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**Arika Resources Limited
(formerly known as Metalicity Limited)
ABN: 92 086 839 992**

Annual Report

For the year ended 30 June 2025

Corporate Directory

Directors

Justin Barton – Managing Director
Roger Steinepreis – Non-Executive Chairman
Steven Wood – Independent Non-Executive Director
Steve Vallance – Technical Director

Company Secretary

Kate Breadmore – Joint Company Secretary
Aaron Gates – Joint Company Secretary

Auditors

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Solicitors

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Securities Exchange Listing

Securities of Arika Resources Limited are listed on the Australian Securities Exchange (ASX).
ASX Listed Shares Code: ARI

Web Site: www.arika.com.au

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Directors' Report

The Directors of Arika Resources Limited (formerly known as Metalicity Limited) (the "Company" or "Arika") submit herewith the annual financial report of the Company and its subsidiaries (the "Group") for the financial year ended 30 June 2025.

Directors

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

Name	Particulars
Justin Barton	Managing Director (transferred from Managing Director and Acting Chairman on 25 October 2024)
Roger Steinepreis	Non - Executive Chairman (transferred from Non-Executive Director On 25 October 2024)
Steven Wood	Independent Non-Executive Director
Steve Vallance	Technical Director (appointed 31 July 2025)

The above-named Directors held office during and since the financial year, except as otherwise indicated.

Principal Activities

The Group's principal activity as at the date of this report is mineral exploration and development of the Kookynie and Yundamindra Gold Projects, that the Company has an 80% joint venture interest in with Nex Metals Exploration Ltd ("Nex").

Review of Operations

The Group's core focus is the exploration and development of its Kookynie and Yundamindra Gold Projects, strategically located in the highly endowed Leonora-Laverton gold district of Western Australia. The Company holds an 80% joint venture interest in these projects with Nex Metals Exploration Ltd ("Nex") holding the remaining 20% interest.

During the year, the Company advanced exploration activities and continued to progress development across both the Kookynie and Yundamindra Gold Projects.



Directors' Report

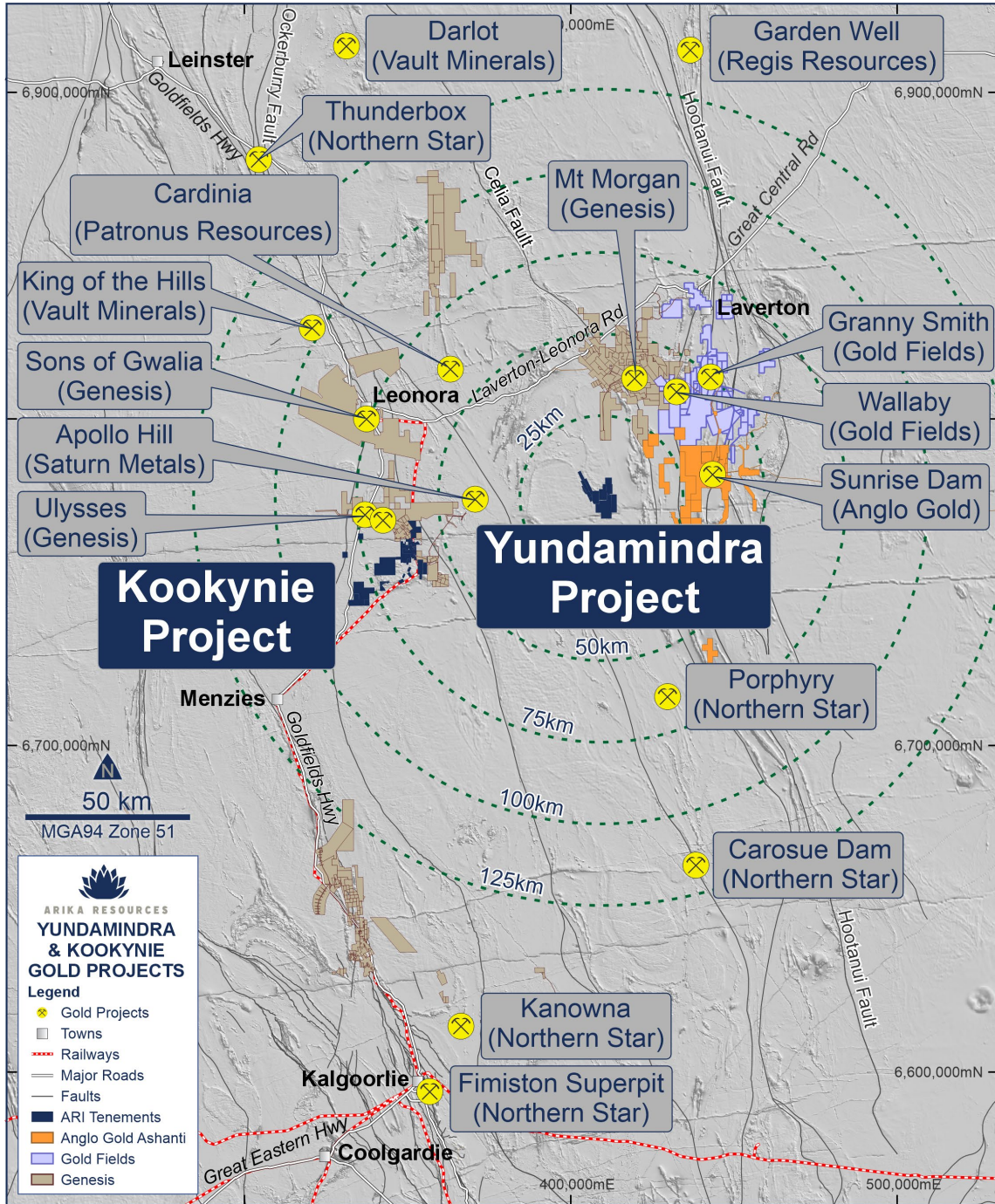


Figure 1: Yundamindra and Kookynie Gold Project Locations.

Yundamindra Gold Project

The Yundamindra Gold Project is located 65km south-east of Leonora, 70km south-west of Laverton and 65km east of Arika's Kookynie Gold Project, in a district surrounded by several world-class, multi-million-ounce gold operations including Sons Of Gwalia (owned by Genesis), Sunrise Dam (owned by Anglo Gold), Wallaby and Granny Smith (both owned by Gold Fields) (Figure 1).

The Yundamindra Project hosts numerous historical gold prospects (Figure 2), which together recorded high-grade historical production prior to 1970 of 74kt @ 19.3g/t Au for 45,000 ounces.

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Despite this strong mining history, drilling at Yundamindra has historically been very shallow, with ~97% of historical holes drilled to less than 50 metres and exploration largely restricted to outcropping mineralisation. Importantly, Yundamindra has seen virtually no drilling for the past 20 years and virtually no modern exploration, presenting Arika with a unique opportunity to unlock the significant potential of the area for a new generation of discoveries and rapid resource growth and development.

Over the past year, Arika has invested a large amount of work into compiling and validating the extensive historical database associated with the project area. In collaboration with industry leading geoscientific consultants (Core Geophysics; Sugden Geoscience, Newexco Geology and Geophysics) the Company's technical team launched an ongoing targeting process which underpinned the completion of three significant, highly successful drill programs at Yundamindra:

- **Maiden drill program (May 2024):** The first drilling undertaken at the Project in more than 20 years, largely confirmatory drilling of key historical drillholes targeting the highly prospective Landed at Last Prospect located towards the northern end of the Western Corridor.
- **Follow-up drill program (August 2024):** Designed largely as confirmatory drilling of key historical drillholes targeting the highly prospective Pennyweight Point Prospect along the Eastern Corridor, and build on the early results and test additional priority targets at Landed at Last.
- **Phase 2 drilling program (December 2024):** Focused on expansional drilling testing for depth and strike extensions at the Pennyweight Point, Landed at Last and F1 Prospects. The final phase of this campaign included the completion of 2 diamond cored drillholes at Pennyweight Point and a single diamond drillhole at F1 designed to confirm lithological and structural controls on the gold mineralisation at each location.

Drilling Programs

Eastern Corridor

The Eastern Corridor is defined by a series of major NE-SW trending structures, with numerous E-W linking faults. Both the NE-SW and E-W fault orientations host significant gold mineralisation. Previous work focused on exploring for shallow, open-pitabile oxide ore around the known historical workings, with limited to no drilling having ever been undertaken to test for depth or strike extensions.

Pennyweight Point

The Pennyweight Point Prospect is located towards the northern part of the 'Eastern Corridor' – a strongly mineralised structural corridor which extends for ~10 kilometres along the eastern limb of the Yundamindra Synform (Figure 2).

Historical drilling – and the most recent drilling undertaken by Arika – has been largely restricted to an area of historical, prospector-scale workings extending over a strike length of just 350 metres at the Pennyweight Point Prospect, within the central part of the ore-hosting structural corridor.

During the year, a total of 52 Reverse Circulation (RC) drilling holes for approximately 5,000 metres were completed at Pennyweight Point, returning multiple outstanding thick, high-grade gold intersections including:

- **14m @ 15.48g/t Au from 46m** (YMRC077)
- **30m @ 3.86g/t Au from 89m** (YMRC069)
- **33m @ 3.35g/t Au from 22m** (YMRC071)
- **33m @ 2.63g/t Au from 85m** (YMRC063)
- **36m @ 2.01g/t Au from 73m** (YMRC074)
- **30m @ 2.36g/t Au from 64m** (YMRC060)
- **23m @ 2.84g/t Au from 53m** (YMRC059)
- **35m @ 1.46g/t Au from 100m** (YMRC075)
- **29m @ 1.35g/t Au from 89m** (YMRC085)



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Importantly, the mineralised intercepts correlate with historical drill intercepts, validating the historical results and providing encouragement to undertake further drilling designed to support potential future resource estimation.

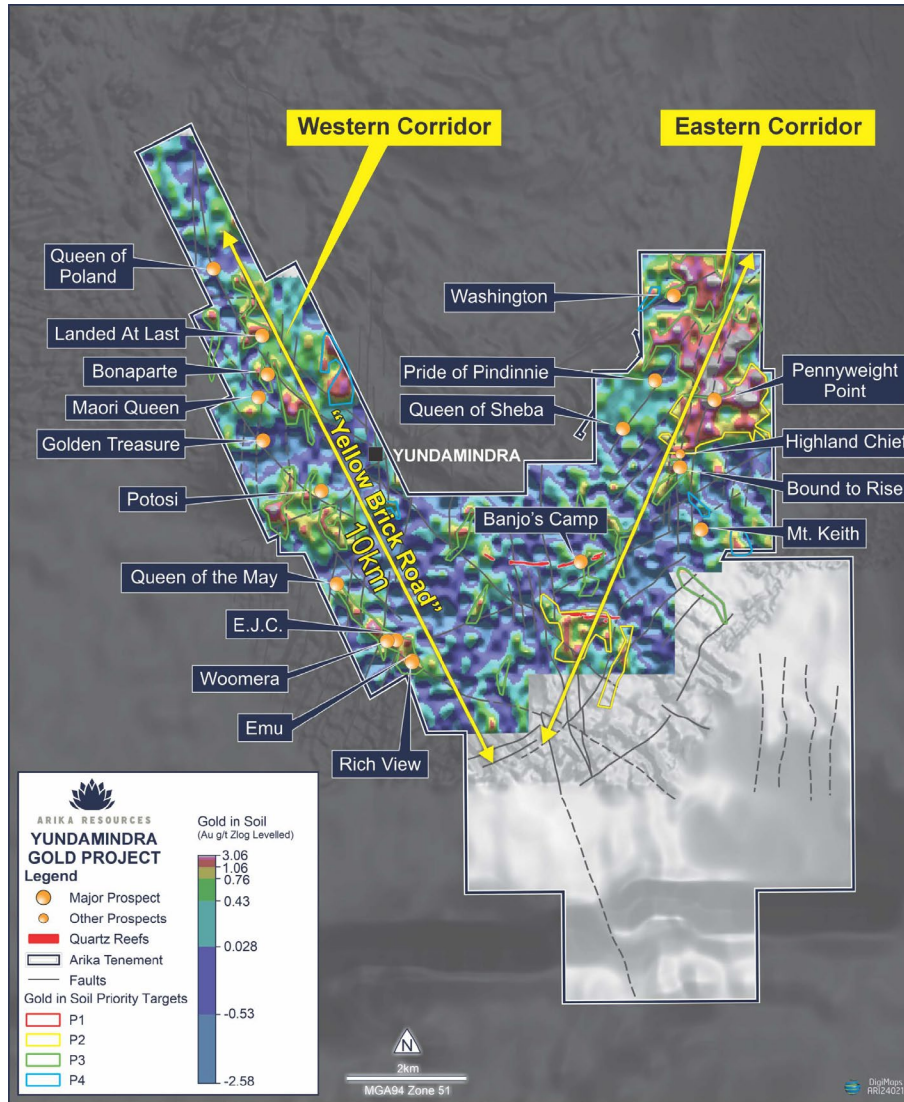


Figure 2: Yundamindra Gold Project Priority Prospects – Showing Eastern and Western Corridors, the ‘Yellow Brick Road’ and the structurally complex South-Central fold nose.

On 10 April 2025, Arika announced the results of two diamond drill-holes (25YMD001 and 25YMD002) – the first diamond cored drill-holes to be completed by Arika at the Pennyweight Point Prospect and the deepest holes drilled to date by the Company in the area. Both diamond holes intersected thick zones of high-grade gold mineralisation up to 50m down-dip/plunge of the nearest previously reported drill-holes, with assays from holes 25YMD001 and 25YMD002 returning excellent results, including:

- **35.76m @ 2.14g/t Au from 104.27m down-hole (25YMD001), including:**
 - 13.46m @ 5.28g/t Au from 111.40m; and
 - 1.50m @ 9.01g/t Au from 112.55m; and
 - 6.13m @ 8.00g/t Au from 117.47m.
- **23.97m @ 2.54g/t Au from 162.03m down-hole (25YMD002), including:**
 - 5.38m @ 10.62g/t Au from 170.52m; and
 - 4.34m @ 13.05g/t Au from 171.56m.

Directors' Report

The intersections were achieved ~100m and 150m, respectively, down-dip/down-plunge to the south of previously reported hole YMRC077, which returned a spectacular intercept of 14m @ 15.48g/t Au from 46m down-hole¹ (Figure 3).

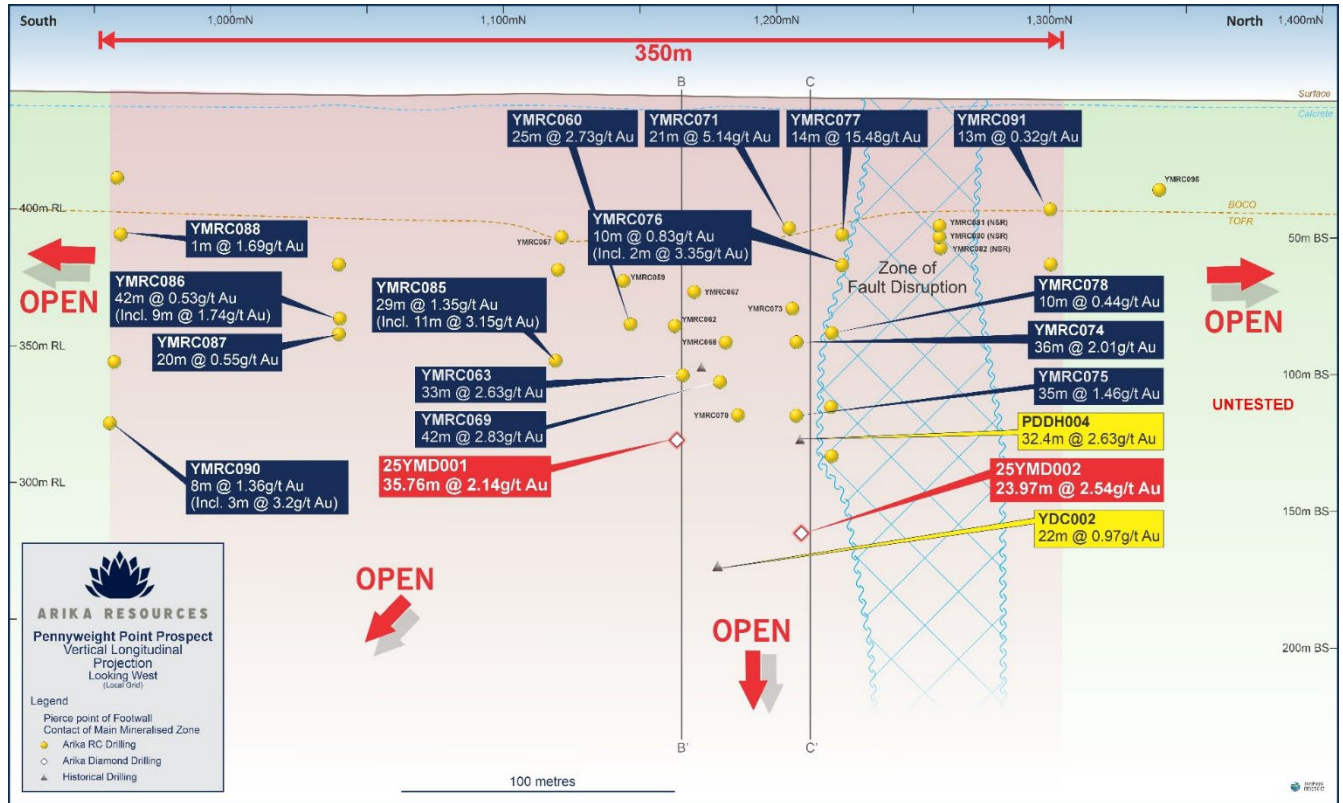


Figure 3: Schematic Vertical Longitudinal Projection (Pennyweight Point local grid) with recent assay results and historical drilling.

The drilling results at Pennyweight Point confirm the significant untested depth/plunge potential of the Pennyweight Point structure, which has a current drill defined strike length of over 350m and extends to a depth of at least 200m down-dip from surface.

The system remains open along strike to the south, down-dip/down-plunge at depth and to the north beyond the disruptive effects of a localized cross-cutting fault.



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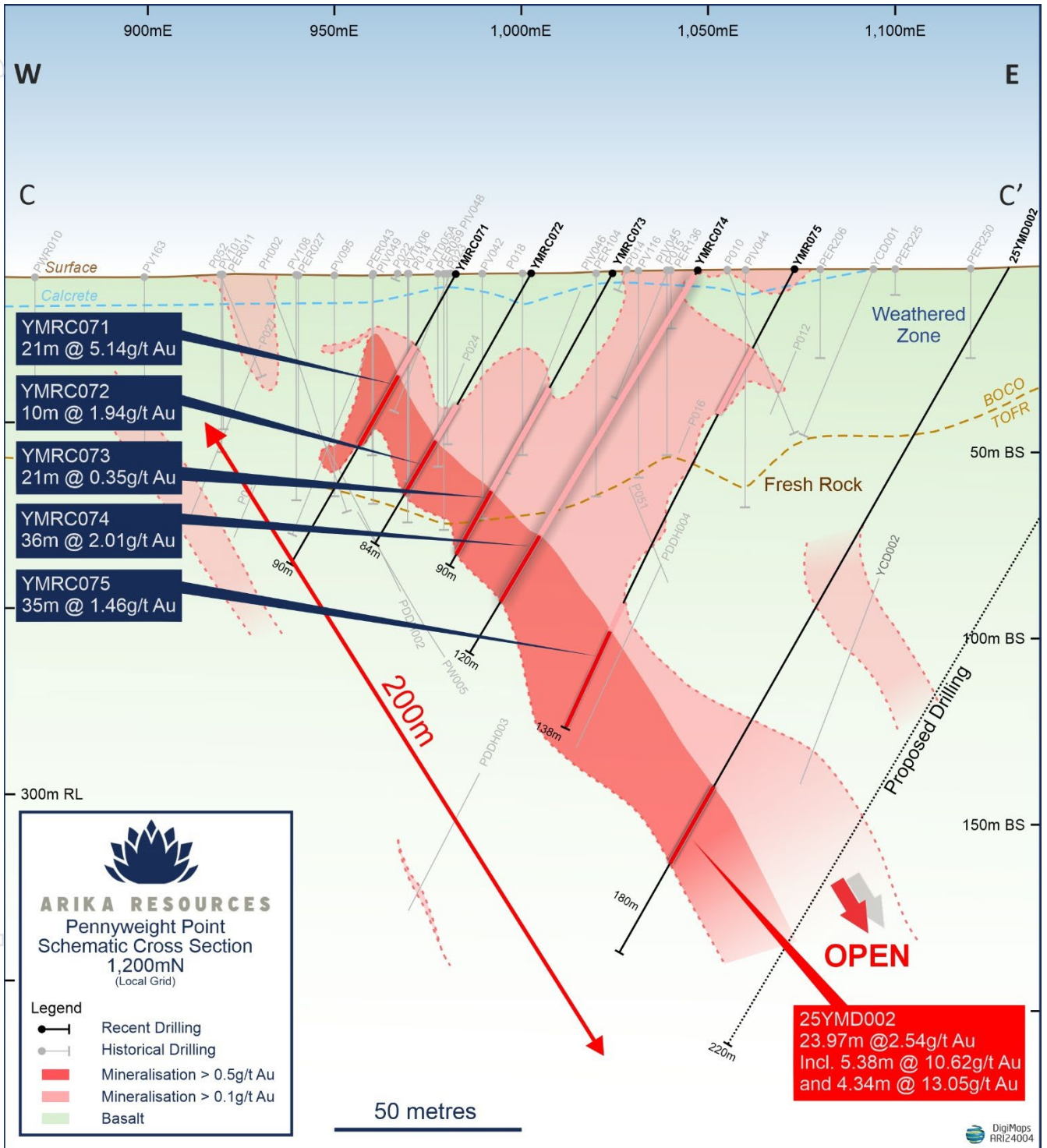


Figure 4: Schematic Cross-Section Line 1,200mN (Local Grid) showing Arika's recent diamond drill-hole 25YMD002 and historical drilling.

