COSMO METALS LIMITED
ABN 17 653 132 828

CONSOLIDATED ANNUAL REPORT
30 JUNE 2026

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Dear Fellow Shareholders,

On behalf of the Directors of Cosmo Metals, I am pleased to present the Company's Annual Report for the 12-month period ended 30 June 2026.

The past year has been one of considerable exploration activity for Cosmo as we continued to implement our strategy of building and systematically testing a portfolio of high-quality gold and copper opportunities in established mineral provinces in Western Australia and New South Wales.

Our focus during the year centred on the Kanowna Gold Project near Kalgoorlie and the Bingara and Nundle Projects in the New England Orogen of northern New South Wales. These projects provide Cosmo with exposure to several commodities with strong long-term fundamentals, while providing a pipeline of exploration opportunities ranging from early-stage regional targets through to prospects that are advancing towards, or have now undergone, drill testing.

At Kanowna, the technical team substantially advanced our understanding of a project immediately adjacent to Northern Star Resources' +7M oz Au Kanowna Belle gold operations. A significant drilling campaign was completed during the June quarter, testing targets at Don Alvaro, Adder and Laguna Verde and providing important new geological information across a substantial portion of the Kanowna Shear and related structures. Subsequent assay results have reinforced the presence of broad mineralised systems at both Laguna Verde and Adder and provided the Company with a considerably improved platform from which to define the next generation of targets.

Our NSW portfolio also progressed strongly during the year. At Bingara, the Company completed its maiden drilling program at Spring Creek, with drilling confirming shallow high-grade gold mineralisation including an intersection of 6.0m at 9.99g/t Au from 11.0m, including 1.0m at 58.3g/t Au. Importantly, Spring Creek represents only a small part of the 12km-long Star of Bingara to Lone Hand trend, where systematic mapping and sampling during the year highlighted the broader scale of the opportunity.

Exploration across the Bingara copper and antimony targets has been similarly encouraging. Work at the Everest-Mona-Victory Trend identified a substantial mineralised and altered system within the 20km-long Bingara VMS belt, with surface sampling returning high-grade copper, gold and silver values. At Antimony Gully, first systematic mapping and sampling defined an extensive mineralised corridor associated with historical workings, including rock-chip results of up to 10.3% antimony.

At Nundle, our work continued to build upon the historical data and interpretation of the high-resolution LiDAR data collected following acquisition of the project. The combination of extensive historical gold workings, prospective gold-antimony trends and the Barnard Hut-Back Barb copper target provides a number of compelling opportunities for systematic exploration. Our near-term focus is on advancing the highest-priority targets through mapping, sampling and geophysics ahead of future drilling.

The Company maintained only limited exploration expenditure at the Yamarna Region Projects during the year as we continued to prioritise capital towards Kanowna and the NSW portfolio. Yamarna remains a substantial base metals asset containing the Mt Venn Cu-Ni-Co deposit and other mineralised prospects, and the Board continues to consider the most appropriate pathway to realise value from these assets.

Funding remains an important consideration for any active exploration company. During the year Cosmo undertook a fully underwritten entitlement offer designed to support drilling at Kanowna and further exploration across Bingara and Nundle. We greatly appreciate the continued support of existing shareholders and the participation of new investors who share our belief in the potential of the Company's project portfolio.

As we enter the new financial year, Cosmo has a significantly enhanced geological understanding of its principal projects and a clear pipeline of opportunities for follow-up exploration. The work completed over the past 12 months has moved several targets from conceptual or early-stage opportunities to positions where they can be effectively tested by drilling.

On behalf of the Board, I would like to thank Ian Prentice and the Cosmo team for their commitment and effort during what has been a very active year. I would also like to thank our shareholders, contractors, advisers, landholders and other stakeholders for their continued support.

We look forward to the year ahead with enthusiasm as we continue to systematically test the discovery potential of Cosmo's portfolio.

Regards,

Peter Bird

Non-Executive Chairman

Cosmo Metals Limited

CORPORATE DIRECTORY

DIRECTORS

Mr Peter Bird	Non-Executive Chairman
Mr Ian Prentice	Managing Director
Mr Andrew Paterson	Non-Executive Director

COMPANY SECRETARY

Ms Melanie Ross

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Mining+Heritage Legal

Level 28, AMP Tower, 140 St Georges Terrace

PERTH WA 6000

AUDITORS

Criterion Audit Pty Ltd

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LEEDERVILLE WA 6007

SHARE REGISTRY

Automic Group

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PERTH WA 6000

Ph: 1300 288 664

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SECURITIES EXCHANGE LISTING

Australian Securities Exchange (**ASX**)

Code: CMO (Fully Paid Ordinary Shares)
Code: CMOO (Listed Options)
Code: CMOOA (Listed Options)

BANKERS

National Australia Bank

100 St Georges Terrace

PERTH WA 6000

CORPORATE GOVERNANCE STATEMENT

https://cosmometals.com.au/who-we-are/corporate-governance/

Your directors present their report, together with the financial report on the consolidated entity (referred to hereafter as the 'Group') consisting of Cosmo Metals Ltd (referred to hereafter as the 'Company' or 'parent entity') and the entities it controlled at the end of, or during, the year ended 30 June 2026 ('year').

DIRECTORS

The names of directors in office at any time during the whole or part of the year are listed below. Directors have been in office up to the date of this report unless otherwise stated.

NAME OF PERSON	POSITION
Mr Peter Bird	Non-Executive Chairman
Mr Ian Prentice	Managing Director
Mr Ranko Matic	Non-Executive Director (resigned 31 August 2026)
Mr Andrew Paterson	Non-Executive Director

PRINCIPAL ACTIVITIES

During the financial year, the principal activities of the Group consisted of mineral exploration.

DIVIDENDS

There were no dividends declared or paid by the Company during the year and no dividend is recommended.

REVIEW OF OPERATIONS

Operating Result

The loss from continuing operations for the year after providing for tax amounted to $4,230,118 (2025: $3,112,375).

On 15 July 2025, the Company announced the completion of the transfer of the Bingara and Nundle projects, triggering the right to convert on 30,000,000 performance shares by the vendor.

On 31 July 2025, the Company announced a two-tranche placement to raise a total of $2,000,000 (before costs) at a price of $0.018 per share. Tranche 1 of the placement was issued under the Company's existing placement capacity under ASX Listing Rules 7.1 (42,503,677 fully paid ordinary shares) and 7.1A (31,780,230 fully paid ordinary shares) on 8 August 2025, raising $1,337,110 (before costs).

On 22 September 2025, the Company held a General Meeting to seek shareholders' approval to issue the below securities to complete the Company's placement mentioned above:

- 36,827,204 fully paid ordinary shares (Tranche 2 placement); and
- 6,000,000 options (exercisable at $0.027 expiring 29 September 2028) to brokers for capital raising services provided for the placement.

All resolutions were passed at the Company's General Meeting and the shares and options were issued on 29 September 2025.

On 17 October 2025, the Company announced 30,000,000 fully paid ordinary shares had been released from voluntary escrow which were previously issued as part consideration of the Galaxias Metals Pty Ltd acquisition in April 2025.

On 27 October 2025, the Company announced the commencement of drilling at Spring Creek, triggering the right to convert of the second-tranche of 66,666,667 vendor performance shares.

On 31 October 2025, 1,000,000 fully paid ordinary shares were issued upon conversion of 1,000,000 performance rights, due to performance vesting conditions being met. Furthermore, on 21 November 2025, 1,000,000 performance rights lapsed due to expiry.

On 8 December 2025, 20,000,000 options (exercisable at $0.03 expiring 26 November 2028) were issued to directors of the Company, upon receiving shareholder approval at the Company's Annual General Meeting.

Furthermore, 6,500,000 options (exercisable at $0.03 expiring 26 November 2028) were issued to employees and contractors of the Company under the Employee Incentive Plan.

