443	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104445	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd

ASX ADDITIONAL INFORMATION

Tenement Reference	Tenement/Project	Grant Type	Location	Percentage Ownership	Status	Registered Holder
104449	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104427	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104451	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104456	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104457	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104458	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104461	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104861	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104862	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104863	Prescott Project	Claim	Canada	100%	Granted	Flexure Minerals Ltd
104743	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104724	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104726	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104727	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104729	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104731	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104732	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104736	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104739	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104740	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104741	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104743	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104744	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104746	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104747	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104748	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104749	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104750	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104751	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104752	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104754	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104755	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104756	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104758	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104759	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104760	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104761	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104762	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104763	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104764	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104766	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104767	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104768	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104770	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104771	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104773	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104774	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.

ASX ADDITIONAL INFORMATION

Tenement Reference	Tenement/Project	Grant Type	Location	Percentage Ownership	Status	Registered Holder
104775	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104776	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104777	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104778	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104779	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104780	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104781	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104782	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104783	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104784	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104785	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104786	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104787	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104788	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104789	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104790	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104791	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104792	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104793	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104794	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104795	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104796	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104797	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104939	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104940	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
104941	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105028	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105029	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105030	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105031	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105032	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105033	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105034	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105035	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105036	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105037	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105119	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105120	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105121	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105122	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105123	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105124	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105125	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105126	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105127	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105128	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105129	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.

ASX ADDITIONAL INFORMATION

Tenement Reference	Tenement/Project	Grant Type	Location	Percentage Ownership	Status	Registered Holder
105130	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105131	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105132	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105133	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105134	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105135	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105136	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105137	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105138	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105139	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105140	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105141	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105142	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105143	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105144	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105145	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105146	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105147	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
105148	Coppermine Project	Claim	Canada	100%	Granted	1501253 B.C. Ltd.
CO-54 & CO-58	Coppermine Project	Exclusive Exploration Rights	Canada	100%	Granted	1501253 B.C. Ltd.

ASX ADDITIONAL INFORMATION

(n) Mineral resources and ore reserves statement

During the prior reporting period an assessment of the MRE was conducted and released on the ASX on 2 November 2023.

The MRE was completed by SRK Consulting (Canada) Inc. considering a total of 237 diamond drill holes (41,006m), 7,904 drill core assays, 345 underground rock samples, 240 bulk density measurements and preliminary metallurgical test work.

The Mineral Resource was classified as either Indicated or Inferred based on the drill hole spacing, geological interpretation, and variogram performance. Indicated Mineral Resources were classified within the veins using at least three holes within a spacing of 30 m or less. Inferred Mineral Resources were classified for vein blocks using at least two drill holes at drilling densities between 30 m and 100 m. The Elizabeth Project mineralisation is considered to be potentially amenable to underground mining methods, and the Mineral Resource Estimate reported herein is based on a gold cut-off of 1.5 g/t. The reader is cautioned that Mineral Resources that are not Mineral Reserves do not have demonstrated economic viability.

Mineral Resource Current Estimate

Classification	***Vein***	***Tonnes***	***Gold (g/t)***	***Gold Ounces (Oz)***	***% of Total Oz***
Indicated	*No 9 Vein*	*6,800*	*5.81*	*1,300*	*1.4%*
	Blue Vein	*39,500*	*3.55*	*4,500*	*4..7%*
	SW Vein	*253,100*	*6.63*	*54,000*	*56.1%*
	West Vein	*15,700*	*2.14*	*1,000*	*1.0%*
	Main Vein	*2,100*	*1.88*	*100*	*0.1%*
	Subtotal	***317,200***	***5.97***	***60,900***	***63.4%***
Inferred	*No 9 Vein*	*84,300*	*2.51*	*6,800*	*7.1%*
	Blue Vein	*50,700*	*2.81*	*4,500*	*4.7%*
	SW Vein	*172,100*	*4.21*	*23,300*	*24.2%*
	West Vein	*5,300*	*2.20*	*400*	*0.4%*
	Main Vein	*2,600*	*2.05*	*200*	*0.2%*
	Subtotal	***315,000***	***3.48***	***35,200***	***36.6%***
TOTAL		***632,200***	***4.73***	***96,100***	***100%***

** Notes to accompany the Mineral Resource statement*

1.Mineral resources are not mineral reserves as they do not have demonstrated economic viability

2.As defined by NI 43-101, the Independent and Qualified Person is Ms. S. Ulansky, PGeo of SRK Consulting (Canada) who has reviewed and validated the Mineral Resource Estimate

3.The effective date of the Mineral Resource Estimate is October 18, 2023

4.The number of metric tonnes and ounces were rounded to the nearest hundred. Any discrepancy in the totals are due to rounding

5.Reported underground resources are reported in-situ and undiluted at a cut-off grade of 1.5 g/t Au contained within a constrained shape

6.The cut-off grade is based on a gold price of US$1,800 per ounces of gold

7.Estimates are metric units (meters, tonnes and g/t). Metals are reported in troy ounces (metric tonne x grade / 31.10348)

8.CIM definitions were followed for the classification of mineral resources

9.The model has been depleted for blocks above surface topography and within old underground workings

10.The barren felsic dyke material is set to a default of 0.08 g/t Au

11.Neither the company nor SRK is aware of any known environmental, permitting, legal, title-related, taxation, socio-political, marketing or other relevant issue that could materially affect this mineral resource estimate

ASX ADDITIONAL INFORMATION

Drilling, assaying and exploration work on the Elizabeth deposit demonstrate spatial continuity of the mineralisation within potentially mineable shapes, and are sufficient to indicate a reasonable potential for economic extraction, thus qualifying it as a Mineral Resource in accordance with the Canadian Securities Administrators' National Instrument 43-101. The Mineral Resource was estimated in conformity with the Canadian Institute of Mining, Metallurgy and Petroleum ("CIM") "Estimation of Mineral Resource and Mineral Reserves Best Practice Guidelines" (November 2019) and the definitions set out in the 2014 CIM Definition Standards.

A Technical Report to support the initial Mineral Resource Estimate for the Elizabeth Gold Project, was prepared in accordance with National Instrument 43-101.

Competent Persons Statement

The Mineral Resource Estimate for the Elizabeth Gold Project was prepared by Sheila Ulansky MSc, PGeo, of SRK Consultants (Canada) Inc., an Independent Qualified Persons as defined by National Instrument 43-101 - Standards of Disclosure for Mineral Projects. Ms Ulansky has reviewed and approved the technical contents.

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