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Western Corridor – 'Yellow Brick Road'

The Western Corridor of the Yundamindra Project (now referred to as the 'Yellow Brick Road') is a **highly mineralized +16km long structural corridor with numerous high-grade historical workings** (including Queen of Poland, Landed at Last, Bonaparte, Golden Treasure and Queen of the May) developed on multiple parallel and cross-cutting structures. Refer Figure 2.

This corridor is defined by two major NW-SE trending structures, with numerous NE-SW linking faults.

While both the NW-SE and NE-SW fault orientations carry significant gold mineralisation, previous work has only focused on shallow oxide ore around a couple of the historical workings, with limited to no drilling having ever been undertaken to test for depth or strike extensions.

During the year, Arika completed two RC drilling programs at the Landed at Last (and F1-Fault) prospect, with 32 RC holes drilled for ~3,000m, returning further significant intercepts, including:

- **30m @ 2.26 g/t Au from 26m** (YMRC050)
- **40m @ 1.22 g/t Au from 30m** (YMRC048)
- **26m @ 1.46 g/t Au from 22m** (YMRC046)
- **28m @ 1.40g/t Au from 70m** (YMRC102)
- **17m @ 1.57g/t Au from 64m** (YMRC111)
- **16m @ 1.24g/t Au from 66m** (YMRC114).

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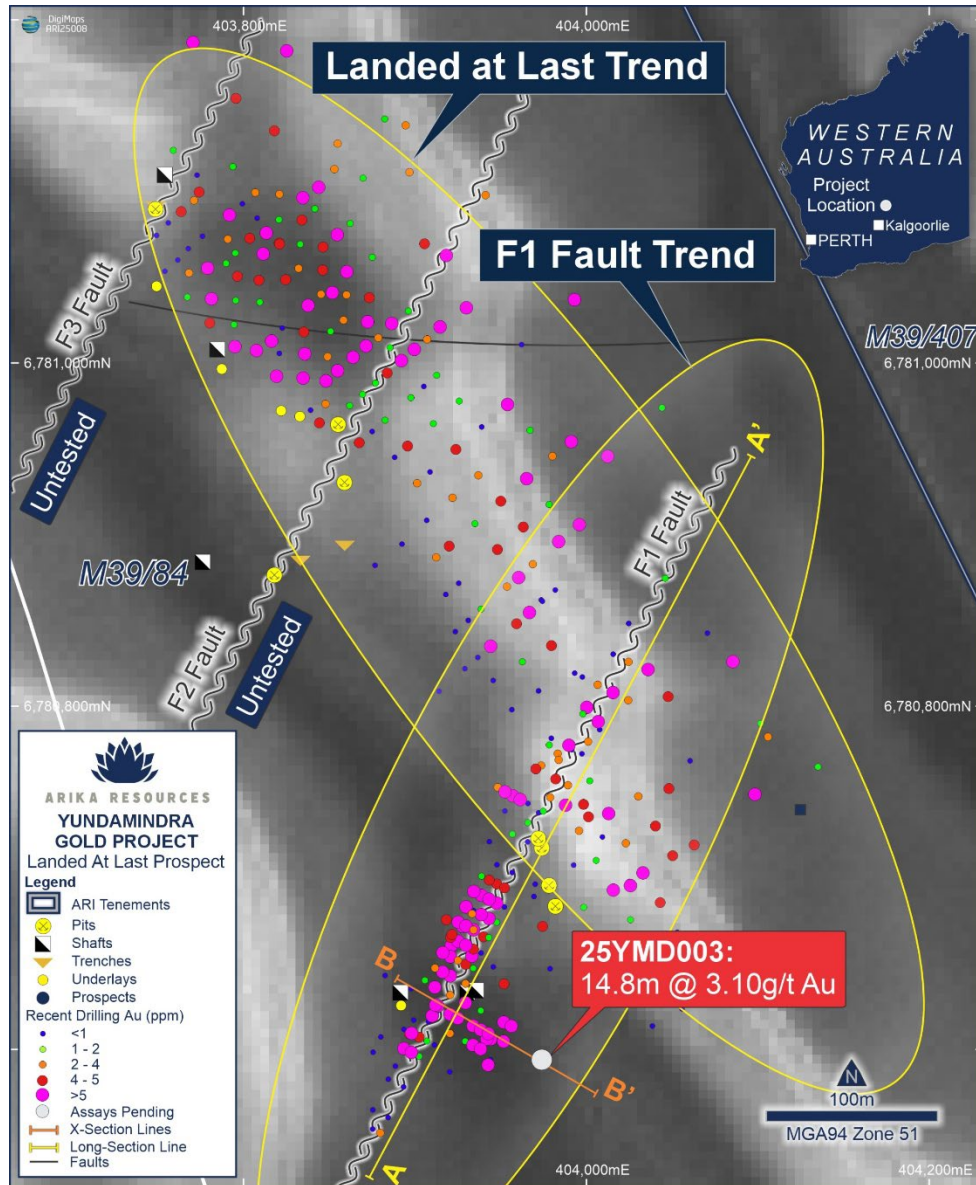


Figure 5: Zoom-in of the Landed at Last and F1 Prospects located towards the northern end of the Yellow Brick Road, Western Corridor, showing recent drill collars and diamond core drill-hole over TMI.

Diamond drill-hole 25YMD003, which is the first diamond cored drill-hole to be completed at the F1-Fault at Landed at Last prospect – and the deepest hole drilled to that date at the prospect – intersected strong gold mineralisation extending 40m down-dip from the nearest historical drill-hole:

- **14.80m @ 3.10g/t Au from 87m down-hole, including:**
 - **2.15m @ 5.49g/t Au from 90m; and**
 - **2.25m @ 9.76g/t Au from 99m.**

Arika's drilling at the Landed at Last prospect has now confirmed the presence of gold mineralisation continuously over a **strike length of at least 800m and to at least 150m down-dip** (80-100m vertical depth) (Figure 5). The system remains open both along strike and at depth.

The cross-cutting F1 Fault gold-hosting structure also now extends over a current drill defined **strike length of over 400m and to at least 100m vertical depth** below surface and remains open (Figure 5).



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The Bonaparte, Golden Treasure North and Queen of Poland prospects remain similarly open along strike and, with extensional and definition drilling underway, there is an excellent scope to define a continuous shallow zone of mineralisation that links Landed at Last and multiple prospects together along strike. Figure 6.

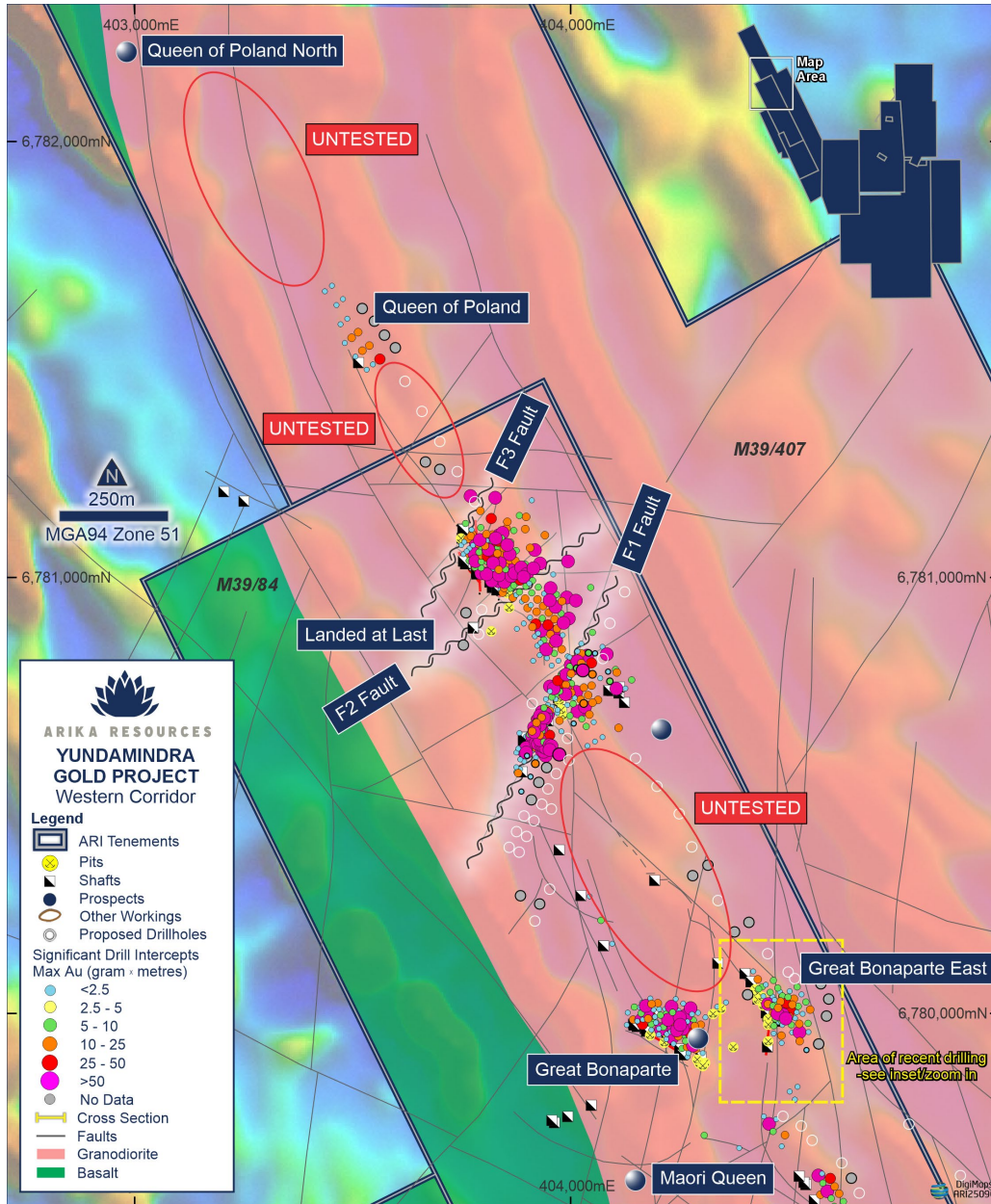


Figure 6: Prospect and drillhole location plan showing Landed at Last/F1 in relation to other key prospects. As part of the drilling programs completed during the year, three RC holes were also drilled at the Queen of the May prospect, returning significant shallow zones of mineralization, including:

- **20m @ 1.62g/t Au from 28m (YMRC100)**
- **6m @ 3.35g/t Au from 52m (YMRC099).**

The Queen of May prospect remains open along strike and at depth. The whole Western Corridor area has received only limited shallow historical drilling and remains untested below 50m vertical depth. Refer Figure 2.

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Geophysical Analysis

A synthesis of geophysical data was completed during the year by specialist geophysical consulting group Core Geophysics, under the guidance of Andrew Bisset (Principal Geophysicist). This incorporated a range of open file regional and prospect-scale datasets, including:

- Regional and detailed aeromagnetic and radiometric data;
- Regional and detailed (airborne and ground-based) gravity data; and
- Satellite imagery.

The resulting interpretation showed the Yundamindra Project area to be a structurally complex intrusive volcanic and granitic interaction with intense structural disruptions. These are key elements which are consistently associated with many of the region's most significant multi-million-ounce gold deposits, including Sunrise Dam and Wallaby.

Importantly, the localities of the known mineralisation points at Yundamindra were deliberately omitted from the interpretation in order to avoid any bias in linking structures with known mineralisation.

An overlay of these locations onto the interpretation provides compelling evidence that mineralisation at Yundamindra is strongly associated with structural controls, particularly structural intersections – highlighting the outstanding potential for discoveries to be made across the broader project area in areas that have never been drill tested previously.

The analysis has also provided an improved understanding of the lithological and structural architecture at Yundamindra, enabling a re-interpretation and refinement of the structural controls on the known mineralization at Landed at Last and Pennyweight Point to be completed and over 25 new high-priority targets to be identified.

Importantly, none of these new targets have been previously drill tested and the results materially expand the potential for new discoveries at Yundamindra.

Key takeaways from the geophysical analysis included:

- Mineralisation along the **Western Corridor** at Landed at Last is highly correlated with the location of two major NW-SE trending faults (and multiple second-order linking structures which occur between them) which are identified in the geophysical data **extending for over 10 kilometres along strike**.
- Mineralisation along the **Eastern Corridor** is similarly associated with two major faults but trending NNE-SSW. The mineralisation at Pennyweight Point is now confirmed to sit on the easternmost of these faults, which **extend for at least 4.5 kilometres along strike**.
- A confluence of structures is located in the south-central zone, where recent field mapping has identified several large outcropping E-W trending quartz veins central to an extensive area of previously unrecorded, historical alluvial gold workings.

Arika is currently drill testing a number of these priority targets as part of a new 10,000m drilling program, which commenced in June 2025.

Geochemistry Analysis

During the year, a synthesis of geochemical data and interpretation was completed by specialist geochemical consulting group Sugden Geoscience, using historical surface sampling data comprising a mixture of soil, auger and rock chips.

As a result of this review, **27 new target** areas were identified at the Yundamindra Gold Project, with two of the highest priority targets associated with northern and southern extensions of the Pennyweight Point structural corridor and the recently identified gold-bearing quartz reefs at Banjo's Camp:

- **At Pennyweight Point:** strong, coherent NNE trending gold anomalism at >100ppb Au extends over an area of +2km by +1km, with peak concentrations occurring well away from



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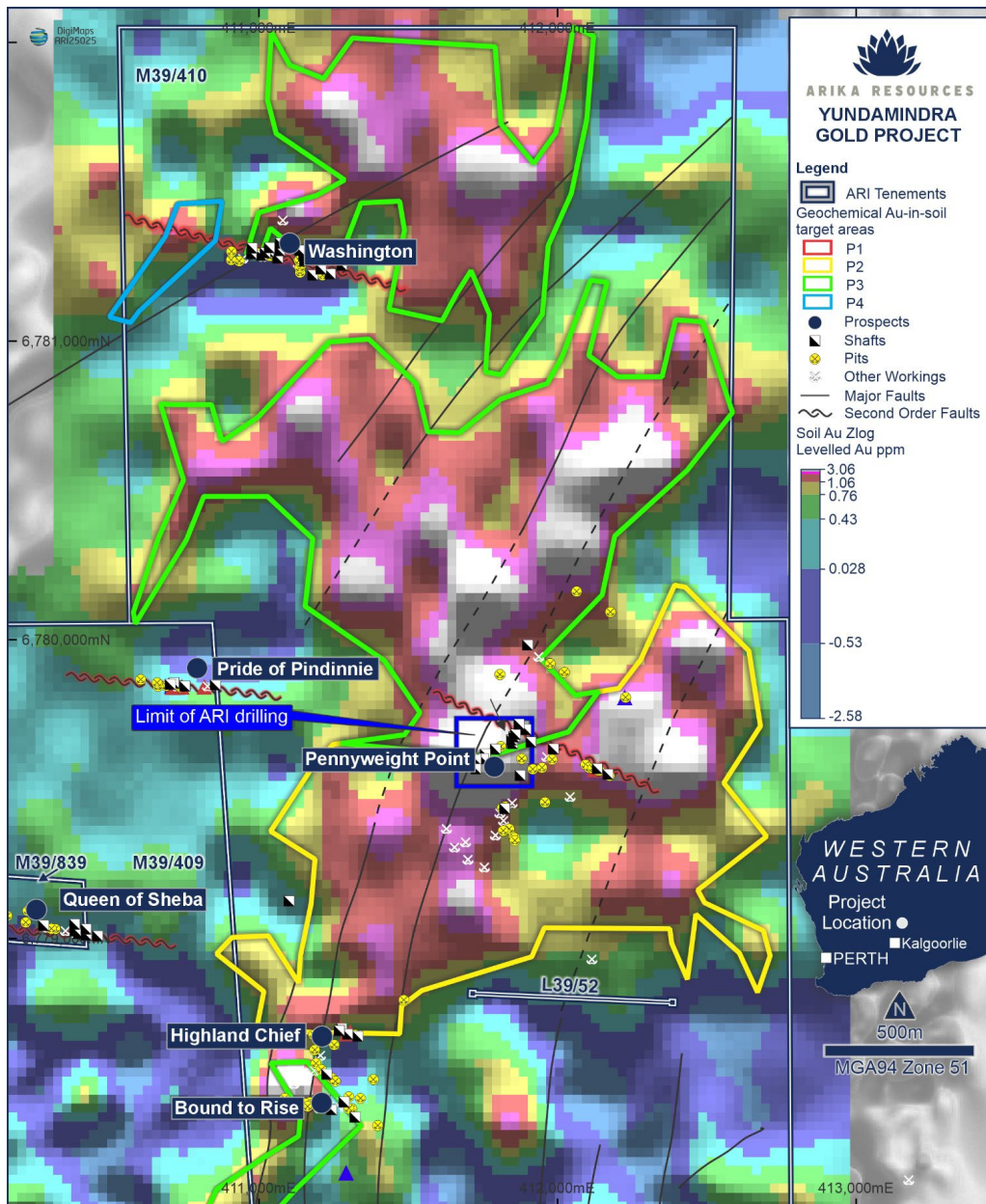


Figure 8: Yundamindra Project: Zoom-in 'Eastern Structural Corridor' centred on the Pennyweight Point Prospect.

A key outcome of the review is that the southern half of the Yundamindra Project has not been effectively sampled by historical surveys. This is a high-priority, complex structural target area centred on the nose of the Yundamindra synclinal fold closure where the Eastern and Western structural corridors coalesce.

An ultra-detailed airborne magnetic survey has since been completed over this area to help focus surface geochemical sampling and inform drill testing of key structures in the southern area.

Kookynie Gold Project

The Kookynie Gold Project is located approximately 180km north of Kalgoorlie and represents an outstanding opportunity to develop high-grade gold resources by leveraging off historical and more recent exploration within the area undertaken by Arika and past explorers.

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The Kookynie Project hosts some of Arika's key gold assets, including the historical mining centres of Diamantina-Cosmopolitan-Cumberland – known as the DCC trend – as well as the McTavish, Leipold, Champion and Altona Prospects (Figure 9).

These key prospects all have shallow mineralisation, are all located on granted Mining Leases and are situated in close proximity to a number of mills easily accessible by road, providing a unique opportunity for the Company to unlock significant value.