On 6 February 2026, the Company announced a fully underwritten Non-Renounceable Entitlements Offer to raise $1.55 million (before costs), on a five (5) for fourteen (14) basis to issue approximately 155.1 million fully paid ordinary shares at $0.010 per share. Furthermore, shareholders will also receive one (1) free attaching option for every four (4) shares subscribed under the offer, exercisable at $0.015, expiring 3 April 2028. On 12 March 2026, the Company announced completion of the entitlement offer that closed on 9 March 2026.

On 19 February 2026, 1,000,000 fully paid ordinary shares were issued upon conversion of 1,000,000 performance rights, due to performance vesting conditions being met.

On 31 March 2026, the Company held a General Meeting to seek shareholders' approval to issue the below securities to complete the Company's March 2026 entitlement offer:

- 10,000,000 options (exercisable at $0.015 expiring 3 April 2028) to brokers for capital raising services provided for the placements; and
- 75,544,061 options (exercisable at $0.015 expiring 3 April 2028) to sub-underwriters as consideration for services provided in relation to entitlement offer.

All resolutions were passed at the Company's General Meeting and the options were issued on 1April 2026.

On 14 April 2026, 172,531,257 unlisted options (exercisable at $0.015 expiring 3 April 2028) were granted quotation to listed options (ASX: CMOOA).

On 17 April 2026, 96,666,667 vendor performance shares were converted into 96,666,667 fully paid ordinary shares and in addition, 1,750,000 fully paid ordinary shares were issued in lieu of payment for media advisory consulting services.

On 4 May 2026 and 3 June 2026, 1,233,206 and 4,142,032 fully paid ordinary shares were issued, respectively, in lieu of payment for drilling services completed in May and June 2026.

Furthermore, 1,000,000 options (exercisable at $0.03 expiring 26 November 2028) was issued to an employee of the Company under the Employee Incentive Plan.

On 21 June 2026, 9,186,667 and 4,000,000 options with an exercise price of $0.10 and $0.1125, respectively, lapsed unexercised.

Exploration

Overview

During the year ended 30 June 2026, Cosmo Metals continued to advance its portfolio of gold, antimony and copper exploration projects in Western Australia and New South Wales, with the principal exploration focus directed towards the Kanowna Gold Project near Kalgoorlie and the Bingara Project in the New England Orogen of northern NSW.

At Kanowna, the Company progressed from geological and structural targeting into a reverse circulation (RC) and diamond drilling program designed to test large-scale structural and sediment-hosted gold targets associated with the Kanowna and Fitzroy shear systems. The program tested the Don Alvaro, Adder and Laguna Verde prospects and materially increased the geological information available across previously sparsely tested portions of the Project, defining two broad gold mineralised systems.

At Bingara, Cosmo completed its maiden RC drilling program at the Spring Creek gold prospect and undertook systematic geological mapping, geochemical sampling and geophysical interpretation across the broader Star of Bingara to Lone Hand gold trend, the Everest-Mona-Victory VMS Cu-Zn (+Au-Ag) trend and the Antimony Gully antimony-gold trend.

Work at Nundle during the period was focused primarily on continued target generation and prioritisation using the extensive historical exploration database and high-resolution LiDAR data acquired following the Company's acquisition of the Project.

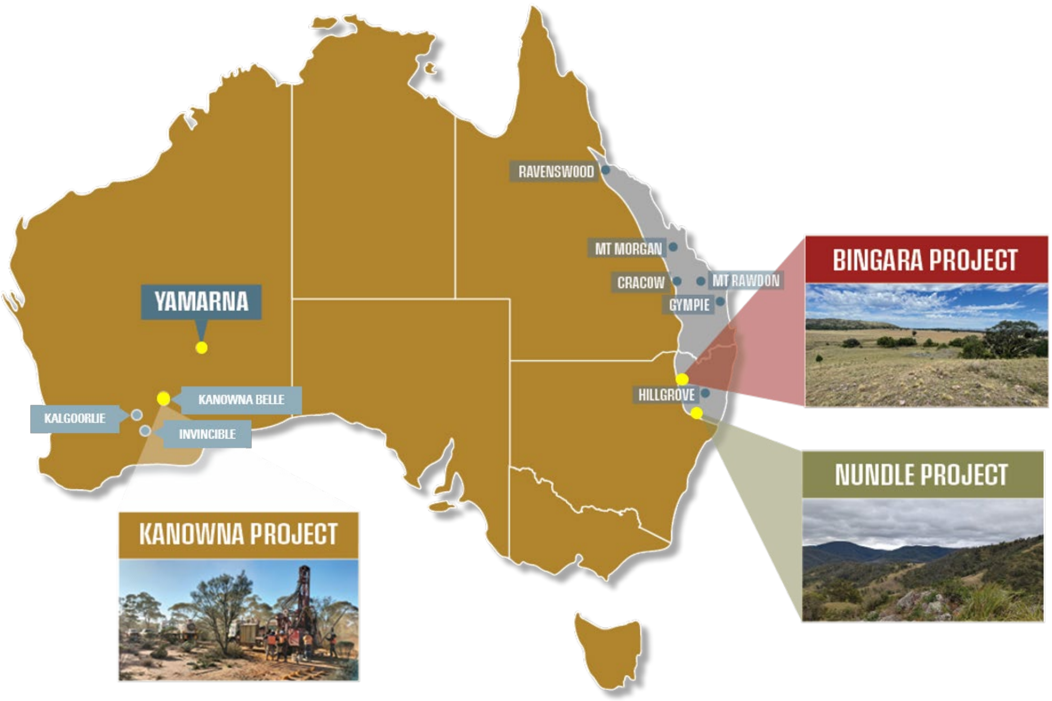

Figure 1: Cosmo's Project Locations

KANOWNA GOLD PROJECT

The 100%-owned Kanowna Gold Project (KGP) is located approximately 13km northeast of Kalgoorlie in Western Australia's Eastern Goldfields and immediately adjacent to Northern Star Resources Limited's Kanowna Belle gold operations.

KGP covers approximately 32km² of contiguous tenure and contains more than 8km of the prospective Kanowna Shear Zone, which bisects the Panglo Basin sedimentary sequence. The structural setting is associated with widespread gold and pathfinder element anomalism, including arsenic, antimony, bismuth and tellurium, identified by historical and Company drilling.

The Project is considered prospective for large-scale structural and sediment-hosted gold systems, including high-grade deposit styles analogous to the nearby Kanowna Belle deposit and the Invincible gold deposit at St Ives.

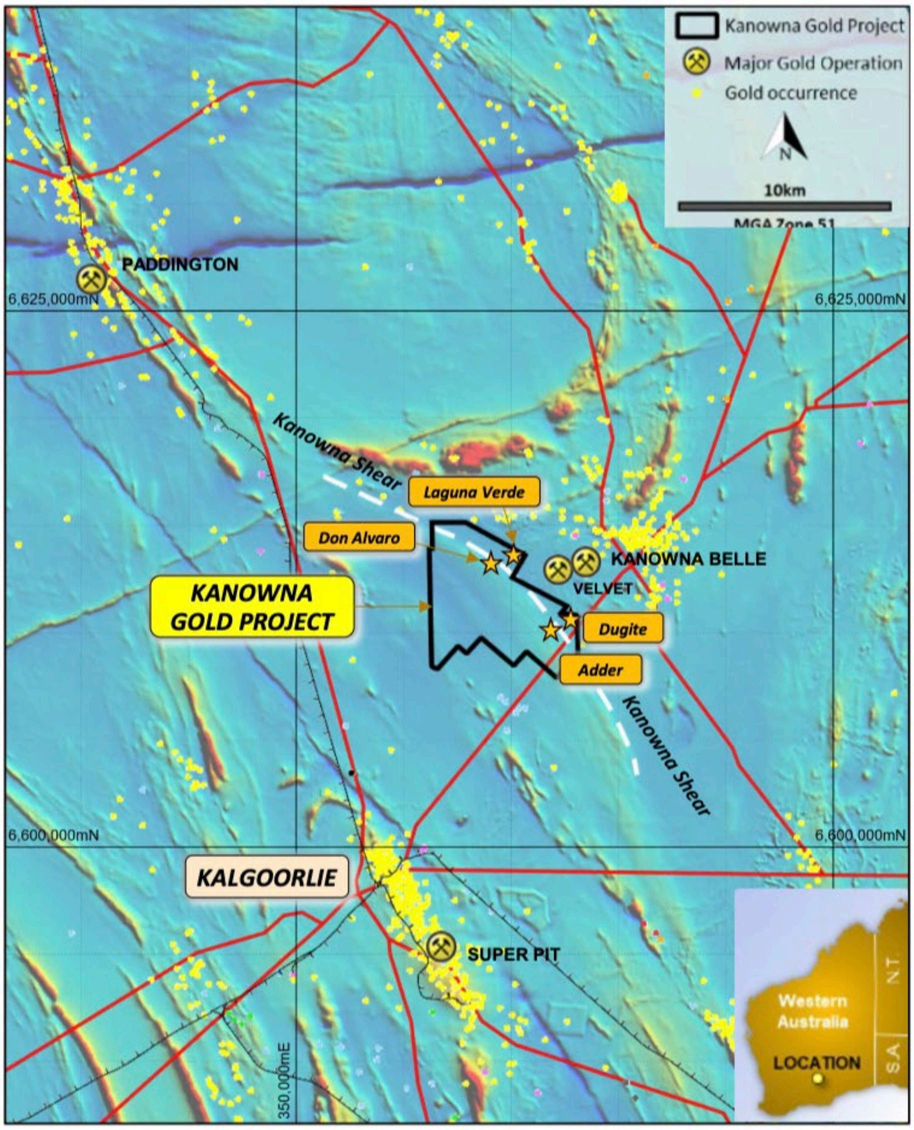

Figure2: Kanowna Gold Project – Regional Location in the Eastern Goldfields of Western Australia

During the year Cosmo completed a drilling campaign comprising approximately 875m of RC drilling in six holes and approximately 590m of diamond drilling as diamond tails on pre collared RC holes[1]. Drilling tested targets at Don Alvaro, Adder and Laguna Verde, including a WA Government Exploration Incentive Scheme (EIS) co-funded diamond hole at Laguna Verde.

Don Alvaro

Don Alvaro is located on a regional-scale flexure in the Kanowna Shear and is characterised by widespread gold and pathfinder element anomalism associated with previous high-grade drill intersections.

The 2026 program tested positions to the west of previous drilling in an area with negligible historical drilling below approximately 100m vertical depth.

The first hole, DARC001, intersected a broad mineralised interval of 12m at 0.79g/t Au from 30m, including 2m at 3.72g/t Au from 30m. A second RC hole, DARC002, intersected a major shear zone and was subsequently replaced and extended by diamond drilling as DARC002R[2].

[1] *Refer CMO ASX announcements dated 1/06/2026*
[2] *Refer CMO ASX announcements dated 18/06/2026*

Subsequent interpretation of the drilling indicates that the Kanowna Shear may bifurcate or be structurally offset in the Don Alvaro area, with the principal shear potentially positioned further northwest than previously interpreted. Geological modelling and validation of the expanded dataset will be used to refine targets for future exploration.

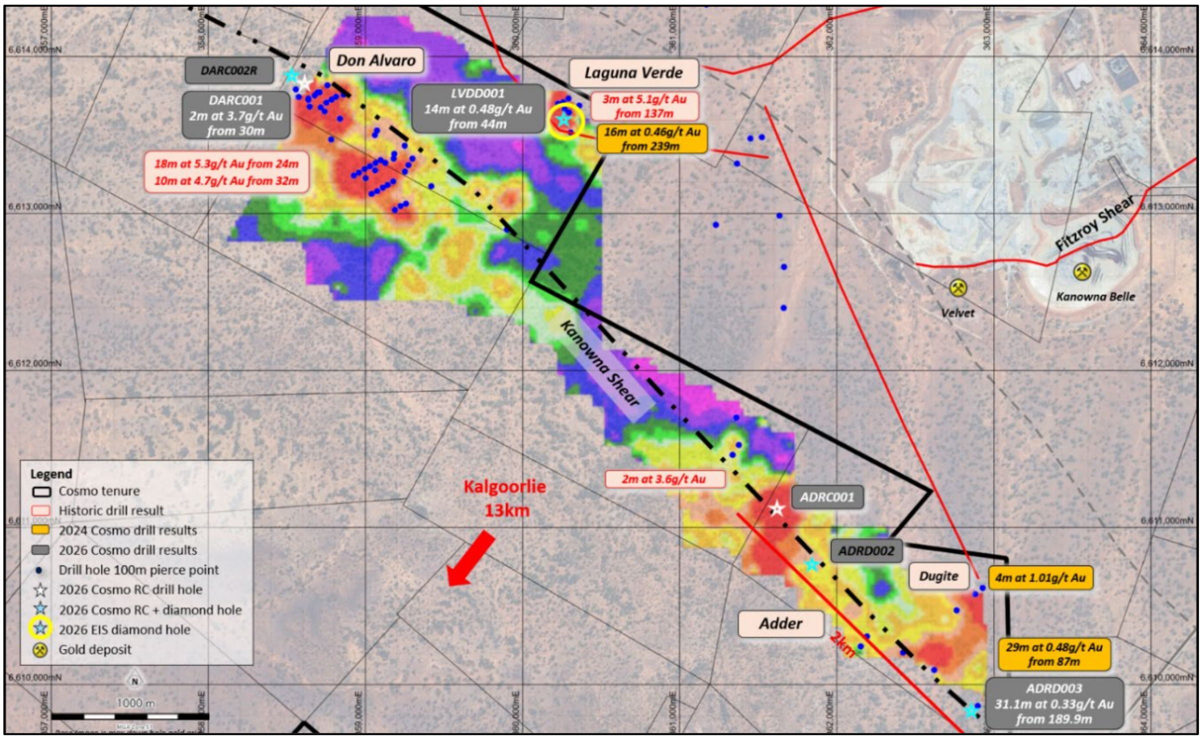

Figure 3: Kanowna Gold Project – 2026 Drill Program Summary

Laguna Verde

Laguna Verde is positioned adjacent to an interpreted extension of the Fitzroy Shear, an important regional structure associated with gold mineralisation at the nearby Kanowna Belle deposit.

During the year the Company completed the EIS co-funded LVDD001 hole to approximately 400m depth. The hole was designed as a conceptual test of a flexure in the interpreted Fitzroy structural corridor and to provide geological information through an area characterised by gold anomalism and previous shallow mineralised drilling.

Subsequent to the end of the financial year, assay results from LVDD001 confirmed a broad mineralised zone of 14m at 0.48g/t Au from 44m, including 1m at 1.17g/t Au from 55m[3]. The intersection is approximately 150m up-dip, and 120m along strike to the north, from mineralisation previously intersected by Cosmo and supports the interpretation of a mineralised system with considerable strike and depth continuity adjacent to the interpreted Fitzroy Shear.

The deeper diamond component of the hole intersected a number of anomalous gold intervals associated with shear zones and geological contacts, providing additional structural and geological information to assist future targeting.

Adder

The Adder prospect covers a sparsely tested section of the Kanowna Shear in the southeast of KGP, where previous shallow drilling identified widespread supergene gold and pathfinder element anomalism.

Three widely spaced holes were completed along approximately 2km of the Kanowna Shear at Adder. The program comprised one stand-alone RC hole and two RC pre-collars subsequently extended with diamond tails. Significant portions of the shear remain effectively untested below approximately 100m vertical depth.