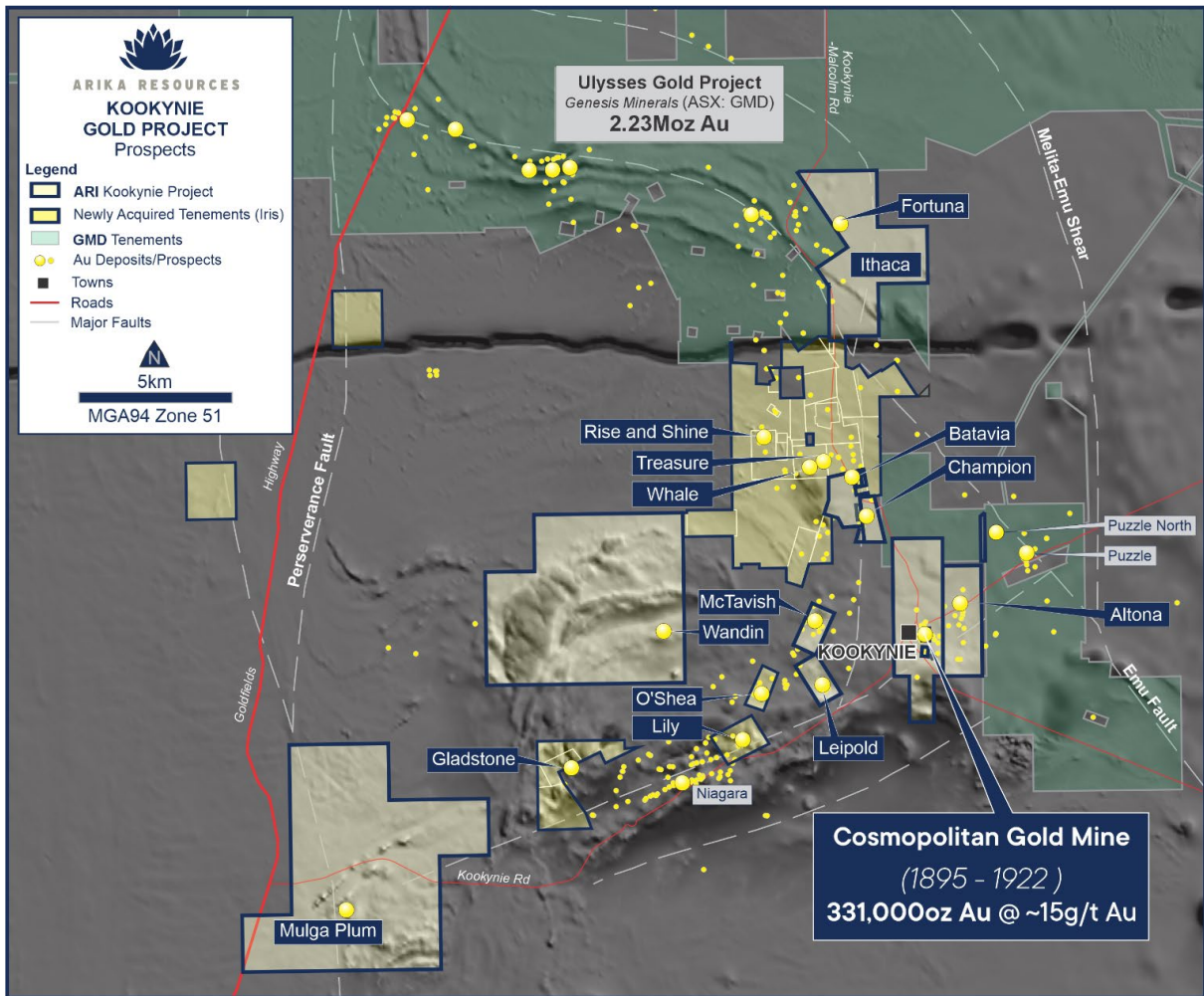


Figure 9: Kookynie Prospect Locality Map including recent tenements acquired in August 2025 from Iris Metals.

The Kookynie Gold Project has a significant historical and current gold endowment, with the Cosmopolitan Gold Mine producing more than 331,000 ounces between 1895 to 1922 at an average grade of 15g/t Au. The Altona Gold Mine produced 88,700 ounces between 1900 to 1965 at an average head grade of 30g/t Au.

Arika has drilled 380 holes for over 34,000 metres across several deposits, prospects and exploration targets within the Kookynie Gold Project since early 2020.

This volume of drilling has yielded significant intercepts including some spectacular gold results including, but not limited to:

- **4 metres @ 26.91g/t Au** from 65 metres¹ (LPRC0077)

¹ ASX Announcement "Metalicity Reports Drill Hole Intercepts Up to 100 g/t Au for the Kookynie Gold Project" dated 15 September 2020.

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- **10 metres @ 7.44g/t Au** from 108m² (LPRC049)
- **3 metres @ 19.1g/t Au** from 88 metres³ (McTRC0044)
- **5 metres @ 25.9g/t Au** from 28 metres⁴ (McTRC0049)
- **28 metres @ 1.83g/t Au** from 72 metre⁵ (CPRC0041)
- **3 metres @ 14.9g/t Au** from 97 metres⁶ (ALTRC0030)

As part of the Company's strategy to advance the Kookynie Gold Project in conjunction with the Yundamindra Gold Project, the Company commissioned an independent technical review of the Kookynie Project in December 2024.

The initial outcomes of this review have identified and highlighted several exciting exploration opportunities for the Company, including:

- **Known mineralisation:** Known high-grade prospects including McTavish, Leipold and Champion, all of which remain open in all directions and under-explored.
- **New discoveries undercover:** A review of historical exploration data and interpretation of higher resolution magnetics and geochemistry has identified a multitude of promising structural settings and anomalous soil assays that remain largely untested by systematic shallow drilling.
- **Historical Mines:** The Cosmopolitan and Altona mines, which produced 331,000 ounces at 15g/t Au¹ up to 1922 and 74,000 ounces at 30g/t² Au up to 1965 respectively, have had little or no systematic drilling at depth or along strike.

The first phase of the review focused on assessing all historical data and interpreting magnetics and geochemistry to identify structural settings and anomalous soil assays on the under-explored and unexplored areas of the project.

Geophysical surveys have been successful in developing an improved understanding of the regional structural framework and the structural architecture of the basement sequences at Kookynie.

Confirmed ore-hosting structures can be mapped in detailed aeromagnetic data – extending from known deposits beneath cover – and, importantly, most of them remain untested. Understanding these key elements is critical in guiding effective exploration.

Arika's recent review of the existing geophysical data has identified a large number of targets. Surface geochemical sampling using the ultrafine technique was then undertaken at the Ithaca, Mulga Plum and Wandin prospects, providing an additional means of refining and re-ranking the existing targets ahead of drill-testing, as well as identifying new target areas.

Surface Geochemical Sampling

A surface geochemical sampling program was undertaken in March 2025 at three key areas that have seen little to no modern exploration – the Ithaca, Wandin and Mulga Plum Prospects.

Further in-fill soil sampling is required at the Wandin prospect, which will be undertaken during the 2025 year. The results of the Ithaca and Mulga Plum prospects are discussed below.

² ASX Announcement "Metalicity Continues to Deliver Spectacular Drill Hole Results for the Kookynie Gold Project" dated 25 August 2020.

³ ASX Announcement "McTavish Returns Assays Up To 52.8 g/t Au & Executive Changes" dated 24 May 2021.

⁴ ASX Announcement "McTavish Delivers Bonanza Grade Gold Results up to 91.2 g/t Au" dated 8 July 2021.

⁵ ASX Announcement "Widest Intersection to Date at Kookynie as Champion & McTavish Continue to Deliver Strong Gold Results" dated 13 December 2021.

⁶ ASX Announcement "Further Impressive Drill Results at Altona, Kookynie Gold Project" dated 18 March 2021.

The Ithaca Prospect

The Ithaca Prospect is located at the northern end of the Kookynie Project (see Figure 10), ~1km along strike from Genesis Minerals' Orient Well Project, part of its Ulysses Operations. The Orient Well Project has a reported resource of 336koz Au (Genesis April 2025)⁷.

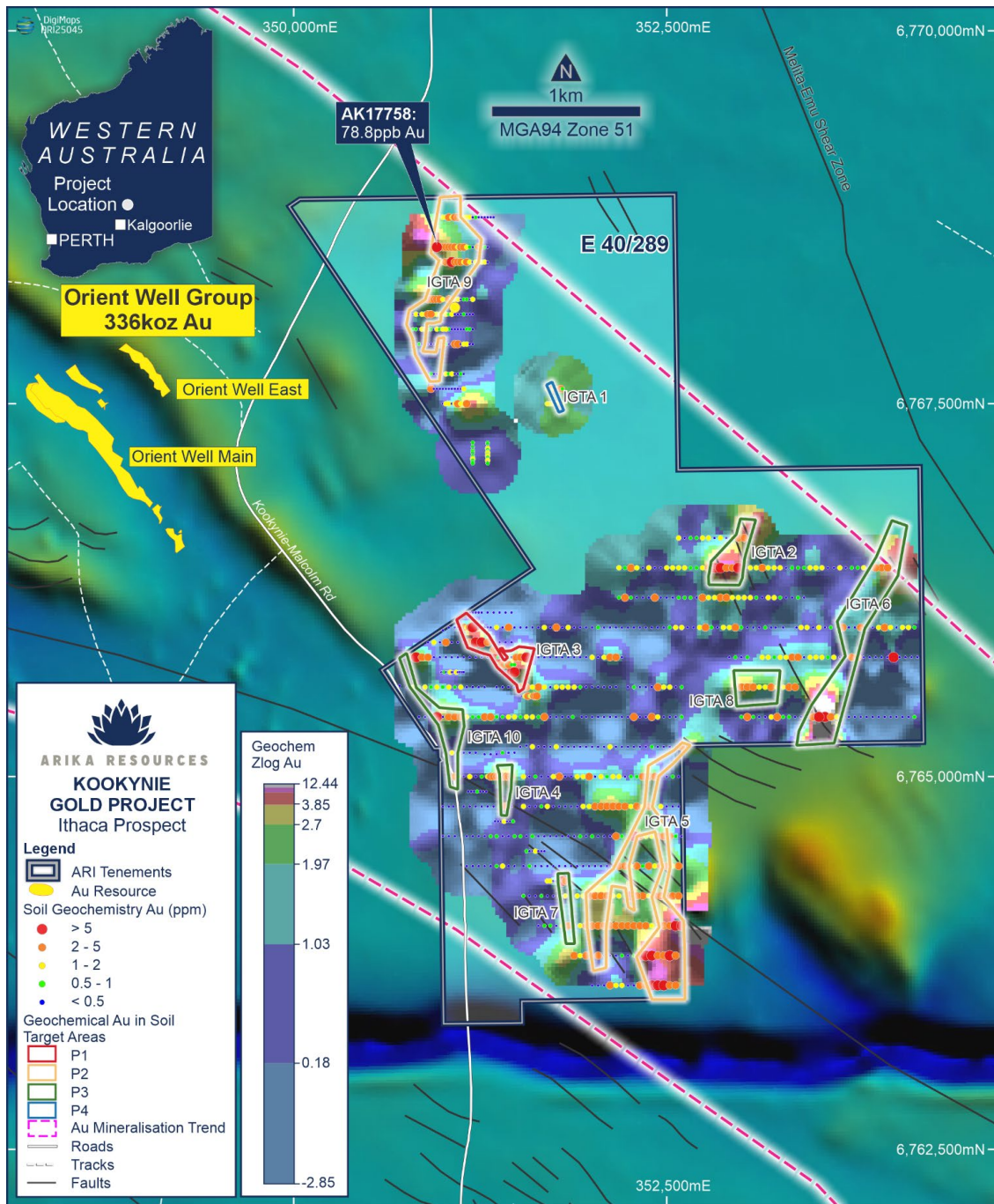


Figure 10: Arika's Ithaca Prospect, Kookynie, showing Geochemical Target Areas in relation to Genesis's Ulysses-Orient Well Gold Project over TMI.

⁷ Refer to Genesis Minerals Resources & Reserves Statement April 2025, ASX: GMD

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Ithaca is situated on a major flexure of the NW-SE trending Ulysses-Orient-Puzzle structure at the coalescence with the Blue Bell fault – second-order linking structures between the regionally recognisable, N-S trending Mt George Shear Zone/Perseverance Fault to the west and the Emu Fault System to the east.

Together, the two semi-parallel Ulysses and Blue Bell structures define a strongly gold mineralised corridor which can be mapped in geophysical (magnetic) data for at least 20km in the Kookynie area.

Ithaca has the potential to host strike extensions to both the Orient Well and Orient Well East gold deposits. The host lithologies as well as the structures have been interpreted to persist into the Ithaca Prospect.

Gold mineralisation is associated with shear zone hosted quartz veining plus silica – carbonate, sulphide (pyrite/pyrrhotite), chlorite, biotite, sericite alteration of the generally felsic host rocks. Arika's recent ultrafine geochemical surveys were focused on these structural targets.

A total of 10 new priority targets were identified using ultrafine soil geochemistry at the Ithaca Prospect, with two of the highest priority targets located directly along strike from the Orient Well, Orient Well East and Blevins Find-Grafters gold-hosting structures, significantly enhancing these structural targets (Figure 9):

- **Target IGTA 3** – covers an area of ~800m x 150m along the NE flank of the Orient Well East/Blevins Find gold-hosting porphyry. The target is defined by strong gold/gold pathfinder geochemistry and includes a peak gold-in-soil result of **78ppb Au**.
- **Target IGTA 5** – covers an area of ~2km x 1km along the SE extension to the Orient Well structure at the intersection with an interpreted NNE trending splay fault. The target is defined as a complex gold/gold pathfinder anomaly.

Multiple anomalies displaying strong coherent gold and/or gold pathfinder anomalism are associated with major parallel and cross-cutting structures north of the known trends, highlighting the potential for a number of previously unrecognized repetitions of the ore-hosting lodes to occur within the sequence:

- **Target IGTA 9** – covers an area of ~1.5km x 300m defined by strong gold geochemistry along a N-S trend north of the main Orient Well tectono-stratigraphic corridor in an area that has received limited previous exploration.

Arika plans to commence drill testing of these priority targets at Kookynie in 2025.

Mulga Plum – Jeedamya Area

The Mulga Plum – Jeedamya prospect area cover the western end of the Niagara Gold Corridor, proximal to the regionally recognisable Mt George Shear Zone/Perseverance Fault – an important large-scale structure associated with many of the area's major gold deposits. Interpretation of regional aeromagnetics has identified numerous structural features within the Mulga Plum-Jeedamya tenements, some of which are in the same orientations to those observed further east in the Niagara line of gold workings or elsewhere in the Kookynie district. Refer Figure 11.

Most of these structural targets are either under-explored or untested.

A total of 17 new priority targets were identified using ultrafine soil geochemistry at the Mulga Plum-Jeedamya tenements.

- New targets at Mula Plum-Jeedamya include two high-priority gold targets:
 - **Gold Target MJTA 1** – covers an area of ~750m x 450m in the northern part of E40/350 and remains open to the west.
 - **Gold Target MJTA 9** – covers an area of ~2200m x 300m (elongated E-W) in the central part of E40/350 and lies predominantly within interpreted mafic units.

None of these targets have been previously drill tested. Extensional and in-fill soil sampling will be undertaken over key prospect areas to further refine priority targets ahead of future drilling.



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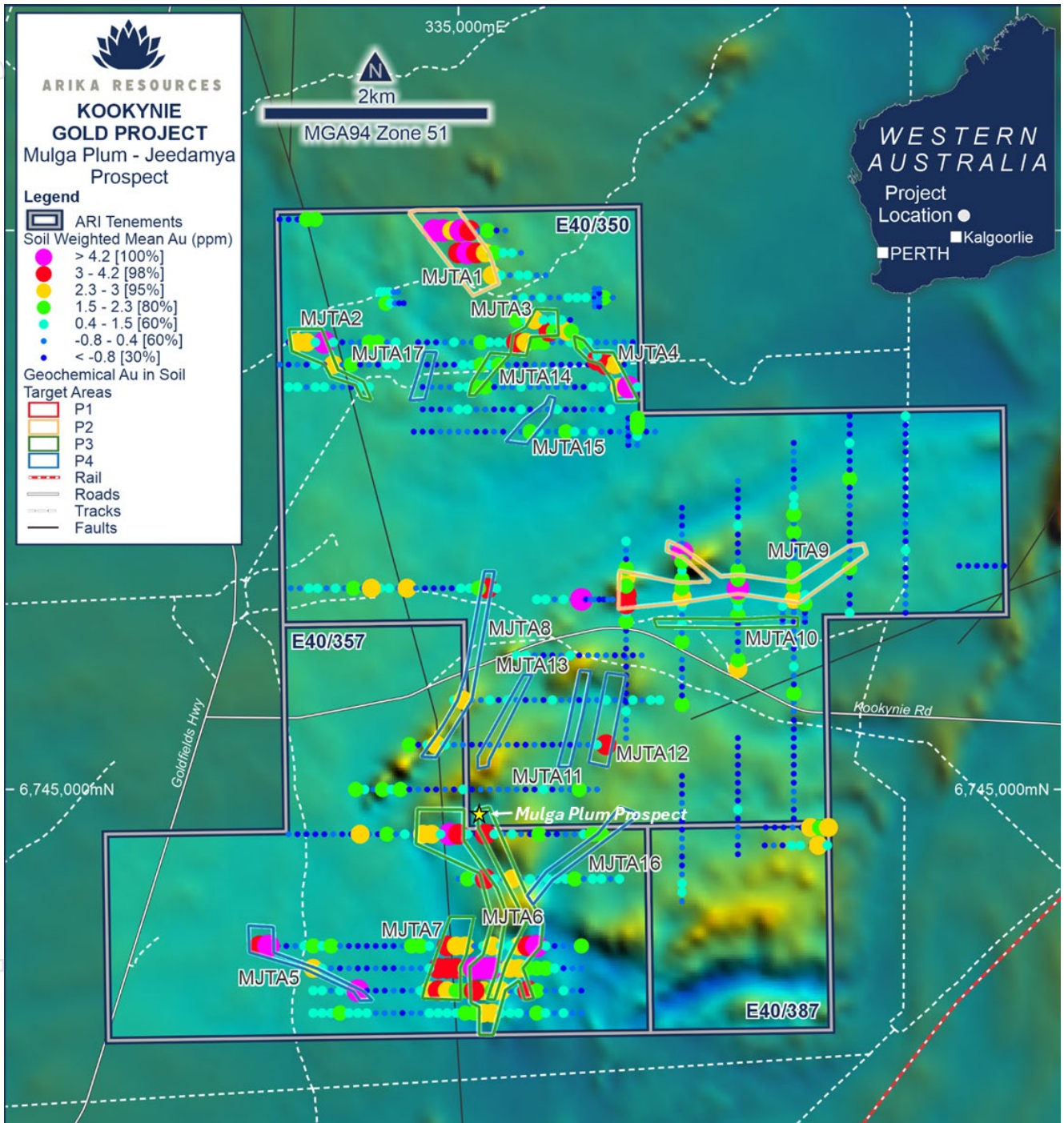


Figure 11: Location of Arika's Mulga Plum – Jeedamyia tenements, Kookynie Gold Project, showing Weighted Sum Au Results and Interpreted Gold-in-soil anomalies over GSWA Airborne Magnetics

NOTE: Methodology Reference: Garrett, R.G. and Grunsky, E.C (2001). Weighted sums – knowledge based empirical indices for use in exploration geochemistry Geochemistry: Exploration, Environment, Analysis, May 2001, v. 1, p. 135-141

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Detailed Review of Cosmopolitan, Altona, Champion, McTavish and Leipold Prospects

A detailed review of the historical gold mines and previous drilling undertaken by Arika at Kookynie is ongoing. This includes an independent re-construction and 3D modelling of the historic Cosmopolitan Gold Mine.

The results of this review will be used for targeted drilling as part of the ongoing drilling program.

Acquisition of Additional Tenure

Subsequent to the end of the 2025 financial year, Arika announced that it had entered into a Binding Agreement with Iris Metals to acquire ~108km² of highly prospective exploration tenure in the Leonora district of the highly sought-after Northeastern Goldfields of Western Australia. Iris Metals' Kookynie Gold Project comprises 25 Prospecting Licences, three Exploration Licences and one Mining Licence covering a largely contiguous area of 42.5km². The remaining Exploration Licence, covering an area of 65.9km², is located ~35km west of Kookynie.

The additional tenure significantly increases Arika's exploration footprint in the Kookynie area to ~150km², firmly establishing the Company as one of the major landholders in the district, second only to Genesis Minerals. The new acquisition links up a significant mineralized corridor immediately along strike from Genesis Minerals' Ulysses Gold Operation (2.23Moz Au; ASX: GMD)⁸ between Arika's Ithaca and Champion prospects.

The Project comprises six key prospects, all historically worked but under-explored with modern techniques.

High-grade historical gold production includes, but are not limited to, the following^{3,9}:

Rise & Shine

- Recorded historic production of 5,854t @ 22.6 g/t Au for 4,255 oz.
- Potential for extensions at depth and along strike.

Lily

- Historical mining of 11,781t @ 13.2 g/t Au for 5,005 oz.
- Gold hosted in quartz veins within sheared ultramafics.

Treasure

- Produced 730t @ 39.2 g/t Au for 920 oz.
- Very high-grade but mined only to shallow depths.

Whale

- Historical workings reported 12,598t @ 9.1 g/t Au for 3,675 oz.
- Good potential for down-dip mineralisation.

Gladstone

- Production of 4,854t @ 19.2 g/t Au for 3,010 oz.
- Remains largely untested by drilling.

O'Shea

- Produced 15,427t @ 7.7 g/t Au for 3,818 oz.
- Structurally complex zone with multiple quartz lodes.

Together, these prospects highlight the district's consistent high-grade character, averaging >10 g/t Au historically, yet modern exploration has been limited.

⁸ Refer to Genesis Minerals Resources & Reserves Statement April 2025, ASX: GMD

⁹ Source: Minedex

Directors' Report

Results

The net loss after income tax for the year ended 30 June 2025 was \$1,310,854 (30 June 2024: loss \$1,049,446).

Significant changes in state of affairs

On 12 July 2024 the Company announced it had completed the settlement of all disputes between Nex and Arika agreed on 21 December 2023. Arika now holds an 80% interest in Kooyknie and Yundamindra Gold Projects.

On 18 September 2024 the Company completed a consolidation of its securities on a 10:1 basis.

On 26 September 2024 the Company's name changed to Arika Resources Limited.

There were no other significant changes in the state of affairs of the Group during the financial year.

Environmental regulations

The Group is aware of its environmental obligations in Western Australia and in Queensland with regards to its exploration activities and ensures that it complies with all regulations when carrying out exploration work.

Dividends

No dividends have been paid or declared since the beginning of the financial year and none are recommended.

Subsequent events

The Directors are not aware of any significant events since the end of the reporting period which significantly affect or could significantly affect the operations of the Group in future financial years other than those set out below:

On 31 July 2025, highly experienced exploration geologist and mining executive Steve Vallance was appointed to the Board of the Company as Executive Technical Director.

On 28 August 2025, the Company announced it had entered into a binding agreement with Iris Metals Limited (ASX: IR1) ("Iris") to acquire a portfolio of gold exploration tenements at Kookynie, in the Leonora district of Western Australia. The Iris Metals ground package is approximately 108km², abuts the Company's Kookynie Gold Project and links up key prospective trends that extend from the Company's existing tenure.

Under the terms of the agreement, the Company agreed to pay the following consideration to Iris Metals for the acquisition of its Kookynie Project:

- Up to \$35,000 for the reimbursement costs incurred on the Tenements since April 2025;
- A non-refundable fee of \$100,000 at signing (Signing Consideration);
- \$300,000 in cash (Cash Consideration);
- The issue of 15 million Arika shares (Consideration Shares); and
- Subject to Completion occurring, \$100,000 in cash 12 months after completion (the Deferred Consideration).

The Company expects to complete the acquisition in the coming months, subject to the satisfaction (or mutual waiver) of conditions precedent.

Apart from the above, the Directors are not aware of any significant events since the end of the reporting period which significantly affect or could significantly affect the operations of the Group in future financial years.

Directors' Report

Likely developments and expected results of Operations

The Group will continue to explore and assess its mineral projects.

Risk Management

Risk management is defined by the Group as identifying, assessing and managing risks that have the potential to materially impact its operations, reputation, people and financial results.

An overview of the material risks facing the group is outlined below. These are not in any particular order and do not include every risk the Group could encounter while carrying out its business. They are the most significant risks, which in the Board's opinion, should be reviewed and monitored by existing and potential shareholders in the Company.

Activity levels in the Mining Industry may change

The Group's financial performance is connected to the strength of the mining industry. Mining industry activity can be volatile, cyclical, and sensitive to a number of factors beyond the control or prediction of the Group. A decrease in the mining industry may negatively affect the growth prospects, operating results and financial performance of the Group. The Group attempts to minimise this risk by locating tenements in different geographical areas that have a variety of resources.

Financing

The Group funds its activities via fund raisings, usually by either a placement or rights issue. The ability to raise funds is dependent on several factors such as, market conditions and the future potential of the Group. The Group maintains good relationships with its key stakeholders and broker to ensure fund raisings run as smoothly as possible.

Reliance on key personnel

The Group's success is dependent on the continuing efforts of its senior executives and key employees. A loss of key personnel may impact on corporate knowledge, business relationships and operational continuity. To mitigate this risk, the Board and management communicate regularly and ensure all members have access to relevant information.

Regulatory risk

The Group is required to maintain a "good standing" and comply with the requirements of a number of industry regulators to maintain its licences to operate. A change in regulation or a change in the Group's "standing" with regulators may adversely impact on the financial performance and /or financial position of the Group. The Group keeps up to date with proposed regulatory changes to minimise any adverse impact.

Health and safety

Health and safety are inherent in the mining industry environment. These include major safety incidents, general operational hazards, failure to comply with policies, terrorism and general health and safety. A serious site safety incident could have an adverse impact on the reputation and financial outcomes for the Group. The Group reviews health and safety requirements and ensures all steps are taken to maintain compliance.

Joint Venture Partner

The Group has experienced some ongoing issues with its Joint Venture Partner in the Kookynie and Yundamindra projects. The past issues have been resolved, however if any further issues were to arise the resources required to deal with these issues risks further delays in carrying the projects forward.

Directors' Report

Information on Directors

Justin Barton – Managing Director – appointed Finance Director on 1 January 2018, Chief Executive Officer on 1 June 2021, Managing Director on 1 January 2022 and acting Chairperson on 25 November 2022 until 25 October 2024.

Experience and Expertise

Mr Barton is a Chartered Accountant with over 25 years' experience in accounting, international finance, M&A and the mining industry. He worked for over 13 years in the Big 4 Accounting firms in Australia and Europe and advised many of the world's largest mining, oil & gas companies and financial institutions, including Rio Tinto, Chevron, Macquarie, Merrill Lynch, Morgan Stanley and Deutsche Bank. Justin also worked for 4 years at Paladin Energy Limited. More recently, he has worked as the CFO and has been a Board Member of a number of junior exploration companies.

Other Current Listed Company Directorships

None

Former Listed Company Directorships in the Last Three Years

None

Interests in Shares and Options

28,122,371 ordinary shares, 18,821,962 unlisted options and 1,000,000 performance rights

Roger Steinepreis – Non-Executive Chairman – appointed as Non-Executive Director on 6 February 2023 and Non-Executive Chairman on 25 October 2024.

Experience and Expertise

Mr Steinepreis is a lawyer and Executive Chairman of Perth based Steinepreis Paganin. He has practised as a lawyer for over 35 years, acting as legal advisor to a number of public companies, particularly in the energy and resources sector, on a wide range of corporate matters. Mr Steinepreis was Non-Executive Chairman of Apollo Consolidated Limited which was subject to a successful takeover by Ramelius Resources Limited in 2021. He is currently a Director of Meeka Metals Limited and EnegeX Ltd.

Other Current Listed Company Directorships

Meeka Metals Limited (ASX:MEK) – Director (appointed 6 November 2012)

EnegeX Ltd (ASX:ENX) – Non-Executive Chairman (appointed 9 May 2023)

Former Listed Company Directorships in the Last Three Years

ClearVue Technologies Limited – Non-Executive Director (ASX:CPV and OTC:CVUEF)(appointed on 25 August 2020, resigned on 10 February 2023)

Interests in Shares and Options

71,840,845 ordinary shares and 34,374,913 unlisted options

Steven Wood – Non-Executive Director – appointed on 25 November 2022

Experience and Expertise

Mr Wood has over 15 years of corporate advisory, governance and financial compliance experience in the mining and resources sector. Mr Wood was recently a Director of Grange Consulting Group Pty Ltd until it was acquired by Automic Group, where he is currently a principal and specialises in providing corporate advisory, governance, and financial compliance consulting services to a number of ASX listed and unlisted entities. Mr Wood is currently Non-Executive Director of Uvre Ltd (ASX:UVA) and Company Secretary for a

Directors' Report

Information on Directors (continued)

number of ASX listed entities including Caspin Resources Ltd (ASX:CPN) and Rumble Resources Ltd (ASX:RTR).

Other Current Listed Company Directorships

Uvre Limited (ASX:UVA) – Non-Executive Director (appointed 12 May 2021)

Former Listed Company Directorships in the Last Three Years

None

Interests in Shares and Options

6,909,218 ordinary shares and 5,612,753 unlisted options

Steve Vallance – Technical Director – appointed as Technical Director on 31 July 2025

Experience and Expertise

Mr Vallance has over 35 years' experience in exploration and mining, spanning greenfields exploration through to production assets across a broad range of commodities. Most notably, he served as Chief Exploration Geologist for Jubilee Mines, where he co-led the team that discovered and delineated several major nickel deposits at the Cosmos Nickel Operations in Western Australia, including the Cosmos, Tapinos, Prospero and Sinclair nickel sulphide deposits. These deposits ultimately led to Xstrata Nickel's \$3.3 billion acquisition of Jubilee Mines in 2007. In recent years, Mr Vallance has provided technical consultancy services to a number of exploration companies, including Arika, where he has played an integral role in shaping and refining the Company's exploration approach to its key WA gold projects over the past 8 months.

Other Current Listed Company Directorships

None

Former Listed Company Directorships in the Last Three Years

None

Interests in Shares and Options

435,000 ordinary shares and 10,000,000 unlisted options

Company Secretary

Kate Breadmore – Company Secretary

Ms Breadmore is a qualified Chartered Accountant (CA ANZ) with a Bachelor of Commerce from the University of Western Australia and has over 15 years of experience in a range of financial roles with Australian and international companies. Ms Breadmore holds a Graduate Diploma of Applied Corporate Governance issued by the Governance Institute of Australia. Qualifications: BCOM (UWA), CA.

Aaron Gates – Company Secretary

Mr Gates has over 15 years' experience as CFO and Company Secretary of public listed companies. He is a Chartered Accountant, has completed a Bachelor of Commerce (Curtin University) with majors in accounting and business law and completed a Diploma of Corporate Governance. Prior to working for public listed companies he worked in public practice in audit and corporate finance roles.

Directors' Report

Directors' meetings

The number of meetings of the Company's board held during the year ended 30 June 2025 that each Director was eligible to attend, and the number of meetings attended by each Director were:

Director	Number of Meetings	
	Eligible to attend	Attended
Justin Barton	4	4
Roger Steinepreis	4	4
Steven Wood	4	4
Steve Vallance	-	-

The whole board undertakes the role of the Audit & Risk Committee, the Remuneration Committee and the Nomination Committee given the size and complexity of the Company.

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Directors' Report

Remuneration Report (Audited)

The information provided in this Remuneration Report has been audited as required by Section 308(3C) of the *Corporations Act 2001*.

Executive remuneration

The objective of the Group's executive reward framework is to ensure reward for performance is competitive and appropriate for the results delivered. The framework aligns executive reward with achievement of strategic objectives and the creation of value for shareholders, and conforms to market best practice for delivery of reward. The board ensures that executive reward satisfies the following key criteria for good reward governance practices:

- (i) competitiveness and reasonableness;
- (ii) acceptability to shareholders;
- (iii) performance linkage / alignment of executive compensation;
- (iv) transparency; and
- (v) capital management.

The Group has structured an executive remuneration framework that is market competitive and complimentary to the reward strategy of the organisation, which are designed to align the interests of executives with those of shareholder and costs of:

1) *Fixed remuneration*

The fees and payments to the executive reflect the demands which are made on, and the responsibilities of the executive, and are in line with market. The executives' remuneration is reviewed annually by the board to ensure that the fees and payments remain appropriate and in line with the market, no third party consultants were used. The Company has entered into standard contracts with executive Directors.

During the year, Justin Barton was paid \$295,000 (excluding superannuation).

2) *Variable remuneration – Long term incentives*

Being performance shares and/or options issued under the Employees Share Plan. The performance shares and employee options issued under this plan have varying vesting and service conditions and are structured to reward performance that aligns with the creation of shareholder value and confirms to market best practice.

3) *Termination*

Executive Directors currently have a 6 month notice period in ordinary course of business and a 12 month notice period in the event of Change of Control event or for 12 months after such event.

Non-executive Directors' and other KMP remuneration

Fees to the non-executive Directors are determined by the board acting as the Remuneration Committee as appropriate having regard to the market and the aggregate remuneration specified in the Company's Constitution (\$500,000) and determined by the shareholders in general meeting. The fees are reviewed annually. It is the Group's policy that service contracts for Non-Executive Directors are unlimited in term and capable of termination by either party upon written notice. In addition, options are issued from time to time to non-executives to provide a long-term incentive.

Mr Wood is paid \$60,000 per annum (including superannuation) in his role as Non-Executive Director. Mr Steinepreis is paid \$60,000 per annum (including superannuation) in his role as Non-Executive Director. All Non-Executive Directors may resign or are subject to termination upon receipt of written notice.

Ms Breadmore was paid \$12,000 per annum (excluding superannuation) for her role as Company Secretary, in addition to \$120,000 per annum for her role as CFO. It was assessed that Ms Breadmore was no longer a KMP from 1 July 2024.

Directors' Report

Remuneration Report (Audited) (continued)

Non-executive Directors' and other KMP remuneration (continued)

The amount of remuneration of the Directors of the Company (as defined in AASB 124 *Related Party Disclosures*) and other key management personnel is set out in the following tables.

The Company has entered into standard contracts with Directors, the details of which are set out below.

2025	Short-term Benefit – salary & fees	Short-term Benefit - Other	Post-Employment Benefit	Share-based Payments ²	Total	Performance related %
	\$	\$	\$	\$	\$	
Executive						
Justin Barton	295,000 ³	75,000 ¹	29,763	164,811	564,574	29.19%
Non-executive						
Roger Steinepreis	60,000 ³	-	-	75,924	135,924	55.86%
Steven Wood	53,811 ³	-	6,188	37,962	97,961	38.75%
Totals	408,811	75,000	35,951	278,697	798,459	

¹ Mr Barton cashed out \$75,000 of leave.

² Relates to 12 months expense of performance rights issued in the prior years and expense of options issued in current year. (Please refer to share-based payment compensation section below).

³ These were in part settled in shares, refer to Director Fees settled in shares below for further information.

2024	Short-term Benefit – salary & fees	Short-term Benefit - Other	Post-Employment Benefit	Share-based Payments	Total	Performance related %
	\$	\$	\$	\$	\$	
Executive						
Justin Barton	237,500	-	26,125	27,159	290,784	9.34%
Non-executive						
Roger Steinepreis	22,523	-	-	-	22,523	0.0%
Steven Wood	38,288	-	4,212	-	42,500	0.0%
Other executive						
Kate Breadmore	132,000	-	14,520	-	146,520	0.0%
Totals	430,311	-	44,857	27,159	502,327	

Share-based compensation

The grant of each tranche of the following performance rights in the current financial year represent a conditional right for the holder to acquire one fully paid ordinary share in the Company, and are subject to meeting specified vesting conditions as set out below:

2025

There were no performance rights issued during the year.

Director Fees settled in shares

On 27 November 2024, the Company issued the following shares to certain key management personnel as payment in lieu of fees as approved at the Annual General Meeting held on 13 November 2024:

Directors' Report

Remuneration Report (Audited) (continued)

Name	Unpaid Fees	No. Shares Issued	Issue price
Justin Barton	\$47,917	2,395,831	\$0.02
Steven Wood	\$8,948	447,393	\$0.02
Roger Steinepreis	\$21,618	1,080,912	\$0.02
	<u>\$78,483</u>	<u>3,924,136</u>	

On 19 December 2024, the Company issued the following shares to certain key management personnel as payment in lieu of fees as approved at the General Meeting held on 18 December 2024:

Name	Unpaid Fees*	No. Shares Issued	Issue price
Justin Barton	\$75,000	3,000,000	\$0.02
	<u>\$75,000</u>	<u>3,000,000</u>	

(i) Option and performance right holdings

Options

The numbers of options over ordinary shares in the Company held during the financial year by each KMP, including their personally related parties, are set out below:

2025

	Balance at the start of the year	Granted during the year	Exercised during the year	Expired/cancelled during the year	Other change during the year ^(a)	Balance at the end of the year	Vested and exercisable at the end of the year	Vested but not exercisable at end of year
Options								
Directors								
Justin Barton	64,886,298	12,333,333 ^(b)	-	-	(58,397,669)	18,821,962	18,821,962	-
Roger Steinepreis	250,415,814	9,333,333 ^(c)	-	-	(225,374,234)	34,374,913	34,374,913	-
Steven Wood	22,794,215	3,333,333 ^(d)	-	-	(20,514,795)	5,612,753	5,612,753	-
	<u>338,096,327</u>	<u>24,999,999</u>	<u>-</u>	<u>-</u>	<u>(304,286,698)</u>	<u>58,809,628</u>	<u>58,809,628</u>	<u>-</u>

(a) Post 10:1 consolidation which occurred on 28 September 2024.

(b) Comprising of:

- 333,333 free attaching options (exercisable at \$0.025, on or before 19 March 2026) issued as part of a placement approved by shareholders at the general meeting held on 11 September 2024;
- 6,000,000 incentive options (exercisable at \$0.05, expiring 18 December 2027, vested immediately and expensed in full during the period) approved by shareholders at the general meeting held on 18 December 2024; and
- 6,000,000 incentive options (exercisable at \$0.06, expiring 18 December 2027, vested immediately and expensed in full during the period) approved by shareholders at the general meeting held on 18 December 2024.

(c) Comprising of:

- 3,333,333 free attaching options (exercisable at \$0.025, on or before 19 March 2026) issued as part of a placement approved by shareholders at the general meeting held on 11 September 2024;
- 3,000,000 incentive options (exercisable at \$0.05, expiring 18 December 2027, vested immediately and expensed in full during the period) approved by shareholders at the general meeting held on 18 December 2024; and
- 3,000,000 incentive options (exercisable at \$0.06, expiring 18 December 2027, vested immediately and expensed in full during the period) approved by shareholders at the general meeting held on 18 December 2024.

(d) Comprising of:

- 333,333 free attaching options (exercisable at \$0.025, on or before 19 March 2026) issued as part of a placement approved by shareholders at the general meeting held on 11 September 2024;
- 1,500,000 incentive options (exercisable at \$0.05, expiring 18 December 2027, vested immediately and expensed in full during the period) approved by shareholders at the general meeting held on 18 December 2024; and
- 1,500,000 incentive options (exercisable at \$0.06, expiring 18 December 2027, vested immediately and expensed in full during the period) approved by shareholders at the general meeting held on 18 December 2024.

Directors' Report

Remuneration Report (Audited) (continued)

Performance rights

The numbers of performance rights over ordinary shares in the Company held during the financial year by each KMP, including their personally related parties, are set out below:

2025

	Balance at the start of the year	Granted as remuneration during the year	Expired/ Cancelled during the year	Other changes during the year ^(a)	Balance at the end of the year	Vested and exercisable at the end of the year	Vested but not exercisable at end of year
Performance Rights							
Directors							
Justin Barton	30,000,000	-	(2,000,000)	(27,000,000)	1,000,000	-	-
Roger Steinepreis	-	-	-	-	-	-	-
Steven Wood	-	-	-	-	-	-	-
	30,000,000	-	(2,000,000)	(27,000,000)	1,000,000	-	-

(a) 10:1 consolidation which occurred on 28 September 2024.

(ii) Share holdings

The numbers of shares in the Company held during the financial year by each KMP, including their personally related parties, are set out below:

2025

	Balance at the start of the year	Acquired during the year	Other changes during the year ^(a)	Balance at the end of the year
Directors				
Justin Barton	104,874,105	5,895,831	(94,386,695)	16,383,241
Roger Steinepreis	340,064,961	13,447,393	(306,058,465)	47,453,889
Steven Wood	35,891,764	1,580,912	(32,302,588)	5,170,088
	480,830,830	20,924,136	(432,747,748)	69,007,218

(a) 10:1 consolidation which occurred on 28 September 2024.

Directors' Report

Remuneration Report (Audited) (continued)

Link between Group performance and Remuneration policy

	2025	2024	2023	2022	2021
	\$	\$	\$	\$	\$
Loss after income tax	(1,310,854)	(1,049,446)	(3,766,704)	(5,207,914)	(3,170,895)
Share price at 30 June	0.035	0.020*	0.030*	0.030*	0.100*
Total dividends declared (cents per share)	-	-	-	-	-
Basic loss per share (cents per share)	(0.22)	(0.20)*	(1.00)*	(2.20)*	(1.90)*

*Loss per share has been restated for the 10:1 consolidation which occurred on 28 September 2024 pursuant to AASB 133.

There is no direct link between the Group's performance and Remuneration policy.

Other transactions with Key Management Personnel

Related party transactions with key management personnel are all on arm's length terms and transactions during the year ended 30 June 2025, are set out below:

- Steinepreis Paganin completed \$77,618 in legal work for the Group during the year (2024: \$41,451) on arm's length terms. Roger Steinepreis is the Non-Executive Chairman of the company and a partner of Steinepreis Paganin.
- On 26 June 2024, Roger Steinepreis agreed to provide a short term funding facility to the Group, if required, of up to \$150,000 with interest accruing at a rate of 6.5% per annum. The amount was fully drawdown on 27 June 2024. The loan was repaid in full on 17 October 2024, \$2,992 of interest was paid and the facility closed.