Subsequent to year end, assays from the southernmost diamond-tailed hole, ADRD003, returned a broad black

[3] *Refer CMO ASX announcements dated 11/08/2026*

shale-hosted mineralised zone of 31.1m at 0.33g/t Au from 189.9m, containing intervals of 15.1m at 0.35g/t Au from 189.9m and 12m at 0.35g/t Au from 209m[4]. The mineralised zone is approximately 100m down-dip from a previous Cosmo intersection of 29m at 0.48g/t Au from 87m.

The drilling confirms continuity of a broad mineralised system associated with, ora splay off, the Kanowna Shear. Future work will focus on refining the structural and lithological controls within this system and identifying positions with potential to host higher-grade mineralisation.

NSW PROJECT PORTFOLIO

Cosmo's NSW portfolio comprises the 100%-owned Bingara and Nundle Projects in the southern New England Orogen of northern NSW. Together the projects cover approximately 743km² and encompass more than 40 strike kilometres of historically mined but underexplored gold, antimony and copper systems.

The portfolio lies within a region recognised for significant gold-antimony and copper mineralisation, including the Hillgrove gold-antimony district. Despite extensive historical mining, large portions of both projects have received negligible effective modern exploration.

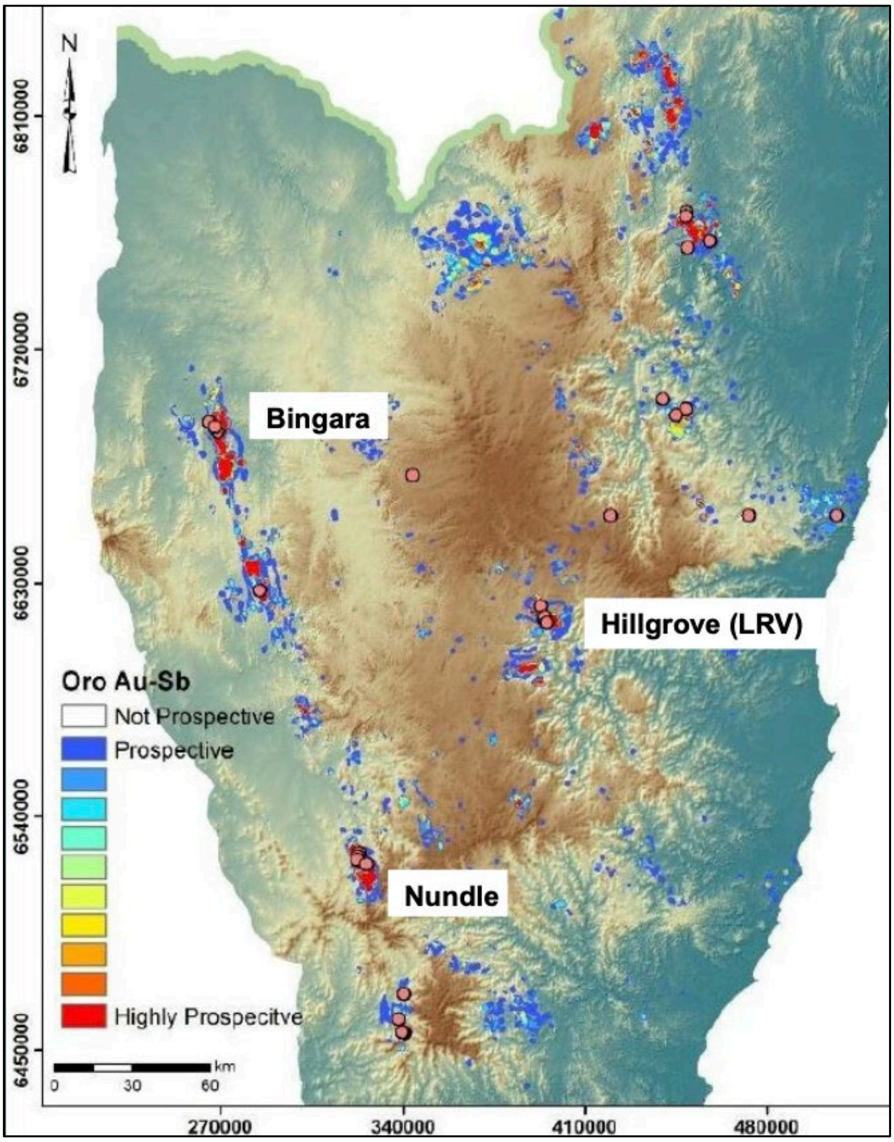

Figure 4: Orogenic Gold – Antimony Prospectivity in the Southern New England Orogen as mapped by the NSW Mines Department

[4] *Refer CMO ASX announcements dated 14/08/2026*

BINGARA PROJECT

The Bingara Project covers approximately 484.1km² and contains two broadly parallel, district-scale mineralised corridors: the greater than 30km-long Bingara gold-antimony field and an approximately 20km-long VMS prospective copper-gold-zinc trend.

Exploration during the year concentrated on three priority areas: the Star of Bingara to Lone Hand gold trend, including Spring Creek; the Everest-Mona-Victory copper-gold trend; and the Antimony Gully antimony-gold trend.

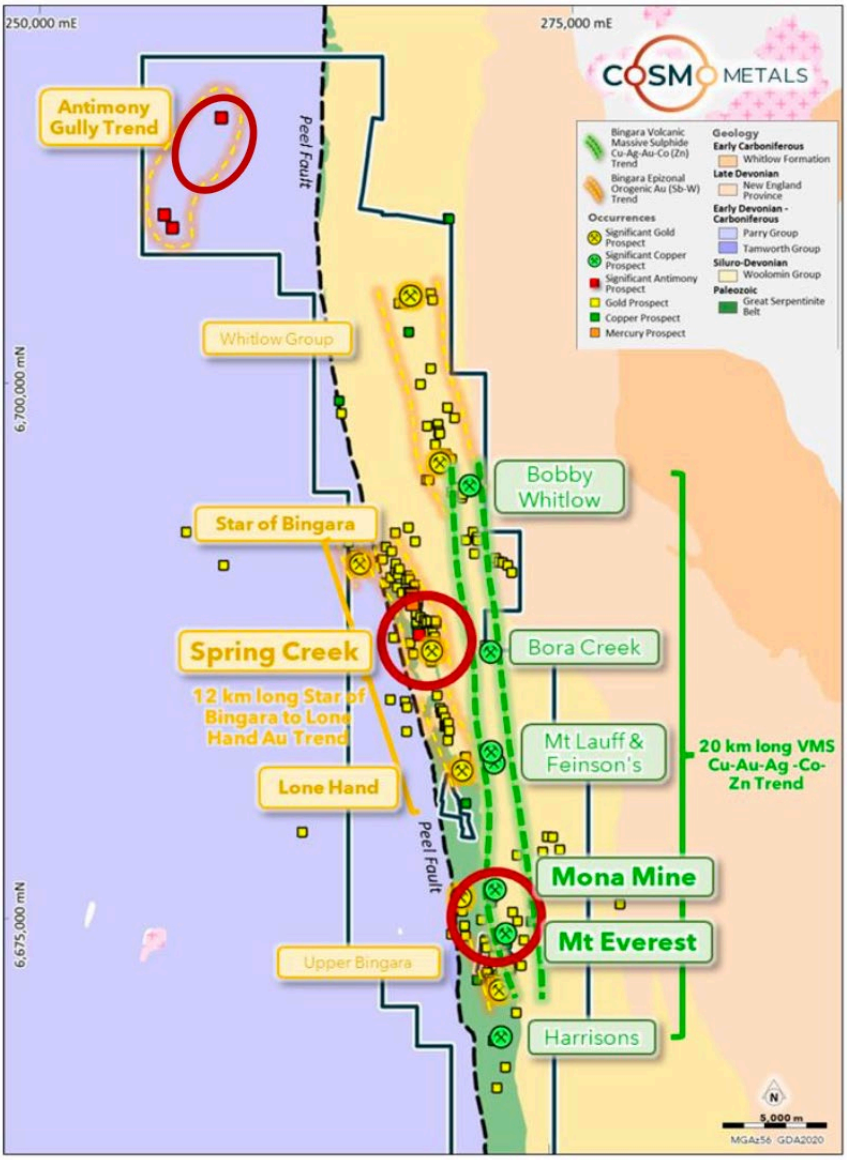

Figure 5: The Bingara Project area

Spring Creek and Star of Bingara to Lone Hand Gold Trend

The Star of Bingara to Lone Hand trend comprises an approximately 12km-long corridor of intensive historic gold workings containing more than 1,180 pits and shafts as identified from the LiDAR data. Outside the immediate Spring Creek area, much of this corridor has not been subject to modern exploration or drilling.