(End of Remuneration Report)

Directors' Report

Additional Information

(a) Unissued shares

At the date of this report, the Company had 129,105,510 options and 1,600,000 performance rights over ordinary shares under issue. Each instrument converts into one fully paid ordinary share on exercise. These instruments are exercisable as follows:

Details	No of Options	Issue Date	Date of Expiry	Exercise Price \$
Options	11,055,616	23/05/2023	23/05/2026	0.060
	11,055,616	23/05/2023	23/05/2026	0.090
	25,141,476	27/10/2023	26/10/2025	0.030
	11,698,397	12/12/2023	11/12/2025	0.030
	31,554,405	19/09/2024	19/03/2026	0.025
	5,000,000	Various	10/10/2027	0.040
	10,500,000	18/12/2024	18/12/2027	0.050
	10,500,000	18/12/2024	18/12/2027	0.060
	6,300,000	10/06/2025	18/12/2027	0.050
	6,300,000	10/06/2025	18/12/2027	0.060
	129,105,510			

Details	No of Performance Rights	Grant Date	Date of Expiry	Hurdle Price \$	Fair Value per Right \$
Performance	200,000	15/02/2023	15/02/2026	0.135	0.00840
Rights	200,000	15/02/2023	15/02/2026	0.180	0.00790
	500,000	25/11/2022	19/12/2025	0.150	0.00300
	500,000	25/11/2022	19/12/2025	0.250	0.00350
	100,000	15/02/2023	15/02/2026	0.075	0.00470
	100,000	15/02/2023	15/02/2026	0.100	0.00440
		1,600,000			

In addition, at the date of this report, Kimberly Mining Limited, a Canadian subsidiary of the Company, had the following warrants on issue that are exercisable at the date of this report as follows:

Details	No of Options	Grant Date	Date of Expiry	Conversion Price \$
Founder Warrants	5,317,250	29/08/2018	None	0.05
Founder Warrants – Tranche 2	3,143,250	28/09/2018	None	0.05
	8,461,000			

Refer to Note 16 of the financial report for details of options, performance rights and warrants cancelled/exercised during the year.

(b) Insurance of officers

During the financial year, the Group paid a premium in respect of a contract insuring the Directors of the Company, the Company Secretary, and any executive officers of the Company and of any related body corporate against a liability incurred as such a Director, secretary or executive officer to the extent permitted by the *Corporations Act 2001*. The contract of insurance prohibits disclosure of the nature of the liability and the amount of the premium.

Directors' Report

Additional Information (continued)

(c) Agreement to indemnify officers

The Group has entered into agreements with the Directors to provide access to Group records and to indemnify them. The indemnity relates to any liability as a result of being, or acting in their capacity as, an officer of the Company and or its subsidiaries to the maximum extent permitted by law; and for legal costs incurred in successfully defending civil or criminal proceedings. No liability has arisen under these indemnities as at the date of this report.

(d) 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. No proceedings have been brought or intervened in on behalf of the Group with leave of the court under Section 237.

(e) Non-audit services

The non-audit services provided by the auditor or any entity associated with the auditor for the year ended 30 June 2025 is \$15,500 (2024: \$37,000).

The Company may decide to employ the auditor on assignments additional to their statutory audit duties where the auditor's expertise with the Company is important. Non-audit services were provided by the Company's current auditors, Pitcher Partners BA&A Pty Ltd. The Directors are satisfied that the provision of the non-audit services during the year by the auditor is compatible with the general standard of independence for auditors imposed by the *Corporations Act 2001*. Non-audit services provided do not undermine the general principles relating to auditor independence as set out in APES 110 Code of Ethics for Professional Accountants (including Independence Standards), as they did not involve reviewing or auditing the auditor's own work, acting in a management or decision making capacity for the Company or any of its related entities, acting as an advocate for the Company or any of its related entities, or jointly sharing risks and rewards in relation to the operations or activities of the Company or any of its related entities.

(f) Corporate Governance

The Company and its Board are committed to achieving and demonstrating the highest standards of corporate governance. The Group has reviewed its Corporate Governance practices against the Corporate Governance Principles and Recommendations (4th edition) published by the ASX Corporate Governance Council.

The 2025 Corporate Governance Statement was approved by the Board on 12 September 2025 and is current at this time. A copy of the Company's current Corporate Governance Statement and Plan adopted during the year ended 30 June 2025 can be viewed at <https://www.arika.com.au/corporate/corporate-governance/>.

(g) Environmental Liabilities

The Group's operations are subject to environmental regulation in respect of mineral tenements relating to exploration activities on those tenements. No breaches of any environmental requirements were recorded during the financial year.

Auditor's independence declaration

The auditor's independence declaration is included on page 34 of the annual report.

Directors' Report

Additional Information (continued)

Rounding amounts

The Company is of a kind referred to in ASIC Corporations (Rounding in Financials/Directors' Reports) Instrument 2016/191, relating to the 'rounding off' of amounts in the Director's Report. Amounts in the Director's Report have been rounded off to the nearest dollar.

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

On behalf of the Directors



Justin Barton
Managing Director, Perth, Western Australia

12 September 2025

**AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF ARIKA RESOURCES LIMITED**

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 Arika Resources Limited and its controlled entities 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.

PITCHER PARTNERS BA&A PTY LTD

PITCHER PARTNERS BA&A PTY LTD



MICHAEL LIPRINO
Executive Director
Perth, 12 September 2025

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
ARIKA RESOURCES LIMITED**

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Arika Resources Limited (the "Company") (formerly known as Metalicity Limited) 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 other 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 consolidated financial statements including material accounting policy information, the consolidated entity disclosure statement and the directors' declaration.

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

- (a) giving a true and fair view of the Group's financial position as at 30 June 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 Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* ("the Code") that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Material Uncertainty Related to Going Concern

We draw attention to Note 2(a) in the financial report for the year ended 30 June 2025 which indicates that the Group recorded an operating loss of \$1,310,854 (2024: \$1,049,446), a net cash outflow from operating and investing activities of \$4,431,929 (2024: \$1,948,972). At 30 June 2025, the Group has working capital surplus of \$2,223,925 (2024: \$1,982,882) and current cash holding was \$3,621,791 (2024: \$172,368). These conditions, along with other matters as set forth in Note 2(a), indicate the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

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.

**ARIKA RESOURCES LIMITED
ABN 92 086 839 992**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
ARIKA RESOURCES LIMITED**

Key Audit Matter	How our audit addressed the key audit matter
<p>Carrying value of exploration and evaluation assets</p> <p>Refer to Note 10 of the financial report.</p> <p>As disclosed in Note 10 of the financial report, as at 30 June 2025, the Group held capitalised exploration and evaluation assets of \$16,402,320.</p> <p>The carrying value of exploration and evaluation expenditure is assessed for impairment by the Group when facts and circumstances indicate that the capitalised exploration and evaluation expenditure may exceed its recoverable amount.</p> <p>The determination as to whether there are any indicators to require the capitalised exploration and evaluation expenditure to be assessed for impairment involves a number of judgments including but not limited to:</p> <ul style="list-style-type: none"> • whether the Group has tenure of the relevant area of interest; • whether the Group has sufficient funds to meet the relevant area of interest minimum expenditure requirements; and • whether there is sufficient information for a decision to be made that the relevant area of interest is not commercially viable. <p>Given the size of the balance and the judgemental nature of the impairment indicator assessments associated with exploration and evaluation assets, we consider this is a key audit matter.</p>	<p>Our procedures included, amongst others:</p> <p>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.</p> <p>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.</p> <p>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.</p> <p>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.</p> <p>Assessing the adequacy of the disclosures included within the annual report.</p>

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**INDEPENDENT AUDITOR'S REPORT
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ARIKA RESOURCES LIMITED**

Key Audit Matter	How our audit addressed the key audit matter
<p>Share Based Payments Refer to Notes 2(i), 5,7, and 17 of the financial report.</p> <hr/> <p>Share based payments represent \$456,812 of the Group's expenditure.</p> <p>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.</p> <p>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.</p> <p>In calculating the fair value there are a number of judgements management must make, including but not limited to:</p> <ul style="list-style-type: none"> • Estimating the likelihood that the equity instruments will vest; • Estimating expected future share price volatility; • Expected dividend yield; and • Risk-free rate of interest. <p>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.</p>	<p>Our procedures included, amongst others:</p> <p>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.</p> <p>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 as appropriate.</p> <p>Assessing the appropriateness of including recalculation of share-based payment expensed during the year, including recalculation of pursuant to the requirements of Australian Accounting Standards AASB 2 <i>Share-based Payment</i> ("AASB 2").</p> <p>Assessing the adequacy of the disclosures included in the financial report.</p>

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**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
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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.

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

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**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
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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.

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**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
ARIKA RESOURCES LIMITED**

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included in pages 26 - 30 of the directors' report for the year ended 30 June 2025. In our opinion, the Remuneration Report of Arika Resources Limited, for the year ended 30 June 2025, complies with section 300A of the *Corporations Act 2001*.

Responsibilities

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

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MICHAEL LIPRINO
Executive Director
Perth, 12 September 2025

Directors' declaration

The Directors' declare that:

1. In the Directors' opinion, the consolidated financial statements and notes set out on pages 42 to 72 are in accordance with the *Corporations Act 2001*, including:
 - (a) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - (b) as stated in Note 1, the consolidated financial statements also comply with International Financial Reporting Standards; and
 - (c) giving a true and fair view of the Group's financial position as at 30 June 2025 and of its performance for the financial year ended on that date.
2. In the Directors' opinion, the consolidated entity disclosure statement required by subsection 295 (3A) of the *Corporations Act 2001* is true and correct.
3. In the Directors' opinion there are reasonable grounds, at the date of this declaration, to believe that the Group will be able to pay its debts as and when they become due and payable;

At the date of this declaration, the Company and certain wholly owned subsidiaries (collectively known as the "Closed Group") are parties to a deed of cross guarantee pursuant to ASIC Corporations (wholly-owned Companies) Instrument 2016/785. Under the deed of cross guarantee, each entity (in the Closed Group guarantees to each creditor (of any entity in the Closed Group) payment in full of any debt.

In the Directors' opinion there are reasonable grounds, at the date of this declaration, to believe that the Company and the other parties to the deed of cross guarantee (as disclosed in note 25 to the consolidated financial statements) will, as a group, be able to meet any liabilities to which they are, or may become, subject because of the deed of cross guarantee.

The Directors have been given the declarations required by Section 295(A) of the *Corporations Act 2001* from the Managing Director and the Chief Financial Officer for the year ended 30 June 2025.

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



Justin Barton
Managing Director
Perth, Western Australia

12 September 2025



**Consolidated statement of profit or loss and other comprehensive income
for the financial year ended 30 June 2025**

	Note	Consolidated Group	
		2025	2024
		\$	\$
Continuing operations			
Interest		58,236	11,761
Other Income	4	451,963	314,745
Impairment expense		(3,317)	(92,685)
Other expenses	5	(1,595,824)	(1,025,675)
Loss from continuing operations before income tax		(1,088,942)	(791,855)
Income tax expense	6	-	-
Loss after income tax from continuing operations		(1,088,942)	(791,855)
Discontinued operations			
Net loss from discontinued operations	12	(221,912)	(257,591)
Net Loss		(1,310,854)	(1,049,446)
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss			
Foreign currency translation		-	-
Other comprehensive loss for the period, net of tax		-	-
Total comprehensive loss for the year		(1,310,854)	(1,049,446)
Loss attributable to:			
Owners of the parent		(1,219,119)	(1,015,810)
Non-controlling interest		(91,735)	(33,636)
		(1,310,854)	(1,049,446)
Loss attributable to equity holders of the parent entity:			
Loss from continuing operations, net of tax		(1,088,942)	(791,855)
Loss from discontinued operations, net of tax		(130,177)	(223,955)
		(1,219,119)	(1,015,810)
Loss attributable to non-controlling interest relates to:			
Loss from continuing operations, net of tax		-	-
Loss from discontinued operations, net of tax		(91,735)	(33,636)
		(91,735)	(33,636)
Total comprehensive loss attributable to:			
Owners of the parent		(1,219,119)	(1,015,810)
Non-controlling interest		(91,735)	(33,636)
		(1,310,854)	(1,049,446)
Total comprehensive loss attributable to equity holders of the parent entity:			
Total comprehensive loss from continuing operations, net of tax		(1,088,942)	(791,855)
Total comprehensive loss from discontinued operations, net of tax		(130,177)	(223,955)
		(1,219,119)	(1,015,810)



**Consolidated statement of profit or loss and other comprehensive income
for the financial year ended 30 June 2025**

		Consolidated Group	
		2025	2024
	Note	\$	\$
Total comprehensive loss attributable to non-controlling interest relates to:			
Total comprehensive loss from continuing operations, net of tax		-	-
Total comprehensive loss from discontinued operations, net of tax		(91,375)	(33,636)
		(91,375)	(33,636)
Loss per share from continuing operations attributable to the equity holders of the parent entity:			
Basic loss per share (cents)	24(a)	(0.18)	(0.01)
Diluted loss per share (cents)	24(a)	(0.18)	(0.01)
Loss per share from discontinued operations attributable to the equity holders of the parent entity:			
Basic loss per share (cents)	24(a)	(0.04)	(0.01)
Diluted loss per share (cents)	24(a)	(0.04)	(0.01)
Loss per share attributable to the equity holders of the parent entity:			
Basic loss per share (cents)	24(a)	(0.22)	(0.02)
Diluted loss per share (cents)	24(a)	(0.22)	(0.02)

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

**Consolidated statement of Financial Position
for the financial year ended 30 June 2025**

	Note	Consolidated Group	
		2025	2024
		\$	\$
Current assets			
Cash and cash equivalents	7(a)	3,621,791	172,368
Trade and other receivables	8	164,420	52,867
Financial assets at fair value through profit & loss	11	-	2,010,045
Prepayments		31,431	38,233
Total current assets		3,817,642	2,273,512
Non-current assets			
Other financial assets	9	-	-
Exploration and evaluation expenditure	10	16,402,320	7,424,117
Plant and equipment		51,917	12,039
Total non-current assets		16,454,237	7,436,156
Total assets		20,271,879	9,709,668
Current liabilities			
Trade and other payables	13	1,467,241	24,978
Provisions	14	126,476	115,572
Borrowings	23	-	150,080
Total current liabilities		1,593,717	290,630
Total liabilities		1,593,717	290,630
Net assets		18,678,162	9,419,038
Equity			
Issued capital	15(a)	73,213,821	66,050,356
Reserves	17	6,671,797	6,100,516
Accumulated losses		(63,782,694)	(62,563,575)
Parent Entity Interest		16,102,924	9,587,297
Non Controlling Interest		2,575,238	(168,259)
Total equity		18,678,162	9,419,038

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

**Consolidated statement of changes in equity
for the financial year ended 30 June 2025**

	Issued capital	Share Based Payments Reserve	Accumulated losses	Non Controlling Interest	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2024	66,050,356	6,100,516	(62,563,575)	(168,259)	9,419,038
(Loss) for the year	-	-	(1,219,119)	(91,375)	(1,310,854)
Total comprehensive loss for the year	-	-	(1,219,119)	(91,375)	(1,310,854)
Non-controlling interest on consolidation	-	-	-	2,835,232	2,835,232
Issue of shares (placement)	7,583,000	-	-	-	7,583,000
Issue of shares (in lieu of fees)	153,483	-	-	-	153,483
Issue of shares (exercise of options)	56,687	-	-	-	56,687
Issue of options	-	558,318	-	-	558,318
Expense of performance rights	-	12,963	-	-	12,963
Issue costs	(629,705)	-	-	-	(629,705)
	7,163,465	571,281	-	2,835,232	10,569,978
Balance at 30 June 2025	73,213,821	6,671,797	(63,782,694)	2,575,238	18,678,162

	Issued capital	Share Based Payments Reserve	Accumulated losses	Non Controlling Interest	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2023	64,561,230	6,056,558	(61,547,765)	(134,623)	8,935,400
(Loss) for the year	-	-	(1,015,810)	(33,636)	(1,049,446)
Total comprehensive loss for the year	-	-	(1,015,810)	(33,636)	(1,049,446)
Issue of shares (placement)	1,375,000	-	-	-	1,375,000
Issue of shares (in lieu of fees)	122,936	-	-	-	122,936
Issue of shares (exercise of options)	7,989	-	-	-	7,989
Issue of broker options	-	16,799	-	-	16,799
Expense of performance rights	-	27,159	-	-	27,159
Issue costs	(16,799)	-	-	-	(16,799)
	1,489,126	43,958	-	-	1,502,098
Balance at 30 June 2024	66,050,356	6,100,516	(62,563,575)	(168,259)	9,419,038

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

**Consolidated statement of cash flows
for the financial year ended 30 June 2025**

	Note	Consolidated Group	
		2025	2024
		\$	\$
Cash flows from operating activities			
Payments to suppliers and employees		(924,938)	(1,174,518)
Interest received		62,141	11,761
Interest expense		(4,929)	-
Net cash used in operating activities	7(b)	(867,726)	(1,162,758)
Cash flows from investing activities			
Payment for exploration and in relation to tenements		(3,522,589)	(786,214)
Payments for plant and equipment		(41,612)	-
Net cash used in investing activities		(3,564,201)	(786,214)
Cash flows from financing activities			
Proceeds from shares issued		7,583,000	1,375,000
Proceeds paid in advance for share issue		906,981	-
Loan drawdown/(repayment)		(150,080)	150,000
Proceeds from option conversions		56,687	7,645
Principal amount paid on lease		-	(7,563)
Transaction costs in relation to share issue		(515,236)	(84,295)
Net cash provided by financing activities		7,881,352	1,440,787
Net increase/(decrease) in cash and cash equivalents		3,449,423	(508,185)
Cash and cash equivalents at the beginning of the financial year		172,368	680,553
Cash and cash equivalents at the end of the financial year	7(a)	3,621,791	172,368

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

Notes to Financial Statements for the financial year ended 30 June 2025

1. General information

Arika Limited (formerly known as Metalicity Limited) (“the Company” or “Arika”) is a company limited by shares, incorporated and domiciled in Australia. Its shares are listed on the Australian Securities Exchange. The Company and its wholly owned subsidiaries, Metalicity Energy Pty Ltd and KYM Mining Pty Ltd and its approximate 80.3% interest in Kimberly Mining Limited, Kimberly Mining Australia Pty Ltd, Kimberly Mining Holdings Pty Ltd are referred to as the ‘Group’.

The Financial Report of the Company for the year ended 30 June 2025 was authorised for issue in accordance with a resolution of the Board of Directors on 12 September 2025.

2. Material accounting policies

The principal accounting policies adopted in the preparation of the Financial Report are set out below. These policies have been consistently applied to the years presented, unless otherwise stated.

(a) Basis of preparation

This general purpose Financial Report has been prepared in accordance with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board (AASB), Australian Accounting Interpretations and the *Corporations Act 2001* as appropriate for for-profit oriented entities.

Compliance with IFRS

The financial report also complies with International Financial Reporting Standards issued by the International Accounting Standards Board.

Historical cost convention

These financial statements have been prepared under the historical cost convention, with exception to the financial assets carried at fair value through profit and loss.

Critical accounting estimates

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

Going concern basis

The financial statements have been prepared on the going concern basis which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the normal course of business. For the year ended 30 June 2025 the Group incurred a loss after tax of \$1,310,854 (2024: \$1,049,446) and a net cash outflow from operating and investing activities of \$4,431,929 (2024: \$1,948,972). At 30 June 2025, the Group has working capital surplus of \$2,223,925 (2024: \$1,982,882) and current cash holding was \$3,621,791 (2024: \$172,368).

In the view of the Directors that the Group has sufficient funds to meet its commitments as and when they fall due in the next 12 months. The Directors will continue to monitor cash reserves and reduce exploration and evaluation expenditure accordingly should the need arise.

Notes to Financial Statements for the financial year ended 30 June 2025

2. Material accounting policies (continued)

(a) Basis of preparation (continued)

In forming this view, the Directors have taken into consideration the following:

- Post year end the Company completed a capital raise for \$1 million, to assist with funding the Yundamindra drilling program and working capital costs;
- The Group's ability to reduce expenditure as and when required including, but not limited to, reviewing all expenditure for deferral or elimination, until the Group has sufficient funds; and
- Ability of the Group to raise further funds through subsequent capital raisings as evidenced during the current financial year.