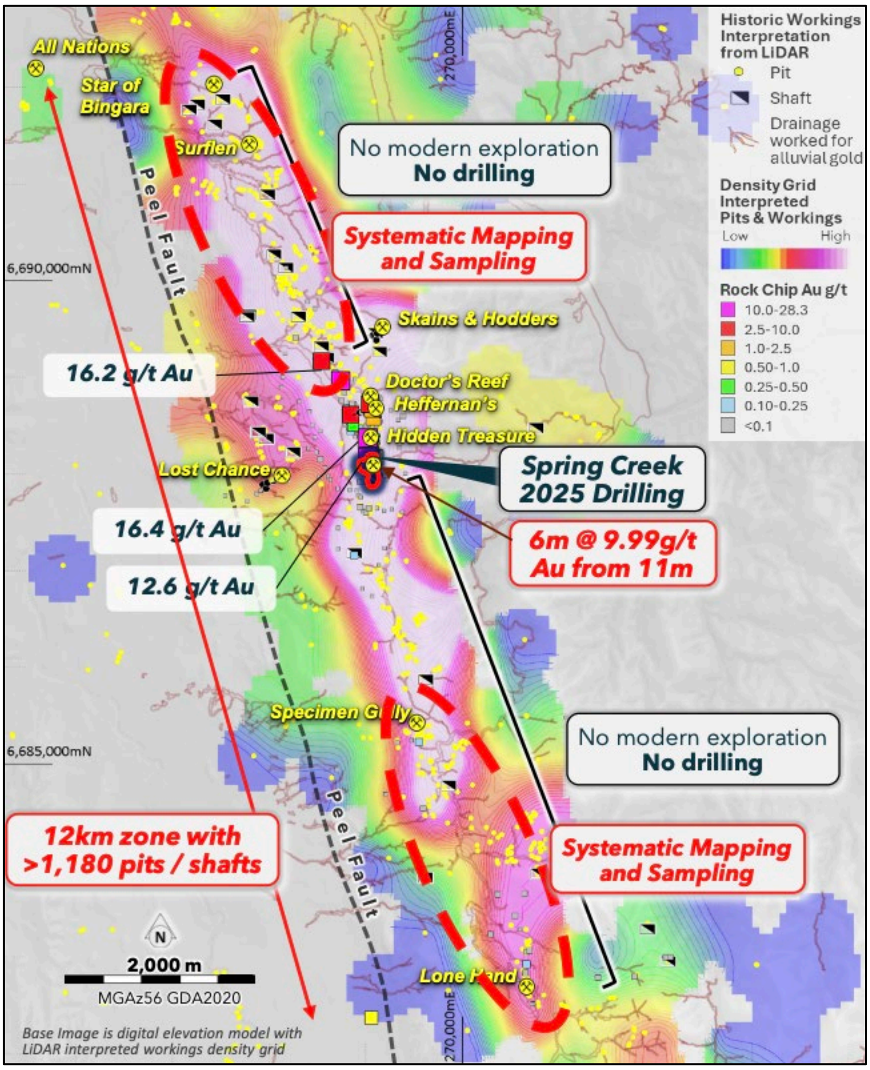

Figure 6: The Star of Bingara to Lone Hand Trend

During the year Cosmo completed its maiden RC drilling program at Spring Creek, comprising 13 holes for 1,045m. The program represented the first drilling at the prospect in approximately 30 years and was designed to confirm and extend previously identified shallow high-grade mineralisation, test for potential steep-dipping feeder structures and evaluate extensions of the associated gold-arsenic soil anomaly.

Mineralisation was intersected in nine of the 13 holes[5]. The standout result was returned from SCRC016, which intersected:

- **6.0m at 9.99g/t Au** from 11.0m, including **1.0m at 58.3g/t Au** from 15.0m.

Drilling confirmed the continuity of the shallow easterly dipping mineralised horizon and materially improved the Company's understanding of structural controls at Spring Creek. Mineralisation intersected to the south of an interpreted cross-fault has also identified positions where repetitions of the higher-grade mineralised block may occur.

In parallel with drilling, systematic mapping and surface sampling were extended north and south of Spring Creek across the broader Star of Bingara to Lone Hand trend. The work has provided additional geological and geochemical information across areas containing extensive historical workings but little or no modern

[5] *Refer CMO ASX announcements dated 9/12/2025 and 18/12/2025*

exploration and will support the definition of future drill targets.

Everest-Mona-Victory Copper-Gold Trend

The Everest-Mona-Victory Trend represents an approximately 5km-long section of the wider 20km Bingara VMS prospective belt. Historical copper mining was undertaken along the trend in the late nineteenth and early twentieth centuries, but there is no evidence of previous drilling at the principal Everest and Mona prospects.

During the period, Cosmo completed systematic integration of high-resolution airborne magnetic data, soil geochemistry, LiDAR interpretation, detailed geological mapping and surface sampling across the trend.

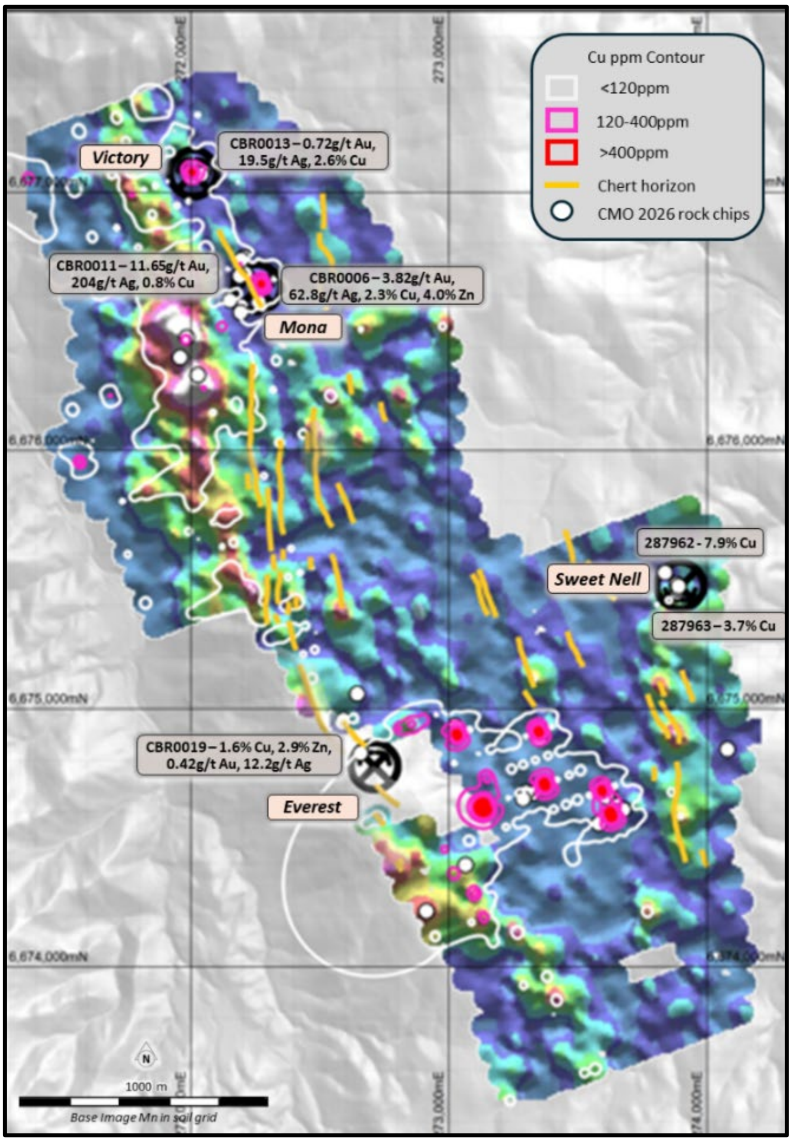

Figure7: The Everest – Mona – Victory Cu-Au VMS Trend

Field mapping confirmed prospective stratigraphy and a substantial hydrothermal alteration system along the magnetically subdued corridor previously identified from geophysics. Mapping and sampling also identified evidence for potentially stacked mineralised lodes and confirmed both VMS-style copper mineralisation and a probable later intrusion-related gold-silver overprint[6].