On this basis no adjustments have been made to the financial report relating to the recoverability and classification of the carrying amount of assets or the amount and classification of liabilities that might be necessary should the Group not continue as a going concern.

Should the Group be unsuccessful with the initiatives detailed above then, there exists a material uncertainty which may cast significant doubt on the Group's ability to continue as a going concern the Group and may therefore be required to realise assets and extinguish liabilities other than in the ordinary course of business with the amount realised being different from those shown in the financial statements.

The financial report does not include adjustments relating to the recoverability and classification of recorded asset amounts nor to the amounts and classification of liabilities that might be necessary should the Group not continue as a going concern

(b) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable.

Management Income

Revenue from is recorded monthly in Arika's accounts from the JV management fee, which comprises of 10% of JV expenses for the month.

(c) Interest Income

Interest revenue is recognised on a time proportionate basis using the effective interest method.

(d) Cash and Cash Equivalents

For statement of cash flow presentation purposes, cash and cash equivalents includes cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

(e) Income Tax

The income tax expense or revenue for the period is the tax payable on a current period's taxable income based on the income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

Deferred tax is accounted for using the liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. 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.

Notes to Financial Statements for the financial year ended 30 June 2025

2. Material accounting policies (continued)

(e) Income Tax continued

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the income statement except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity. Deferred income tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and tax losses.

(d) Exploration Expenditure

Exploration and evaluation expenditure incurred on granted exploration licences is accumulated in respect of each identifiable area of interest. These costs are carried forward where the rights to tenure of the area of interest are current and to the extent that they are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves. Accumulated costs in relation to any abandoned area will be written off in full against profit in the year in which the decision to abandon the area is made. When production commences, the accumulated costs for the relevant area of interest will be amortised over the life of the area according to the rate of depletion of the economically recoverable reserves. A regular review will be undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

(e) Trade and other payables

These amounts represent liabilities for goods and services provided to the Group prior to the end of the financial year which are unpaid. The amounts are unsecured and usually paid within 30 days of recognition.

(f) Employee Benefits

Provision is made for the Group's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. Those cash flows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

(g) Share-based Payments

The Group operates equity-settled share-based payment share and option schemes to Directors, employees and service providers. The fair value of the equity to which parties become entitled is measured at grant date and recognised as an expense over the vesting period, with a corresponding increase to an equity account. The fair value of shares is ascertained as the market bid price. The fair value of options is ascertained using a Black - Scholes pricing model which incorporates all market vesting conditions and the fair value of performance rights is ascertained using a Monte Carlo pricing model where instruments issued have market conditions

Notes to Financial Statements for the financial year ended 30 June 2025

2. Material accounting policies (continued)

(h) Financial Instruments

Recognition, initial measurement and derecognition

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the financial instrument. Financial instruments (except for trade receivables) are measured initially at fair value adjusted by transactions costs, except for those carried “at fair value through profit or loss”, in which case transaction costs are expensed to profit or loss. Where available, quoted prices in an active market are used to determine the fair value. In other circumstances, valuation techniques are adopted. Subsequent measurement of financial assets and financial liabilities are described below.

Trade receivables are initially measured at the transaction price if the receivables do not contain a significant financing component in accordance with AASB 15.

Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and all substantial risks and rewards are transferred. A financial liability is derecognised when it is extinguished, discharged, cancelled or expires.

Financial assets

For the purpose of subsequent measurement, financial assets are classified into the following categories upon initial recognition:

- amortised cost; and
- fair value through profit or loss (FVPL).

Classifications are determined by both:

- The contractual cash flow characteristics of the financial assets; and
- The entities business model for managing the financial asset.

Financial assets at amortised cost

After initial recognition, these are measured at amortised cost using the effective interest method. The Group’s cash and cash equivalents, trade and most other receivables fall into this category of financial instruments.

Financial liabilities

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, as appropriate.

Subsequently, financial liabilities are measured at amortised cost using the effective interest method.

Impairment of financial assets at amortised cost

For trade receivables, the Group applies the simplified approach permitted by AASB, which requires expected lifetime losses to be recognised from initial recognition of the receivables. For other financial assets, the Group assesses the recoverability of amounts recognised with regard to the contractual terms under which the arrangement is made. A expected credit loss is recognised for any amounts that are not considered to be recoverable by way of the relevant contractual terms under the agreement.

Notes to Financial Statements for the financial year ended 30 June 2025

2. Material accounting policies (continued)

(i) Foreign Currency Transactions and Balances

The functional currency of each of the Group's entities is measured using the currency of the primary economic environment in which that entity operates. The consolidated financial statements are presented in Australian dollars which is the parent entity's functional currency. The functional currency of the Canadian subsidiary is Canadian Dollars. Other entities that are part of the Group have an AUD functional currency.

Transaction and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the date of the transaction. Foreign currency monetary items are translated at the year-end. Non-monetary items measured at historical cost continue to be carried at the exchange rate at the date of the transaction. Non-monetary items measured at fair value are reported at the exchange rate at the date when fair values were determined.

Exchange differences arising on the translation of monetary items are recognised in profit or loss, except where deferred in equity when the exchange difference arises on monetary items receivable from or payable to a foreign operation for which settlement is neither planned nor likely to occur (therefore forming part of the net investment in the foreign operation).

Exchange differences arising on the translation of non-monetary items are recognised directly in other comprehensive income to the extent that the underlying gain or loss is recognised in other comprehensive income, otherwise the exchange difference is recognised in the profit or loss.

Group companies

The financial results and position of foreign operations whose functional currency is different from the Group's presentation currency are translated as follows:

- Assets and liabilities are translated at exchange rates prevailing at the end of the reporting period;
- Income and expenses are translated at average exchange rates for the period; and
- Retained earnings are translated at the exchange rates prevailing at the date of the transaction.

Exchange differences arising on translation of foreign operations with functional currencies other than the Australian dollar are recognised in other comprehensive income and included in the foreign currency translation reserve in the statement of financial position. The cumulative amount of these differences is reclassified into profit or loss in the period in which the operation is discontinued.

(j) Interests in joint arrangements

Joint arrangements represent the contractual sharing of control between parties in a business venture where unanimous decisions about relevant activities are required. Joint operations represent arrangements whereby joint operators maintain direct interests in each asset and exposures to each liability of the arrangement. The Group's interests in the assets, liabilities, revenue and expenses of the joint operations are included in the respective line items of the financial statements. Information about the joint arrangements is set out in Note 10.

Notes to Financial Statements for the financial year ended 30 June 2025

2. Material accounting policies (continued)

(k) Impairment of Non-financial Assets

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows (cash generating units).

(l) Critical Accounting Estimates and Judgements

The Directors evaluate estimates and judgements incorporated into the financial report based on historical knowledge and best available current information. Estimates assumed a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Group.

Share-based payment transactions

The Group measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. Estimating the fair value for share-based payment transaction requires determination of the most appropriate valuation model, which is dependent on the terms and conditions of the grant. 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.

Assessment of Control / Joint Control

In determining whether the Group has control or joint control of the Kookynie/Yundamindra projects, judgement was applied. AASB 11 Joint Arrangements requires an investor to have contractually agreed the sharing of control when making decisions about the relevant activities (in other words requiring the unanimous consent of the parties sharing control). However, what these activities are is a matter of judgement. Alternatively, if joint control does not exist, then the Group must apply the general principles from other standards in recognised the controlled assets and liabilities acquired.

Under the terms of the Joint Venture Agreement with Nex Metals Exploration Limited ("Nex") (the "JV" agreement), the Group is the Manager of the JV with voting at the Management Committee proportional to the participating interest held at the date of the meeting. During the year, the Group's interest in the Kookynie/Yundamindra projects increased from 51% to 80%. The Group can now direct exploration activities through the approval of Programmes and Budgets. Accordingly, the Group recognises 100% of the Kookynie/Yundamindra projects, and a non-controlling interest (NCI) in relation to the 20% interest held by Nex.

Impairment

The Group assesses impairment at each reporting date by evaluating conditions specific to the Group that may lead to an impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Fair value less costs to sell ("FVLCTS") and Value-in-use ("VIU") calculations performed in assessing recoverable amounts incorporate a number of key estimates. This includes an assessment of the carrying values of capitalised exploration and evaluation costs.

Notes to Financial Statements for the financial year ended 30 June 2025

2. Material accounting policies (continued)

(n) Critical Accounting Estimates and Judgements continued

The write-off and carrying forward of exploration acquisition costs is based on an assessment of an area of interest's viability and/or the existence of economically recoverable reserves. The recoverability of the carrying amount of the exploration development expenditure is dependent on successful development and commercial exploitation, or alternatively sale of the respective areas of land.

(d) Application of new and revised Accounting Standards

Application of new and revised Accounting Standards effective

In the year ended 30 June 2025, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board that are relevant to the Group and effective for the current annual reporting period. It has been determined that there is no material impact of the new and revised standards on the Group.

Application of new and revised Accounting Standards not yet effective

The Australian Accounting Standards Board (AASB) has issued a number of new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods, some of which are relevant to the Group. The Group has decided not to early adopt any of these new and amended pronouncements. There are no material expected impacts.

3. Segment information

Identification of reportable segments

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources.

The Group has two geographic segment being Australia and Canada and operates in one industry being the exploration of minerals. The Canada operation has been discontinued and is reflected in Note 12.

Notes to Financial Statements for the financial year ended 30 June 2025

4. Other Income

An analysis of the Group's other income for the year is as follows:

	Consolidated Group	
	2025	2024
	\$	\$
Fair value movement on financial instruments at fair value through profit and loss ¹	365,463	274,097
Other income	86,500	40,648
	<u>510,199</u>	<u>326,505</u>

¹ Refer to Note 11.

5. Expenses

	Consolidated Group	
	2025	2024
	\$	\$
Accounting & audit	110,150	80,396
ASX	75,710	53,986
Company secretarial fees	67,123	30,084
Consulting fees	24,275	62,022
Depreciation	1,734	15,257
Employee benefits	539,499	549,647
Exploration expenses (excl those capitalised)	-	30,523
Investor relations	69,000	18,000
Legal fees	82,087	118,357
Share based payments (refer Note 17a)	456,812	27,159
Share registry fees	44,347	35,017
Other	125,087	1,275
Total expenses	<u>1,595,824</u>	<u>1,025,675</u>

Notes to Financial Statements for the financial year ended 30 June 2025

6. Income tax expense

	Consolidated Group	
	2025	2024
	\$	\$
a) Numerical reconciliation of income tax expense to prima facie tax payable		
Loss from continuing operations before income tax expense	(1,088,942)	(758,219)
Loss from discontinued operations before income tax expense	(130,177)	(257,591)
	(1,219,119)	(1,015,810)
Tax at the Australian tax rate of 25% (2024: 25%)	(304,781)	(253,953)
Tax effect of amounts which are not deductible in calculating taxable income	761,254	71,499
Tax effect of amounts which are non (taxable) in calculating taxable income	(737,264)	-
Tax losses not recognised	280,791	182,454
Prior year losses not recognised, now recognised		
Income tax expense	-	-
	Consolidated Group	
	2025	2024
	\$	\$
b) Deferred tax assets/liabilities		
Unused tax losses for which no deferred tax asset has been recognised	27,707,334	23,560,995
Capital losses	2,583,592	-
Temporary differences	(9,301,654)	(1,793,786)
Potential tax benefit at 25% (2024: 25%)	5,247,318	5,441,802

Tax losses and other temporary differences have not been recognised as a deferred tax asset as recoupment is dependent on, amongst other matters, sufficient future assessable income being earned. That is not considered certain in the foreseeable future and accordingly there is uncertainty that the losses can be utilised. There is a net deferred tax liability of approximately \$2,325,413 relating to capitalised exploration costs and other minor temporary differences. These are offset with the deferred tax assets that have been recognised to the extent of the deferred tax liabilities.

Notes to Financial Statements for the financial year ended 30 June 2025

7. Cash and cash equivalents

(a) Reconciliation of cash and cash equivalents

Cash and cash equivalents at the end of the financial year as shown in the consolidated statement of cash flows are reconciled to the related items in the consolidated statement of financial position as follows:

	Consolidated Group	
	2025	2024
	\$	\$
Cash and cash equivalents	3,621,791	172,368
Cash and cash equivalents as reported in the statement of cash flows	3,621,791	172,368

(b) Reconciliation of loss for the year to net cash flows from operating activities

	Consolidated Group	
	2025	2024
	\$	\$
Loss for the year	(1,310,857)	(1,049,446)
Share based payments	456,812	27,159
Foreign exchange gain/(loss)	2,837	(87,455)
Director fees settled in shares	153,483	-
Depreciation	1,734	15,257
Exploration impaired	84,809	170,136
Impairment of loans	143,257	92,685
Fair value movement on financial instruments at fair value through profit and loss	(365,463)	(274,097)
Increase in trade and other receivables and other assets	(104,747)	(31,851)
(Decrease) in trade and other payables ¹	59,505	(222,024)
Increase in loan	-	150,000
Increase in provisions	10,904	(16,903)
Net cash (used in) operating activities	(867,726)	(1,162,758)

¹ – Net of exploration costs.

(c) Non-cash investing and financing activities

During the year 5,000,000 options were issued to Canaccord for assisting with the placement. In prior year 10,000,000 options were issued to Canaccord for assisting with the October 2023 placement.

8. Trade and other receivables

	Consolidated Group	
	2025	2024
	\$	\$
GST Receivable (none past due or impaired)	164,420	52,867

Notes to Financial Statements for the financial year ended 30 June 2025

9. Other financial assets

	Consolidated Group	
	2025	2024
	\$	\$
Nex receivable ⁽¹⁾	-	1,679,314
Less: Expected credit loss	-	(1,679,314)
	-	-

⁽¹⁾ The Nex receivable at 30 June 2024 was \$1,679,314, which comprised of 49% of joint operation billings raised to Nex under the Joint Venture Agreement (“JV Agreement”) less an expected credit loss (“ECL”) allowance for the full amount based on publicly available information regarding Nex’s financial position. This receivable as at 30 June 2024 was settled during the year as explained in Note 7 below.

10. Exploration and evaluation expenditure

	Consolidated Group	
	2025	2024
	\$	\$
Exploration at cost at the beginning of the period	7,424,117	7,012,544
Acquisition costs ⁽¹⁾	5,525,999	-
Exploration and evaluation expenditure	3,701,252	265,936
Impairment of exploration expenditure (refer note 12)	(224,749)	(170,136)
Written off of exploration expenditure	(24,299)	(107,382)
Exploration and evaluation expenditure		
- Interest in joint operation ⁽²⁾	-	423,155
Closing balance	16,402,320	7,424,117
Total expenditure incurred and carried forward in respect of specific projects		
- Kookynie/Yundamindra Area of interests Assets	16,051,927	7,085,138
- Other	350,393	338,979
Total carried forward exploration expenditure	16,402,320	7,424,117

⁽¹⁾ **Nex Settlement**

On 12 July 2024, the Company completed a formal agreement (the “Nex Settlement”) with Nex Metals Limited (“Nex”) in relation to the Kookynie and Yundamindra Joint Operation (the “JV”). The formal agreement increased the Group’s interest in the Kookynie and Yundamindra Joint Operation to 80%. All previous litigation and disputes between the parties were settled.

Notes to Financial Statements for the financial year ended 30 June 2025

10. Exploration and evaluation expenditure continued

As consideration for the Nex Consideration, the Company surrendered 100% of the fully paid ordinary shares that it owned in Nex. The Company also transferred to Nex the following prospecting licences P40/1500, P40/1510, P40/1511, P40/1499 and agreed to waive all amounts owing from Nex for its share of joint operation billings. \$24,299 that was previously capitalised for these prospecting licences has been included as part of the acquisition cost.

Upon completion of the Nex Settlement, the Group has determined it now controls the JV and accordingly has recognised the full fair value of exploration and evaluation expenditure associated with the JV, as well as a non-controlling interest ("NCI") for the remaining interest retained by Nex.

The acquisition of the JV was accounted for as an asset acquisition rather than as a business combination, as it was determined that the acquired net assets of the JV did not constitute a business.

The consideration paid in relation to the additional 29% interest in the JV was as follows:

Disposal of Shares in Nex	\$2,375,508
Settlement of loan to Nex & shortfall	\$ 290,960
Disposal of prospecting licences	\$ 24,299
	<u>\$2,690,767</u>

Fair value of assets acquired and liabilities assumed:

Exploration and evaluation expenditure	\$5,525,999
	<u>\$5,525,999</u>
NCI (20% of the net assets of the JV)	<u>(\$2,835,232)</u>
	<u>\$2,690,767</u>

- (2) During the period an impairment of \$84,809 was provided for the Admiral Bay Project (30 June 2024 - \$170,136).
- (3) On 6 May 2019, the Company announced that it had entered into a farm-in agreement with Nex for the Kookynie and Yundamindra projects in the Eastern Goldfields, Western Australia. On 20 May 2021, MCT announced that it had met the required \$5 million spend to achieve a 51% earn-in on the Kookynie and Yundamindra tenements. On 12 July 2024 the Group increased its interest in the JV to 80%. The Joint arrangement was previously classified as a joint operation. Upon completion of the Nex Settlement, the Group determined it had control of the JV, consolidating the JV into the Consolidated Financial Statements of the Group with effect from 12 July 2024. From 12 July 2024 Arika has provided funding to the JV for 100% of the exploration costs, to date the JV has not issued a cash call to the JV partners for the expenditure incurred.

The recoverability of the carrying amount of the exploration development expenditure is dependent on successful development and commercial exploitation or, alternatively, sale of the respective areas of interest.

11. Financial Assets at Fair Value through Profit & Loss

	Consolidated Group	
	2025	2024
	\$	\$
Shares in listed Corporations	-	2,010,045

The Group held Nil shares in Nex at 30 June 2025 (30 June 2024: 91,365,685 shares in Nex). This financial asset was carried at fair value through profit and loss.

Notes to Financial Statements for the financial year ended 30 June 2025

11. Financial Assets at Fair Value through Profit & Loss continued

	Consolidated Group	
	2025	2024
	\$	\$
Opening balance – at fair value	2,010,045	1,735,948
Return of capital – Nex Settlement	(2,375,508)	-
Fair value adjustment	365,463	274,097
Closing balance – at fair value	-	2,010,045

The revaluation of the shares resulted in a \$365,463 gain that flowed through the Statement of Profit or Loss as a “Fair Value movement on financial instruments at fair value through profit and loss”.

12. Discontinued operations

	Consolidated Group	
	2025	2024
	\$	\$
Kimberley Mining Limited – Admiral Bay Project	221,912	170,136
Transfer of foreign currency translation reserve to profit and loss (discontinued operation)	-	87,455
	221,912	257,591

During the year ended 30 June 2021, following an extensive process to divest the Admiral Bay project, which is currently held by the ~80.3% owned subsidiary, Kimberley Mining Limited, the Board elected to put the Admiral Bay project on care and maintenance and impair the carrying value of the Project to nil.

(i) Financial performance information

	Consolidated Group	
	2025	2024
	\$	\$
Impairment of exploration and expenditure assets	(224,749)	(170,136)
Gain on transfer of foreign currency translation reserve	2,837	(87,455)
	(221,912)	(257,591)
Income tax expense	-	-
Loss after income tax of discontinued operations	(221,912)	(257,591)

(ii) Cash flow information

Net cash used in investing activities	(224,749)	(170,136)
Net cash outflow	(224,749)	(170,136)

(iii) Carrying amount of assets and liabilities

Other receivables	21,780	21,566
Asset classified as held for sale	21,780	21,566
Liabilities held for sale*	(1,100,929)	(876,180)
Net liabilities attributable to discontinued operations	(1,079,149)	(854,615)

* Intercompany payables that are eliminated on consolidation.

Notes to Financial Statements for the financial year ended 30 June 2025

13. Trade and other payables

	Consolidated Group	
	2025	2024
	\$	\$
Trade payables and accruals	534,142	316,027
Other	26,118	-
Share application funds*	906,981	-
JV Payable – MCT shortfall	-	(291,049)
	1,467,241	24,978

* The shares were issued on 18 July 2025 following shareholder approval.

14. Provisions

	Consolidated Group	
	2025	2024
	\$	\$
Employee benefits – annual and long service leave	126,476	115,572

15. Issued capital

(a) Issued share capital

	2025	2024
	\$	\$
780,595,594 (2024: 4,485,852,685 pre consolidation) fully paid ordinary shares	73,213,818	66,050,356
	73,213,818	66,050,356

(b) Movement in ordinary share capital

Date	Details	Number of shares	\$
01/07/2024	Opening balance	4,485,852,685	66,050,356
06/08/2024	Placement A Tranche 1 ^(a)	210,213,170	420,426
	Balance before consolidation	4,696,065,855	66,470,782
12/09/2024	Consolidation 10:1 ^(b)	469,605,819	66,470,782
19/09/2024	Placement A Tranche 2 ^(a)	28,978,683	579,574
11/10/2024	Placement B Tranche 1 ^(c)	120,000,000	3,000,000
24/11/2024	Payment in lieu of fees ^(d)	3,924,136	78,482
18/12/2024	Placement B Tranche 2 ^(c)	11,000,000	275,000
09/05/2025	Placement ^(e)	147,086,956	3,383,000
10/06/2025	Exercise of options	2,267,344	56,687
	Share issue costs	-	(629,707)
30/06/2025	Balance at the end of the year	782,862,938	73,213,818

- (a) The Company completed a capital raise to sophisticated investors at \$0.02 per share raising \$1,000,000 (before costs), including a placement with Directors for \$120,000 subject to shareholder approval.
- (b) The Company consolidated issued capital on a 10:1 basis.
- (c) The Company completed a capital raise to sophisticated investors at \$0.025 per share raising \$3,200,000 (before costs) including a placement with Directors for \$275,000 subject to shareholder approval.
- (d) 3,924,136 shares were issued to Directors as payment in lieu of fees owing of \$78,482 for the period up to 31 October 2024 at \$0.002 a share as approved by shareholders.
- (e) The Company completed a capital raise to sophisticated investors at \$0.023 per share raising \$3,383,000 (before costs).

Notes to Financial Statements for the financial year ended 30 June 2025

15. Issued capital continued

Date	Details	Number of shares	\$
01/07/2023	Opening balance	3,736,085,806	64,561,230
25/10/2023	Placement - Non-KMP [^]	515,000,000	1,030,000
11/12/2023	Placement – KMP [^]	172,500,000	345,000
11/12/2023	Payment in lieu of fees [^]	61,647,988	122,926
31/05/2024	Exercise of options	798,891	7,988
	Share issue costs	-	16,799
30/06/2024	Balance at the end of the year	4,485,852,685	66,050,356

[^] Shares issued as part of a private placement at \$0.002 per share, 515,000,000 to non KMPs and 172,500,000 to KMPs (12,500,000 to Justin Barton, 150,000,000 to Roger Steinepreis and 10,000,000 to Steven Wood). In addition, 61,467,988 shares issued to directors as payment in lieu of fees of \$122,936 (Justin Barton \$55,549, Roger Steinepreis \$34,997 and Steven Wood \$32,390) due for the period up to 30 September 2023 at \$0.002 a share. Shares issued to KMPs were approved at the AGM held on 24 November 2023 and those issued to non KMPs were ratified at the General Meeting on 11 September 2024.

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

16. Options, Performance Rights and Warrants

(a) (i) Options

At year end 30 June 2025, the Company had 132,225,612 options over ordinary shares under issue (30 June 2024: 605,596,326). These options are exercisable as follows:

30 June 2025

Issue Date	Date of Expiry	Exercise Price \$	No of Options
24/05/2023	24/05/2026	0.06	11,055,616
24/05/2023	24/05/2026	0.09	11,055,616
12/12/2023	11/12/2025	0.03	11,698,397
27/10/2023	26/10/2025	0.03	26,749,995
19/09/2024	19/03/2026	0.025	33,065,988
Various	20/10/2027	0.04	5,000,000
18/12/2024	18/12/2027	0.05	10,500,000
18/12/2024	18/12/2027	0.06	10,500,000
10/06/2025	18/12/2027	0.05	6,300,000
10/06/2025	18/12/2027	0.06	6,300,000
			<u>132,225,612</u>

30 June 2024

Issue Date	Date of Expiry	Exercise Price \$	No of Options
24/05/2023	24/05/2026	0.006	110,556,166
24/05/2023	24/05/2026	0.009	110,556,166
12/12/2023	11/12/2025	0.003	116,983,994
27/10/2023	26/10/2025	0.003	267,500,000
			<u>605,596,326</u>

Notes to Financial Statements for the financial year ended 30 June 2025

16. Options, Performance Rights and Warrants continued

(a) (ii) Free attaching options

Included in the tables in 16(a)(i) are the following free attaching options. These are not recognised in the share based payment reserve as they do not constitute a share based payment under accounting standards.

30 June 2025

Free attaching options	Number	Expiry Date	Exercise Price
Issued 23/05/2023	110,556,166	23/05/2026	\$0.06
Issued 23/05/2023	110,556,166	23/06/2026	\$0.09
Issued 19/09/2024	31,065,988	19/03/2026	\$0.025

30 June 2024

Free attaching options	Number	Expiry Date	Exercise Price
Issued 24/05/2023	110,556,166	24/05/2026	0.006
Issued 24/05/2023	110,556,166	24/05/2026	0.009

Movements in options during the financial year are as follows:

	2025 No.	2024 No.
Balance at beginning of the year	605,596,326	540,495,949
Consolidation 10:1	(545,036,702)	
Granted during the year (note 19)	73,933,332	384,483,994
Exercised during the year	(2,267,344)	(798,891)
Forfeited/expired/cancelled during the year	-	(318,584,726)
Balance at the end of the year	132,225,612	605,596,326

(b) Performance Rights

At year ended 30 June 2025, the Company had 1,600,000 performance rights over ordinary shares under issue (30 June 2024: 36,000,000). Each represent a conditional right for the holder to acquire one fully paid ordinary share in the Company and vest subject to the share price meeting specified hurdle prices and the recipient's continuation of employment, as detailed below.

These performance rights are exercisable as follows:

30 June 2025

Grant Date	Date of Expiry	Hurdle Price \$	No.	No. Vested
15/02/2023	15/02/2026	0.135	200,000	-
15/02/2023	15/02/2026	0.180	200,000	-
25/11/2022	19/12/2025	0.150	500,000	-
25/11/2022	19/12/2025	0.250	500,000	-
15/02/2023	15/02/2026	0.075	100,000	-
15/02/2023	15/02/2026	0.100	100,000	-
			1,600,000	-

Notes to Financial Statements for the financial year ended 30 June 2025

16. Options, Performance Rights and Warrants continued

30 June 2024

Grant Date	Date of Expiry	Hurdle Price \$	No.	No. Vested
15/02/2023	15/02/2026	0.0135	2,000,000	-
15/02/2023	15/02/2026	0.0180	2,000,000	-
25/11/2022	19/12/2025	0.0150	5,000,000	-
25/11/2022	19/12/2025	0.0250	5,000,000	-
15/02/2023	15/02/2026	0.0075	1,000,000	-
15/02/2023	15/02/2026	0.0100	1,000,000	-
05/05/2023	31/05/2025	0.0200	20,000,000	-
			<u>36,000,000</u>	-

Movements in performance rights during the financial year are as follows:

	2025 No.	2024 No.
Balance at beginning of the year	36,000,000	56,000,000
Consolidation 10:1	(32,400,000)	-
Forfeited/expired/cancelled during the year	(2,000,000)	(20,000,000)
Balance at the end of the year	<u>1,600,000</u>	<u>36,000,000</u>

The weighted average remaining contractual life for the performance rights outstanding as at 30 June 2025 is 0.5 years (2024: 1.2 years). The performance rights do not have an exercise price.

(c) Kimberly Mining Limited Warrants

As at 30 June 2025, there were 31,128,738 in issued common shares in Kimberly Mining Limited and 8,461,000 under warrants (30 June 2024: 31,128,738 common shares and 8,461,000 warrants). These warrants are exercisable/convertible as follows:

Details	No of Warrants	Expiry Date	Exercise Price \$
Founder Warrants	8,461,000	None	0.05

Founder warrants are convertible to 1 ordinary share in Kimberly Mining Limited upon exercise.

	2025 No.	2024 No.
Balance at beginning/end of the period	<u>8,461,000</u>	<u>8,461,000</u>

(d) Capital Management

Management controls the capital of the Group in order to maintain a sustainable debt to equity ratio, generate long-term shareholder value and ensure that the Group can fund its operations and continue as a going concern. The Group's debt and capital include ordinary share capital and financial liabilities, supported by financial assets.

The Group is not subject to any externally imposed capital requirements. Management effectively manages the Group's capital by assessing the Group's financial risks and adjusting its capital structure in response to changes in these risks and in the market. These responses include the management of debt levels, distributions to shareholders and share issues.

Notes to Financial Statements for the financial year ended 30 June 2025

17. Reserves

	Consolidated	
	2025	2024
	\$	\$
Shared based payment reserve	6,671,797	6,100,516
Total	6,671,797	6,100,516

Movement of Shared based payment reserve	\$
Balance at 30 June 2023	6,056,558
Expensing of performance rights in the year	27,159
Issue of advisor options in the year	16,799
Balance at 30 June 2024	6,100,516
Issue of options during the year	558,318
Expensing of performance rights in the year	12,963
Balance at 30 June 2025	6,671,797

(a) Recognised share-based payment expense

The expense recognised for options and performance rights issued during the year or issued in prior periods is shown in the table below.

	30 June 2025	30 June 2024
	\$	\$
Options issued to directors and employees ^(b4) ^(b5)	443,849	-
Performance rights issued to directors ^(c)	12,963	27,159
Recognised as a share based payment expense	456,812	27,159
Broker Options ^(b1) ^(b2) ^(b3)	114,469	33,598
Recognised as capital raising costs	114,469	33,598

(b) Options granted during the year

Options granted during the year as share-based payments are as follows:

Class Of Securities	Issue Date	Number Of Securities	Exercise Price	Expiry Date	Vesting Date
Broker Options ⁽¹⁾	19/09/2024	2,000,000	0.025	19/03/2026	19/09/2024
Broker Options ⁽²⁾	11/10/2024	4,500,000	0.040	10/10/2027	11/10/2024
Broker Options ⁽³⁾	18/12/2024	500,000	0.040	10/10/2027	18/12/2024
Incentive Options ⁽⁴⁾	18/12/2024	10,500,000	0.050	18/12/2027	18/12/2024
Incentive Options ⁽⁵⁾	18/12/2024	10,500,000	0.060	18/12/2027	18/12/2024
Incentive Options ⁽⁶⁾	10/06/2025	6,300,000	0.050	18/12/2027	10/06/2025
Incentive Options ⁽⁶⁾	10/06/2025	6,300,000	0.060	18/12/2027	10/06/2025

⁽¹⁾ Options were issued to the Company's Lead Broker as part of the Capital raising completed in September 2024, \$15,189 has been recognised in equity as capital raising costs.

⁽²⁾ Options were issued to the Company's Lead Broker as part of the Capital raising completed in December 2024, \$92,369 has been recognised in equity as capital raising costs.

⁽³⁾ Options were issued to the Company's Lead Broker as part of the Capital raising completed in December 2024, \$6,911 has been recognised in equity as capital raising costs.

⁽⁴⁾ Options were issued to the Directors. \$137,977 has been recognised as a share based payment.

⁽⁵⁾ Options were issued to the Directors, \$127,757 has been recognised as a share based payment.

⁽⁶⁾ Options were issued to key employees and consultants, \$178,115 has been recognised as a share based payment.

Notes to Financial Statements for the financial year ended 30 June 2025

17. Reserves continued

Options were valued using a Black-Scholes Model with the following inputs:

Class Of Securities	Dividend Yield	Valuation Date	Expected Volatility ⁽¹⁾	Risk-Free Interest Rate	Expiry	Underlying Share Price	Value per Option	Total Fair Value	Value Recognised 30 June 2025
Broker Options	Nil	19/09/24	100%	3.59%	19/03/26	0.019	0.007	\$15,189	\$15,189
Broker Options	Nil	11/10/24	100%	3.78%	10/10/27	0.034	0.020	\$92,369	\$92,369
Broker Options	Nil	18/12/24	100%	3.81%	10/10/27	0.026	0.013	\$6,911	\$6,911
Incentive Options	Nil	18/12/24	100%	3.81%	18/12/27	0.026	0.013	\$137,977	\$137,977
Incentive Options	Nil	18/12/24	100%	3.81%	18/12/27	0.026	0.012	\$127,757	\$127,757
Incentive Options	Nil	15/05/25	100%	3.65%	18/12/27	0.03	0.015	\$92,813	\$92,813
Incentive Options	Nil	15/05/25	100%	3.65%	18/12/27	0.03	0.014	\$85,302	\$85,302

(1) Expected volatility was calculated using peer analysis.

(c) Summary of options granted

The following table illustrates the number and weighted average exercise price (WAEP) of, and movements in, share options issued during the year:

	2025 No	2025 WAEP	2024 No	2024 WAEP
Outstanding at the beginning of the year	10,000,000	.003	76,000,000	.008
Consolidation 10:1	(9,000,000)	.003		
Granted during the year	40,600,000	.052	10,000,000	.003
Expired/forfeited/cancelled during the year	-	-	(76,000,000)	.008
Outstanding at the end of the year	41,600,000	.052	10,000,000	.003

(d) Weighted average of remaining contractual life

The weighted average remaining contractual life for the share options outstanding as at 30 June 2025 is 2.35 years (2024: 1.32 years). The weighted average remaining contractual life for the performance rights outstanding as at 30 June 2025 is 0.6 years (2024: 0.6 years).

(e) Range of exercise price

The range of exercise prices for options outstanding at the end of the year 30 June 2025 was \$0.025-\$0.06 (2024: \$0.003). The performance rights do not have an exercise price.

(f) Performance rights granted during the year

There were no performance rights granted during the period ended 30 June 2025. During the period the Company recognised an expense of \$12,963, for part expense of performance rights issued in the prior periods.

No of Performance Rights	1,000,000 ⁽¹⁾	1,000,000 ⁽¹⁾	20,000,000
Grant date	01/07/2022	01/07/2022	05/02/2023
Share price	\$0.005	\$0.005	\$0.002
Exercise price	\$0.0075	\$0.01	\$0.02
Risk-free interest rate	3.087%	3.087%	3.33%
Expiry date	21/02/2026	21/02/2026	31/05/2025
Volatility ⁽³⁾	90%	90%	170%
Fair value at grant date (cents)	\$0.047	\$0.044	\$0.000907
Life	1,095 days	1,095 days	730 days

⁽¹⁾ Volatility is calculated based on historical ASX share prices.

Notes to Financial Statements for the financial year ended 30 June 2025

18. Financial Risk Management

Risk management is the role and responsibility of the Board. The Group's current activities expose it to minimal risk. However, as activities increase there may be exposure to interest rate, market, credit, and liquidity risks.

(a) Interest Rate Risk

Interest rate risk is the risk that future cash flows will fluctuate as a result of changes in market interest rates. The Company does not have any borrowings. Interest rate risk is limited to potential decreases on the interest rate offered on cash and cash equivalents held with financial institutions. Sensitivity to a plus or minus 1% change in the interest rates would have no significant impact on the net loss due to the immateriality of the interest earned.

(b) Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company has adopted the policy of dealing with creditworthy counterparties and obtaining sufficient collateral or other security where appropriate, as a means of mitigating the risk of financial loss from defaults. The Company measures credit risk on a fair value basis.

The carrying amount of financial assets recorded in the financial statements, net of any provisions for losses, represents the Company's maximum exposure to credit risk without taking account of the fair value of any collateral or other security obtained. The credit quality of financial assets that are neither past due nor impaired can be assessed by reference to external credit ratings:

	30 June 2025	30 June 2024
	\$	\$
Cash and cash equivalents AA-	3,621,791	172,368

(c) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company's policy is to ensure that it will always have sufficient cash to allow it to meet its liabilities when they become due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. The key to success in managing liquidity is the degree of certainty in the cash flow projections. If future cash flows are fairly uncertain, the liquidity risk increases.

As at 30 June 2025, the consolidated entity had a cash and cash equivalents balance of \$3,621,791 (30 June 2024 - \$172,368) and financial liabilities of \$1,593,717 (30 June 2024 - \$290,630), all expected to settle within 6 months. As outlined in Note 2, the consolidated entity may be required to obtain additional financing for working capital and continued exploration and development of its properties.

The material liquidity risk for the Group is the ability to raise equity in the future. This enables it to meet commitments and remain a going concern.

Notes to Financial Statements for the financial year ended 30 June 2025

19. Key management personnel disclosures

	Consolidated Group	
	2025	2024
	\$	\$
Key management personnel compensation		
Short-term employee benefits	483,811	430,311
Post-employment benefits	35,951	44,857
Share based payments	278,697	27,159
	798,459	502,327

Detailed remuneration disclosures are provided in the Remuneration Report in the Directors' Report.

Apart from the Company's Directors and Officers, the Group had 1 employee as at 30 June 2025 (30 June 2024: 1 employee).

20. Remuneration of auditors

	Consolidated Group	
	2025	2024
	\$	\$
During the year the following fees (exclusive of GST) were paid or payable for services provided by the auditor of the Group:		
Audit services		
- Audit and review of financial report and other audit work under the <i>Corporations Act 2001</i>	49,500	45,871
Non-audit services		
- Other services provided	15,500	37,000
Total remuneration for audit and other services	65,000	82,871

From 2021, the auditors of Arika Limited and its subsidiaries has been Pitcher Partners BA&A Pty Limited.

21. Contingent liabilities

The Group has no contingent liabilities as at 30 June 2025 (2024: Nil).

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Notes to Financial Statements for the financial year ended 30 June 2025

22. Commitments for expenditure

(a) Exploration Commitments

In order to maintain an interest in the mining and exploration tenements in which the Group is involved, the Group is committed to meet the conditions under which the tenements were granted and the obligations of any joint venture agreements. The timing and amount of exploration expenditure commitments and obligations of the Group are subject to the minimum expenditure commitments required as per the Mining Act, as amended, and may vary significantly from the forecast based upon the results of the work performed which will determine the prospectivity of the relevant area of interest. These obligations are not provided for in the financial report and are payable.

Outstanding exploration commitments, including the Company's 80% direct interest in the Kookynie and Yundamindra Joint Venture tenements, are as follows (other than detailed below, no estimate has been given of expenditure commitments beyond 12 months as this is dependent on the Directors' ongoing assessment of operations and, in certain circumstances, Native Title negotiations):

	Consolidated Group	
	2025	2024
	\$	\$
Not longer than 1 year	150,000	1,163,540
Longer than 1 year and not longer than 5 years	-	-
Longer than 5 years	-	-
	150,000	1,163,540

23. Related Party transactions

(a) Key management personnel

Related party transactions with key management personnel are all on arm's length terms and transactions during the year ended 30 June 2025, other than that disclosed in note 20, are set out below:

- Steinepreis Paganin completed \$77,618 in legal work for the Group during the year (2024: \$41,451). Roger Steinepreis is the Non-Executive Chairman of the company.

- On 26 June 2024, Roger Steinepreis agreed to provide a short-term funding facility to the Group, if required, of up to \$150,000 with interest accruing at a rate of 6.5% per annum. The amount was fully drawdown on 27 June 2024. The loan was repaid in full on 17 October 2024, \$2,992 of interest was paid and the facility closed.

(b) Transaction with related parties

There were no transactions with related parties other than with key management personnel as noted above.

(c) Outstanding balances arising from sales / purchases of goods and services

There are no balances owing to or from related parties at 30 June 2025 (2024: Nil).

Notes to Financial Statements for the financial year ended 30 June 2025

24. Earnings per share

	Consolidated Group	
	2025 Cents	2024* Cents
(a) Basic earnings per share		
Loss from continuing operations attributable to the ordinary equity holders of the Company	(0.18)	(0.10)
Loss from discontinued operations attributable to the ordinary equity holders of the Company	(0.04)	(0.10)
	<u>(0.22)</u>	<u>(0.20)</u>
(b) Diluted earnings/(loss) per share		
Loss from continuing operations attributable to the ordinary equity holders of the Company	(0.18)	(0.10)
Loss from discontinued operations attributable to the ordinary equity holders of the Company	(0.04)	(0.10)
	<u>(0.22)</u>	<u>(0.20)</u>
(c) Reconciliation of profit/(loss) used in calculating earnings per share		
	2025 \$	2024 \$
<i>Basic and diluted profit/(loss) per share</i>		
Loss from continuing operations attributable to the ordinary equity holders of the Company	(1,088,942)	(791,855)
Loss from discontinued operations	(130,177)	(257,591)
	<u>(1,219,119)</u>	<u>(1,049,446)</u>
(d) Weighted average number of shares used as the denominator		
	2025 Number	2024* Number
Weighted average number of ordinary shares used as the denominator in calculating basic earnings/(loss) per share	605,429,072	421,360,635
Adjustment for calculation of diluted profit/(loss) per share - Options	-	-
	<u>605,429,072</u>	<u>421,360,635</u>

*Restated for the 10:1 consolidation which occurred on 18 September 2024 as per AASB 133.