Surface sampling at Mona returned high-grade copper-gold-silver results, with **10 of 54 samples returning greater than 1% copper**. Results included values of **up to 4.93% Cu, 11.65g/t Au and 204g/t Ag**. Sampling at the nearby Sweet Nell prospect returned up to **7.94% Cu.**

The combination of high-grade surface results, favourable stratigraphy, extensive alteration and historical workings materially enhances the prospectivity of the Everest-Mona-Victory Trend and supports progression

[6] *Refer CMO ASX announcements dated 28/01/2026 and 2/06/2026*

towards the first ever systematic drill testing of this portion of the Bingara VMS belt.

Antimony Gully

Interpretation of LiDAR data and historical mining records identified the Antimony Gully Trend, an approximately 8km-long corridor of known antimony workings associated with the Gineroi Fault zone in the northwestern portion of the Bingara Project[7].

During the year Cosmo completed initial systematic mapping and surface sampling of several clusters of historical antimony workings, including the Plunkett & Cassidy and McManus prospect areas.

At Plunkett & Cassidy, mapping identified sub-parallel lines of lode separated by more than 100m and extending for up to approximately 1.2km. Mineralised corridors are locally greater than 10m wide, with evidence that further parallel lodes may continue beneath shallow cover[8].

Rock-chip sampling confirmed high-grade antimony mineralisation in quartz vein and breccia material, returning **values of up to 10.3% Sb** at Plunkett & Cassidy East **and 5.37% Sb** at Plunkett & Cassidy West.

The initial work has demonstrated the potential scale of the Antimony Gully system and identified a number of targets for follow-up. Future work is planned to include focused soil geochemistry and additional geological mapping to define and prioritise targets for drilling.

NUNDLE PROJECT

The Nundle Project comprises a 259.1km² exploration licence covering an extensive portion of the historic Nundle goldfield and the Barnard Hut-Back Barb copper target area.

The Project contains a range of gold, antimony and copper opportunities including the Folly Line gold-antimony trend, the Hanging Rock-Mt Ephraim gold field and the Barnard Hut-Back Barb intrusion-related copper target.

Historical mining and previous exploration demonstrate widespread mineralisation, although modern systematic exploration has been limited. There has been no drilling of the Nundle goldfield since 1996, while several priority areas have received negligible or no previous drilling.

During the year exploration remained focused on the compilation and interpretation of historical geological and geochemical datasets, together with the high-resolution LiDAR coverage acquired across the Project. This work continued to refine the scale and distribution of historical hard-rock workings, deep leads and alluvial gold workings and assisted prioritisation of targets for field follow-up.

At the Folly Line, historical workings define an extensive gold-antimony lode system associated with the regional Peel Fault, including a structurally favourable jog characterised by multiple parallel lodes and zones of strong alteration. At Hanging Rock, the Mt Ephraim area remains a priority conceptual gold target supported by historical high-grade rock-chip results and a distinctive Au-Ag-Cu-Bi-Te-Mo geochemical signature interpreted to have potential affinities with intrusion-related mineralisation[9].

The Barnard Hut-Back Barb area represents a separate large-scale copper target associated with a regional magnetic anomaly and historical surface copper mineralisation. The area has received negligible systematic modern surface exploration, geophysics or drilling.

The Company's forward program at Nundle is expected to focus on systematic mapping and sampling at Mt Ephraim and Barnard Hut-Back Barb, further geophysical assessment and progression of the highest-priority gold-antimony targets towards drill readiness.

YAMARNA REGION PROJECT

The Yamarna Region Project is located approximately 130km east of Laverton in Western Australia and include the Mt Venn Cu-Ni-Co deposit, the Minjina Zn-Pb-Cu-Ag discovery and the Eastern Mafic Cu-Ni-PGE prospect.

[7] *Refer CMO ASX announcements dated 11/11/2025*
[8] *Refer CMO ASX announcements dated 24/06/2026*
[9] *Refer CMO ASX announcements dated 2/07/2025*

Following the rationalisation of the Company's Yamarna tenure after the previous reporting period, limited in field exploration activity was undertaken across the project during the year. The Company's exploration expenditure and technical resources were predominantly directed towards the higher-priority Kanowna, Bingara and Nundle programs.

The Yamarna tenure hosts substantial known base-metal mineralisation and regional exploration potential. Cosmo continues to assess options for the future advancement of the projects, including opportunities that could provide an appropriate pathway to progress exploration while allowing the Company to maintain its principal operational focus on its gold, antimony and copper discovery programs at Kanowna and in New South Wales.

Competent Persons Statement

The information in this report that relates to Exploration Results is based upon and fairly represents information compiled by Mr Ian Prentice, a Competent Person who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Prentice is a full-time employee of the Company.

Mr Prentice has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Prentice is the Managing Director of the Company and consents to the inclusion in the report of the matter based on his information in the form and context in which it appears.

EVENTS AFTER THE REPORTING DATE

On 18 August 2026, 2,500,000 performance rights lapsed due to expiry.

On 31 August 2026, Ranko Matic resigned as a Non-Executive Director of the Company.

On 2 September 2026, the Company announced a two-tranche placement to raise a total of $1,250,000 (before costs) at a price of $0.0035 per share. Tranche 1 of the placement will be issued under the Company's existing placement capacity under ASX Listing Rules 7.1 (94,925,028 fully paid ordinary shares) with settlement to occur on 9 September 2026, raising $332,238 (before costs). Tranche 2 of the placement will be issued subject to shareholders' approval at the Company's General Meeting to be held in or around early October 2026.

Apart from the matters discussed above, no other matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

In July 2025, the Company rationalised its holdings at the Yamarna Region Projects with the relinquishment of non-core tenements E38/2952, E38/2953 and E38/2958 and partial relinquishment of non core portions of E38/2685 and E38/2957.

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

LIKELY DEVELOPMENTS AND EXPECTED RESULTS OF OPERATIONS

Information on likely developments in the operations of the Group and the expected results of operations have not been included in this report because the Directors believe it would be likely to result in unreasonable prejudice to the Group.

MATERIAL BUSINESS RISKS

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

Future capital raisings

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

Exploration risk

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

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

Feasibility and development risks

It may not always be possible for the Group to exploit successful discoveries which may be made in areas in which the Group has an interest. Such exploitation would involve obtaining the necessary licences or clearances from relevant authorities that may require conditions to be satisfied and/or the exercise of discretions by such authorities. It may or may not be possible for such conditions to be satisfied. Further, the decision to proceed to further exploitation may require participation of other companies whose interests and objectives may not be the same as the Group's.

Regulatory risk

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

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

Mineral resource estimate risk

Mineral resource estimates are expressions of judgement based on knowledge, experience and industry practice. These estimates were appropriate when made but may change significantly when new information becomes available. There are risks associated with such estimates. Mineral resource estimates are necessarily imprecise and depend to some extent on interpretations, which may ultimately prove to be inaccurate and require adjustment. Adjustments to resource estimates could affect the Group's future plans and ultimately its financial performance and value. Gold, antimony, nickel, copper and zinc metal price fluctuations, as well as increased production costs or reduced throughput and/or recovery rates, may render resources containing relatively lower grades uneconomic and may materially affect resource estimations.