As the Group made a loss for the years ended 30 June 2025 and 30 June 2024, the options on issue have no dilutive effect. Therefore, dilutive loss per share is equal to basic loss per share.

Notes to Financial Statements for the financial year ended 30 June 2025

25. Group entities

	Country of incorporation	Interest 2025	Interest 2024
Parent entity			
Arika Resources Limited	Australia		
Subsidiary			
Metalicity Energy Pty Ltd	Australia	100%	100%
KYM Mining Pty Ltd	Australia	100%	100%
Kimberley Mining Limited ⁽¹⁾	Canada	~80.3%	~80.3%
Kimberley Mining Australia Pty Ltd ⁽¹⁾	Australia	~80.3%	~80.3%
Kimberley Mining Holdings Pty Ltd ⁽¹⁾	Australia	~80.3%	~80.3%

- (1) Arika Limited holds ~80.3% interest in Kimberley Mining Limited ("KML"), and its wholly owned subsidiaries, with non-controlling interests holding the remaining ~19.7%. Please refer to note 12 for further details on the summarised financial information of KML.
- (2) As detailed in Note 10, upon completion of the formal agreement, the Group's interest in the Kookynie and Yundamindra Joint Operation increased from 51% at 30 June 2024, to 80% at 30 June 2025. The Group has determined that it now controls the JV and accordingly has recognised the full fair value of exploration and evaluation expenditure associated with the JV, as well as a non-controlling interest ("NCI") for the remaining interest retained by Nex.

26. Parent entity information

Statement of financial position

	Parent 2025	Parent 2024
	\$	\$
ASSETS		
Total current assets	3,795,585	9,049,785
Total non-current assets	13,145,109	-
TOTAL ASSETS	16,940,693	9,049,785
LIABILITIES		
Total current liabilities	1,467,556	400,615
Total non-current liabilities	126,476	150,080
TOTAL LIABILITIES	1,594,032	550,695
NET ASSETS	15,346,661	8,499,090
EQUITY		
Contributed equity	73,213,819	66,050,358
Reserves	4,652,283	4,104,781
Accumulated losses	(62,519,441)	(61,656,050)
TOTAL EQUITY	15,346,661	8,499,090
Loss of the parent entity	(863,391)	(1,800,550)
Total comprehensive loss of the parent entity	(863,391)	(1,800,550)

The parent entity has not provided any guarantees or become responsible for contingent liabilities or contractual commitments of its subsidiaries, other than those disclosed in this financial report.

Notes to Financial Statements for the financial year ended 30 June 2025

27. Subsequent events

On 1 August 2025, highly experienced exploration geologist and mining executive Steve Vallance to the Board of the Company as Executive Technical Director.

On 28 August 2025, the Company announced it had entered into a binding agreement with Iris Metals Limited (ASX: IR1) ("Iris") to acquire a portfolio of gold exploration tenements at Kookynie, in the Leonora district of Western Australia. The Iris Metals ground package is approximately 108km², abuts the Company's Kookynie Gold Project and links up key prospective trends that extend from the Company's existing tenure.

Under the terms of the agreement, the Company agreed to pay the following consideration to Iris Metals for the acquisition of its Kookynie Project:

- Up to \$35,000 for the reimbursement costs incurred on the Tenements since April 2025;
- A non-refundable fee of \$100,000 at signing (Signing Consideration);
- \$300,000 in cash (Cash Consideration);
- The issue of 15 million Arika shares (Consideration Shares); and
- Subject to Completion occurring, \$100,000 in cash 12 months after completion (the Deferred Consideration).

The Company expects to complete the acquisition in the coming months, subject to the satisfaction (or mutual waiver) of conditions precedent.

Apart from the above, the Directors are not aware of any significant events since the end of the reporting period which significantly affect or could significantly affect the operations of the Group in future financial years.

Consolidated Entity Disclosure Statement

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

In accordance with subsection 295(3A) of the *Corporations Act 2001*, this consolidated entity disclosure statement provides information about each entity that was part of the consolidated entity at the end of the financial year.

	Country of incorporation	Tax resident	Type of entity	Interest 2025
Parent entity				
Arika Resources Limited	Australia	Australia	Body corporate	
Subsidiary				
Metalicity Energy Pty Ltd	Australia	Australia	Body corporate	100%
KYM Mining Pty Ltd	Australia	Australia	Body corporate	100%
Kimberley Mining Limited	Canada	Canada	Body corporate	~80.3%
Kimberley Mining Australia Pty Ltd	Australia	Australia	Body corporate	~80.3%
Kimberley Mining Holdings Pty Ltd	Australia	Australia	Body corporate	~80.3%

At the end of the financial year, no other entity within the Group was a trustee of a trust within the Group, a partner in a partnership within the Group, or a participant in a joint venture within the Group other than KYM Mining Pty Ltd who held a 80% (2024: 51%) participating interest in the Yundamindra and Kookynie Projects, through its joint venture with Nex Metals Explorations Limited.

ASX Additional Information

Additional Information required by the Australian Securities Exchange Limited Listing Rules and not disclosed elsewhere in this report is set out below.

The shareholder information was applicable as at 27 August 2025.

(a) Substantial Shareholder

There are two substantial shareholders as defined by the Corporations Act 2001.

Name	Number of Shares	Power %
Genteel Nominees Pty Ltd, Roger Steinepreis, David Paganin	71,840,845	8.34%
Mr Yi Weng & Ms Ning Li, Weng Family Trust	48,900,000	5.68%

(b) Voting Rights

Ordinary Shares

On a show of hands every member present at a meeting shall have one vote and upon a poll each share shall have one vote.

Options and Performance Rights

There are no voting rights attached to the options or performance rights.

(c) Distribution of Equity Security Holders

(i) Ordinary Shares

Category	Total Holders	Ordinary Fully Paid Shares	% Issued Capital
1 – 1,000	1,004	183,663	0.02
1,001 – 5,000	766	2,255,773	0.26
5,001 – 10,000	531	4,323,862	0.50
10,001 – 100,000	1,522	60,976,595	7.08
100,001 and over	760	793,784,498	92.14
Total	4,583	861,524,391	100.00

There were 7,947,57 unmarketable parcels of ordinary shares.

(ii) Listed Options

There are no listed options.

(iii) Unquoted Options

Category	Total Holders	Unlisted Options	% of Unlisted Options
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	1	45,500	0.03
100,001 and over	68	131,254,093	99.97
Total	69	131,299,593	100.00

ASX Additional Information

(c) Distribution of Equity Security Holders (continued)

(iv) Unquoted Performance Rights

Category	Total Holders	Unlisted Performance Rights	% of Unlisted Performance Rights
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 and over	3	1,600,000	100.00
Total	3	1,600,000	100.00

(d) Equity Security Holders

(i) Ordinary Shares

The names of the twenty largest ordinary fully paid shareholders at 29 August 2025 are:

	Number Held	Percentage of Issued Shares
1 GENTEEL NOMINEES PTY LTD	71,250,845	8.27
2 MR YI WENG & MS NING LI	43,800,000	5.08
3 COVENTINA HOLDINGS PTY LTD <COVENTINA FAMILY A/C>	28,122,371	3.26
4 HISHENK PTY LTD	26,000,000	3.02
5 BNP PARIBAS NOMINEES PTY LTD <IB AU NOMS RETAILCLIENT>	22,421,536	2.60
6 J P MORGAN NOMINEES AUSTRALIA PTY LIMITED	20,445,200	2.37
7 HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	19,448,946	2.26
8 MR GUY PETER HODGSON	16,000,000	1.86
9 EQUITY TRUSTEES LIMITED <LOWELL RESOURCES FUND A/C>	14,974,481	1.74
10 BNP PARIBAS NOMS PTY LTD	12,843,199	1.49
11 CITICORP NOMINEES PTY LIMITED	12,328,658	1.43
12 MR MARK CHARLES PATERSON & MR GAVIN BENJAMIN EDDY <THE PATERSON SUPER FUND A/C>	12,246,079	1.42
13 MR THOMAS FRITZ ENSMANN	9,000,000	1.04
14 YARRAANDOO PTY LTD <YARRAANDOO SUPER FUND A/C>	8,695,652	1.01
15 E C DAWSON SUPER PTY LTD <THE DAWSON SUPER FUND A/C>	7,700,000	0.89
16 FMR INVESTMENTS PTY LIMITED <FMR UNIT A/C>	6,941,515	0.81
17 NARDIE GROUP PTY LTD <SD WOOD FAMILY A/C>	6,909,218	0.80
18 ODYLS PTY LTD <THE ODYLS A/C>	6,849,127	0.80
19 RUBI HOLDINGS PTY LTD <JOHN RUBINO SUPER FUND A/C>	6,802,125	0.79
20 MOUTIER PTY LTD <JB PENSION FUND A/C>	6,000,000	0.70
Total Top 20	358,778,952	41.64
Total other holders	502,745,439	58.36
Total shares on issue	861,524,391	100.00

ASX Additional Information

(e) Unquoted Securities

(i) Unlisted Options

Class	Expiry Date	No. of Holders	Exercise Price	No. of Options
ARIOP52	11 December 2025	3	\$0.03	11,698,397
ARIOP51	26 October 2025	34	\$0.03	25,823,976
ARIOP49	24 May 2026	3	\$0.06	11,055,616
ARIOP50	24 May 2026	3	\$0.09	11,055,616
ARIAAA	19 March 2026	29	\$0.025	33,065,988
ARIOP54	10 October 2027	1	\$0.04	5,000,000
ARIOP55	18 December 2027	6	\$0.05	16,800,000
ARIOP56	18 December 2027	6	\$0.06	16,800,000
Total				131,299,593

(ii) Unlisted Performance Rights

Class	Expiry Date	No. of Holders	Vesting at	No. of Performance Rights
ARIPERF8	21 February 2026	1	\$0.135	200,000
ARIPERF9	21 February 2026	1	\$0.180	200,000
ARIPERF5	19 December 2025	1	\$0.150	500,000
ARIPERF5A	19 December 2025	1	\$0.250	500,000
ARIPERF6	21 February 2026	1	\$0.075	100,000
ARIPERF7	21 February 2026	1	\$0.100	100,000
Total				1,600,000

The names of holders and number of unquoted securities held for each class (excluding securities issued under an employee share scheme) where the holding was 20% or more of each class of security are as follows set out as follows:

Class	Holder Name	Holding	%
ARIOP52	GENTEEL NOMINEES PTY LTD	8,374,914	71.59%
ARIOP49	GENTEEL NOMINEES PTY LTD	8,333,333	75.38%
ARIOP49	COVENTINA HOLDINGS PTY LTD <COVENTINA FAMILY A/C>	2,237,450	20.24%
ARIOP50	GENTEEL NOMINEES PTY LTD	8,333,333	75.38%
ARIOP50	COVENTINA HOLDINGS PTY LTD <COVENTINA FAMILY A/C>	2,237,450	20.24%
ARIOP54	CG NOMINEES (AUSTRALIA) PTY LTD	5,000,000	100.00%

ASX Additional Information

Resources Statement

Mineral Resource Estimate – Kookynie Gold Project.

The current Mineral Resource Estimate (MRE) for the Kookynie Gold Project as at 30th June 2025 is reported below.

Mineral Resource Estimate

Mineral Resource	Tonnes (Kt)	Grade (g/t Au)	Contained Ounces
Indicated Mineral Resources	450	1.3	19,000
Inferred Mineral Resources	1,130	1.7	62,000
Total Mineral resources	1,580	1.6	81,000

Note: Mineral Resources are reported to a 0.5 g/t Au cut-off grade.

Indicated and Inferred Mineral Resource Estimate Subdivided by Deposit

Deposit	Indicated			Inferred		
	Tonnes (kt)	Au Grade (g/t)	Ounces	Tonnes (kt)	Au Grade (g/t)	Ounces
Leipold	450	1.3	19,000	630	1.7	34,000
Champion	-	-	-	380	1.7	20,000
McTavish	-	-	-	120	2.0	8,000
Total	450	1.3	19,000	1,130	1.7	62,000

Note: Mineral Resources are reported to a 0.5 g/t Au cut-off grade.

Previous Mineral Resource Estimate – Kookynie Gold Project

No change in the mineral resource estimate from last year.

Competent Person Statement

The information in this report that relates to Exploration Results is based on and fairly represents information compiled by Mr Steve Vallance. Mr Vallance is a full-time employee and shareholder of Arika Resources Ltd and member of the Australian Institute of Geoscientists. Mr Vallance has sufficient experience of relevance to the style of mineralisation and types of deposits under consideration, and to the activities undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Vallance consents to the inclusion in this report of the matters based on information in the form and context in which they appear.

The information in this report that relates to the Kookynie Gold Project Mineral Resource Estimate was first reported by the Company in accordance with Listing Rule 5.8 in the Company's ASX release dated 1 April 2021 and was completed in accordance with the guidelines of the JORC Code (2012). The Company confirms that it is not aware of any new information or data that materially affects the information included in the prospectus and that all material assumptions and technical parameters underpinning the estimate in the prospectus continue to apply and have not materially changed.

ASX Additional Information

Disclaimer and Forward-Looking Statements

This report is not a prospectus nor an offer of securities for subscription or sale in any jurisdiction nor a securities recommendation. The information in this report is an overview and does not contain all information necessary for investment decisions. In making investment decisions, investors should rely on their own examination of Arika Resources Limited and consult with their own legal, tax, business and/or financial advisers in connection with any acquisition of securities.

The information contained in this report has been prepared in good faith by Arika Resources Limited. However, no representation or warranty, express or implied, is made as to the completeness or adequacy of any statements, estimates, opinions or other information contained in this report. To the maximum extent permitted by law, Arika Resources Limited, its directors, officers, employees and agents disclaim liability for any loss or damage which may be suffered by any person through the use of, or reliance on, anything contained in or omitted from this report. Certain information in this report refers to the intentions of Arika Resources Limited, but these are not intended to be forecasts, forward looking statements, or statements about future matters for the purposes of the Corporations Act (Cth, Australia) or any other applicable law. The occurrence of events in the future are subject to risks, uncertainties and other factors that may cause Arika Resources Limited's actual results, performance or achievements to differ from those referred to in this report to occur as contemplated.

The report contains only a synopsis of more detailed information to be published in relation to the matters described in this document and accordingly no reliance may be placed for any purpose whatsoever on the sufficiency or completeness of such information and to do so could potentially expose you to a significant risk of losing all of the property invested by you or incurring by you of additional liability. Recipients of this report should conduct their own investigation, evaluation and analysis of the business, data and property described in this document. In particular, any estimates or projections or opinions contained herein necessarily involve significant elements of subjective judgment, analysis and assumptions and you should satisfy yourself in relation to such matters. Furthermore, this report may contain certain "forward-looking statements" which may not have been based solely on historical facts, but rather may be based on the Company's current expectations about future events and results. Where the Company expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and believed to have reasonable basis. However, forward-looking statements:

- (a) are necessarily based upon a number of estimates and assumptions that, while considered reasonable by the Company, are inherently subject to significant technical, business, economic, competitive, political and social uncertainties and contingencies; and
- (b) involve known and unknown risks and uncertainties that could cause actual events or results to differ materially from estimated or anticipated events or results reflected in such forward-looking statements. Such risks include, without limitation, resource risk, metals price volatility, currency fluctuations, increased production costs and variances in ore grade or recovery rates from those assumed in mining plans, as well as political and operational risks in the countries and states in which the Company operates or supplies or sells product to, and governmental regulation and judicial outcomes; and
- (c) may include, among other things, statements regarding estimates and assumptions in respect of prices, costs, results and capital expenditure, and are or may be based on assumptions and estimates related to future technical, economic, market, political, social and other conditions.

The words "believe", "expect", "anticipate", "indicate", "contemplate", "target", "plan", "intends", "continue", "budget", "estimate", "may", "will", "schedule" and similar expressions identify forward-looking statements.

All forward-looking statements contained in this presentation are qualified by the foregoing cautionary statements. Recipients are cautioned that forward-looking statements are not guarantees of future performance and accordingly recipients are cautioned not to put undue reliance on forward-looking statements due to the inherent uncertainty therein.

The Company disclaims any intent or obligation to publicly update any forward-looking statements, whether because of new information, future events or results or otherwise.

No New Information

To the extent that this announcement contains references to prior exploration results which have been cross referenced to previous market announcements made by the Company, unless explicitly stated, no new information is contained. The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcements and, in the case of estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcements continue to apply and have not materially changed.

ASX Additional Information

(f) Tenement List as at 27 August 2025:

Tenement	Registered Holder	Shares Held	Plainted	Status	Area (ha)	Nature of Interest	Interest
Kookynie							
P40/1331	KYM Mining Limited	100/100	No	Live	161.2	Direct Holding	80%
E40/390	KYM Mining Limited	100/100	No	Live	3,300.0	Direct Holding	80%
E40/350	KYM Mining Limited	100/100	No	Live	2,394.0	Direct Holding	80%
E40/357	KYM Mining Limited	100/100	No	Live	1,194.0	Direct Holding	80%
E40/353	KYM Mining Limited	100/100	No	Live	598.0	On Application	80%
P40/1407	KYM Mining Limited	100/100	No	Live	10.0	Direct Holding	80%
P40/1430	KYM Mining Limited	100/100	No	Live	9.9	Direct Holding	80%
E40/387	Arika Resources Limited	100/100	No	Live	299.0	Direct Holding	80%
G40/3	Nex Metals Explorations Limited	100/100	No	Live	7.2	Earnt In	80%
L40/9	Nex Metals Explorations Limited	100/100	No	Live	1.0	Earnt In	80%
E40/332	Nex Metals Explorations Limited	100/100	No	Live	600.0	Earnt In	80%
M40/22	Nex Metals Explorations Limited	100/100	No	Live	121.7	Earnt In	80%
M40/27	Nex Metals Explorations Limited	100/100	No	Live	85.5	Earnt In	80%
M40/61	Nex Metals Explorations Limited	100/100	No	Live	832.7	Earnt In	80%
M40/77	Nex Metals Explorations Limited	90,405/ 90,405	No	Live	119.2	Earnt In	80%
P40/1501	Nex Metals Explorations Limited	100/100	No	Live	21.1	Earnt In	80%
E40/289	Paris Enterprises Pty Ltd	100/100	No	Live	1,222.7	Earnt In	80%
Kookynie Total Area (ha)					8,583.2		
Yundamindra							
L39/34	Nex Metals Explorations Limited	100/100	No	Live	1.0	Earnt In	80%
L39/52	Nex Metals Explorations Limited	96/96	No	Live	1.0	Earnt In	80%
L39/258	Nex Metals Explorations Limited	100/100	No	Live	3.2	Earnt In	80%
M39/84	Nex Metals Explorations Limited	100/100	No	Live	378.0	Earnt In	80%
M39/274	Nex Metals Explorations Limited	100/100	No	Live	230.0	Earnt In	80%
M39/406	Nex Metals Explorations Limited	100/100	No	Live	124.0	Earnt In	80%
M39/407	Nex Metals Explorations Limited	100/100	No	Live	896.0	Earnt In	80%
M39/408	Nex Metals Explorations Limited	100/100	No	Live	785.0	Earnt In	80%
M39/409	Nex Metals Explorations Limited	100/100	No	Live	966.0	Earnt In	80%
M39/410	Nex Metals Explorations Limited	100/100	No	Live	978.0	Earnt In	80%
M39/839	Nex Metals Explorations Limited	100/100	No	Live	7.3	Earnt In	80%
M39/840	Nex Metals Explorations Limited	100/100	No	Live	9.7	Earnt In	80%
P39/6126	Nex Metals Explorations Limited	100/100	No	Live	10.4	Earnt In	80%
P39/6127	Nex Metals Explorations Limited	100/100	No	Live	5.6	Earnt In	80%
E39/1773	Paddick Investments Pty Ltd	100/100	No	Live	903.0	Earning-in	80%
E39/1774	Paddick Investments Pty Ltd	100/100	No	Live	2,517.0	Earning-in	80%
Yundamindra Total Area (ha)					7,815.2		
Queensland Projects							
EPM 28052	Metalicity Energy Pty Ltd		Live	32,500 ha		MCT Beneficial owner	100%
EPM 28653	Metalicity Energy Pty Ltd		Live	3,575 ha		MCT Beneficial owner	100%
Admiral Bay							
E 04/1610	Kimberley Mining Australia Pty Ltd		Live	42 Blocks		Holding in Subsidiary	80.3%
M 04/244	Kimberley Mining Australia Pty Ltd		Live	796.4 ha		Holding in Subsidiary	80.3%
M 04/249	Kimberley Mining Australia Pty Ltd		Live	843.85 ha		Holding in Subsidiary	80.3%