Environmental risk

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

Economic and market risk

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

ENVIRONMENTAL REGULATION

The Group is subject to and is compliant with all aspects of environmental regulation of its exploration and mining activities. The Directors are not aware of any environmental law that is not being complied with.

INFORMATION ON DIRECTORS

Peter Bird **BSc (Hons) (Geology)**

Non-Executive Chairman

Mr Bird is an experienced, well-known and highly respected mining industry executive. His extensive experience covers senior technical, management, investor relations and human resources positions with major mining companies such as Western Mining Corporation, Newmont and Normandy Mining. In addition, Mr Bird has extensive expertise in equity markets including five years at Merrill Lynch Equities, where he was recognised in 1998 as the top-rated Australian Gold Analyst in Australia, Europe and Asia. In 2000 while General Manager Investor Relations at Newcrest and Normandy, he was voted by the investment community as the number one Investor Relations Manager in all listed Australian companies.

More recently, Mr Bird has served in Board and executive roles both as a Managing Director and in the capacity of Non-Executive Chairman with several ASX listed resource companies, and as CEO and Deputy Chair of a UK Listed copper company.

Mr Bird is currently the Managing Director and Chief Executive Officer of Akora Resources Ltd (ASX: AKO).

Appointed:	10 November 2021
Committee memberships:	Audit & Risk
Other listed board memberships:	Akora Resources Ltd
Previous listed board memberships:	Nelson Resources Ltd
Interest in shares at the date of this report:	509,344
Interest in options at the date of this report:	5,098,170
Contractual rights to shares:	Nil

Ian Prentice **BSc (Geology), GradDipAppFin**

Managing Director

Mr Prentice has over 30 years resources industry experience, both in Australia and overseas, holding technical and executive roles with a number of companies throughout his career. Ian's broad ranging career extends from exploration and operational roles across a variety of commodities, focused on gold, base metals and vanadium, in Australia, New Zealand, South East Asia and Africa. Mr Prentice has served as a director for a number of ASX listed resource companies, with activities ranging from exploration and project acquisition, project development and production. He has broad experience in identifying and reviewing resource project acquisition opportunities. Mr Prentice's most recent role was as Managing Director of ASX listed vanadium development company Technology Metals Australia Limited, taking the company from project acquisition, IPO, through the full range of predevelopment activities; resource estimation, pre-feasibility study, definitive feasibility study, culminating in a merger with Australian Vanadium Limited to create one of the most advanced vertically integrated vanadium development companies in the world.

Appointed:	26 August 2024 as Non-Executive Director until 17 February 2025 appointment as Managing Director
Committee memberships:	Nil
Other listed board memberships:	Nil
Previous listed board memberships:	Technology Metals Australia Limited
Interest in shares at the date of this report:	8,691,422
Interest in options at the date of this report:	9,186,746
Interest in performance rights at the date of this report:	7,500,000
Contractual rights to shares:	Nil

Ranko Matic **B.Com, CA**
Non-Executive Director (resigned 31 August 2026)

Mr Matic is a Chartered Accountant with over 30 years' experience in the areas of financial and executive management, accounting, audit, business and corporate advisory. Mr Matic is a director of a corporate advisory company based in Perth, Western Australia and has specialist expertise and exposure in areas of audit, corporate services, due diligence, mergers and acquisitions, and valuations. Through these positions Mr Matic has been involved in an advisory capacity to over 40 initial public offerings and other re-capitalisations and re-listings of ASX companies in the last 20 years.

Mr Matic has acted as chief financial officer and company secretary for companies in both the private and public listed sectors and continues to hold various roles in this capacity with publicly listed companies.

Appointed:	12 August 2024
Resigned:	31 August 2026
Committee memberships:	Audit & Risk
Other listed board memberships:	Cavalier Resources Limited, Panther Metals Limited and Locafy Limited
Previous listed board memberships:	Solara Minerals Limited
Interest in shares at the date of this report:	1,388,694
Interest in options at the date of this report:	3,832,591
Contractual rights to shares:	Nil

Andrew Paterson **B.Eng (Hons) (Mineral Exploration & Mining Geology), GradDip Mining**
Non-Executive Director

Mr Paterson is a geologist with over 30 years' experience in mining and exploration in Australia and PNG. After graduating from WASM in 1993 he spent several years in surface and underground gold and nickel mining operations around the WA Goldfields before moving into a management role with Harmony Gold. Since then, Mr Paterson has managed diverse programs exploring for gold, nickel, iron ore and lithium for companies including Atlas Iron and Focus Minerals. In 2016, Mr Paterson was part of the management team that recapitalised Kingston Resources, leading to Kingston's successful acquisition of the 2.8Moz Misima Gold Project in PNG.

Mr Paterson is currently the Managing Director of Great Boulder Resources Ltd.

Appointed:	26 August 2021
Committee memberships:	Audit & Risk
Other listed board memberships:	Great Boulder Resources Ltd
Previous listed board memberships:	Nil for the last three years
Interest in shares at the date of this report:	Nil
Interest in options at the date of this report:	3,500,000
Contractual rights to shares:	Nil

Melanie Ross **CA, BCom, AGIA, ACG**
Company Secretary

Ms Ross is an accounting and corporate governance professional with over 20 years' experience in financial accounting and analysis, audit, business and corporate advisory services in public practice, commerce and state government. Ms Ross is currently a director of a corporate advisory company based in Perth that provides corporate and other advisory services to public listed companies.

Appointed:	26 August 2021

MEETINGS OF DIRECTORS

The number of directors' meetings held (including meeting of the Committees of the Board) and number of meetings attend by each of the directors of the Company during the financial year are:

	Directors' Meeting		Audit and Risk Committee	
Director	Eligible	Attended	Eligible	Attended
Peter Bird	6	6	-	-
Ranko Matic	6	6	-	-
Andrew Paterson	6	6	-	-
Ian Prentice	6	6	-	-

OPTIONS

Options on issue at the date of this report:

Grant date	Expiry date	Quoted/Unquoted	Exercise price	Number
24 January 2024	31 March 2027	Quoted(i)	$0.06	1,000,000
1 March 2024	31 March 2027	Quoted(i)	$0.06	5,555,555
28 March 2024	31 March 2027	Quoted(i)	$0.06	24,960,329
8 April 2024	31 March 2027	Quoted(i)	$0.06	7,615,651
13 December 2024	3 April 2028	Quoted(ii)	$0.015	5,000,000
27 March 2025	27 March 2028	Unquoted	$0.03	18,356,255
28 March 2025	3 April 2028	Quoted(ii)	$0.015	43,215,054
3 April 2025	27 March 2028	Unquoted	$0.03	37,207,641
30 April 2025	27 March 2028	Unquoted	$0.03	833,334
8 August 2025	29 September 2028	Unquoted	$0.027	6,000,000
26 November 2025	26 November 2028	Unquoted	$0.03	20,000,000
4 December 2025	26 November 2028	Unquoted	$0.03	6,500,000
16 March 2026	3 April 2028	Quoted(ii)	$0.015	12,616,872
20 March 2026	3 April 2028	Quoted(ii)	$0.015	111,699,331
31 May 2026	26 November 2028	Unquoted	$0.03	1,000,000

(i) Converted from unquoted to quoted on 17 June 2024
(ii) Converted from unquoted to quoted on 14 April 2026

SHARES ISSUED ON THE EXERCISE OF OPTIONS

There were no ordinary shares of Cosmo Metals Limited that were issued during the financial year and up to the date of this report on the exercise of options granted.

PERFORMANCE RIGHTS

Performance rights on issue at the date of this report:

Grant date	Expiry date	Vesting Condition	Exercise price	Number
28 March 2025	28 March 2030	1 (see below)	Nil	1,000,000
28 March 2025	28 March 2030	2 (see below)	Nil	1,000,000
28 March 2025	28 March 2030	5 (see below)	Nil	2,000,000
28 March 2025	28 March 2030	6 (see below)	Nil	750,000
28 March 2025	28 March 2030	7 (see below)	Nil	1,250,000
28 March 2025	28 March 2030	8 (see below)	Nil	1,500,000

Vesting conditions of performance rights:

	Vesting Condition	Vesting Date
1	2 years continuous employment	17 February 2027
2	3 years continuous employment	17 February 2028
3	The Company announcing to ASX the commencement of Drilling Programs 2 and 3 (All projects)	17 August 2026
4	20-Day VWAP of Shares being $0.06 or more.	17 August 2026
5	20-Day VWAP of Shares being $0.12 or more.	17 February 2028
6	The Company announcing to ASX the determination of a Mineral Resource of at least 250,000oz of AuEq at a cutoff grade of 1.5g/t in accordance with the JORC Code.	17 February 2027
7	The Company announcing to ASX the determination of a Mineral Resource of at least 500,000oz of AuEq at a cutoff grade of 1.5g/t in accordance with the JORC Code.	17 February 2028
8	The Company announcing to ASX the determination of a Mineral Resource of at least 1,000,000oz of AuEq at a cutoff grade of 1.5g/t in accordance with the JORC Code.	17 February 2029

SHARES ISSUED ON THE EXERCISE OF PERFORMANCE RIGHTS

98,666,667 ordinary shares of Cosmo Metals Limited were issued during the financial year and up to the date of this report on the exercise of performance rights granted.

INDEMNIFYING OFFICERS AND AUDITORS

In accordance with the constitution, except as may be prohibited by the Corporations Act 2001 every Officer, or agent of the Company shall be indemnified out of the property of the Company against any liability incurred by him in his capacity as Officer or agent of the Company or any related corporation in respect of any act or omission whatsoever and howsoever occurring or in defending any proceedings, whether civil or criminal. No indemnification has been paid with respect to the Company's auditor.

PROCEEDINGS ON BEHALF OF THE COMPANY

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

OFFICERS OF THE COMPANY WHO ARE FORMER PARTNERS OF CRITERION AUDIT PTY LTD

There are no officers of the Company who are former partners of Criterion Audit Pty Ltd.

ROUNDING OF AMOUNTS

The Company is of a kind referred to in Corporations Instrument 2026/183, issued by the Australian Securities and

Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest dollar.

AUDITOR

Criterion Audit Pty Ltd continues in office in accordance with section 327 of the Corporations Act 2001.

NON-AUDIT SERVICES

The Board of Directors review any non-audit services to be provided to ensure they are compatible with the general standard for independence of auditors imposed by the Corporations Act 2001.

Details of the amounts paid or payable to the auditor for non-audit services provided during the financial year by the auditor are outlined in note 20 to the financial statements.

AUDITORS' INDEPENDENCE DECLARATION

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

This remuneration report outlines the director and executive remuneration arrangements of the Company in accordance with the requirements of the Corporations Act 2001 and its Regulations. For the purposes of this report, Key Management Personnel of the Company are defined as those persons having authority and responsibility for planning, directing and controlling the major activities of the Company.

PRINCIPLES USED TO DETERMINE THE NATURE AND AMOUNT OF REMUNERATION

The objective of the Company's executive reward framework is to ensure reward for performance is competitive and appropriate for the results delivered. The Board ensures that executive reward satisfies the following key criteria for good reward governance practises:

- competitiveness and reasonableness
- acceptability to shareholders
- transparency

The Board, acting in its capacity as the remuneration committee, is responsible for determining and reviewing remuneration arrangements for its directors and executives. The performance of the Company depends on the quality of its directors and executives. The remuneration philosophy is to attract, motivate and retain high performance and high quality personnel.

In making its determinations, the Board ensures that the remuneration and employment policies and practices of the Company:

- motivate executive Directors and officers to pursue the long-term growth and success of the Company;
- demonstrate a clear relationship between performance and remuneration; and
- involve an appropriate balance between fixed and incentive remuneration, reflecting the short and long-term performance objectives to the Company circumstances and goals.

In accordance with best practice corporate governance, the structure of non-executive director and executive director remuneration is separate.

Non-executive Directors' remuneration

The Company's policy is to remunerate Non-executive Directors at a fixed fee for time, commitment and responsibilities. Remuneration for Non-executive Directors is not linked to individual performance. From time to time, the Company may grant options to Non-executive Directors. The grant of options is designed to recognise and reward efforts and provide Non-executive Directors with additional incentive to continue those efforts for the benefit of the Company.

ASX listing rules require the maximum aggregate amount of fees (including superannuation payments) that can be paid to non-executive Directors be subject to approval by shareholders at a General Meeting. The current base remuneration pool of $300,000 for non-executive directors was set and reported in the Prospectus dated 22 November 2021. All director fees are periodically recommended for approval by shareholders.

Executive remuneration

The Company's policy regarding executive's remuneration is that the executives are paid a commercial salary and benefits based on the market rate and experience.

Executive pay and reward consists of the following:

- base salary and non-monetary benefits;
- performance incentives;
- other remuneration such as superannuation and long service leave.

The combination of these comprises the executive's total remuneration.

Long-term incentives include long service leave and share-based payments. These may include options granted at the discretion of the Board and subject to obtaining the relevant approvals. The grant of options is designed to recognise and reward efforts and provide additional incentive and may be subject to the successful completion of performance hurdles.

Use of remuneration consultants

During the financial year ended 30 June 2026 and 30 June 2025, the company did not engage any remuneration consultants.

Performance based remuneration

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

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

a) assist in the reward, retention and motivation of Directors and employees;
b) link the reward of Directors and employees to Shareholder value creation; and
c) align the interests of Directors and employees with shareholders of the Company by providing an opportunity to Directors and employees to receive an equity interest in the Company in the form of Securities.

Company performance, shareholder wealth and Directors' and executives' remuneration

The remuneration policy has been tailored to increase the positive relationship between shareholders' investment objectives and Directors and executives' performance. Currently, this is facilitated through the employee incentive option plan to encourage the alignment of personal and shareholder interests.

VOTING AND COMMENTS MADE AT THE COMPANY'S 2025 ANNUAL GENERAL MEETING ('AGM')

At the 2025 AGM, 98.06% of the votes received supported the adoption of the remuneration report for the year ended 30 June 2025. The Company did not receive any specific feedback at the AGM regarding its remuneration practices.

KEY MANAGEMENT PERSONNEL

The key management personnel of the Company consists of the following directors and executives:

Director	Position
Peter Bird	Non-Executive Chairman
Ian Prentice	Managing Director
Ranko Matic	Non-Executive Director – resigned 31 August 2026
Andrew Paterson	Non-Executive Director
James Merrillees	Managing Director – resigned 12 August 2024

The details of the Key Management Personnel's remuneration have been set out in the following tables.

REMUNERATION STRUCTURE FOR KEY MANAGEMENT PERSONNEL

Remuneration is based on the following components approved by the Remuneration and Nomination Committee:

- base pay
- long-term performance incentives
- other remuneration such as superannuation and long service leave.

Table 1: Contract terms for Key Management Personnel

Name	Title	Term of Agreement	Notice Period by Employee	Notice Period by Company	Termination Benefit
Peter Bird	Non-executive Chairman	Open	Upon resignation as director	Upon termination as director	n/a
Ian Prentice(i)	Managing Director	Open	3 months' notice	6 months' notice	n/a
Ranko Matic(ii)	Non-executive Director	Open	Upon resignation as director	Upon termination as director	n/a
Andrew Paterson	Non-executive Director	Open	Upon resignation as director	Upon termination as director	n/a
James Merrillees(iii)	Managing Director	Open	3 months' notice	3 months' notice	n/a

(i) Appointed 26 August 2024 as Non-Executive Director until 17 February 2025 appointment as Managing Director
(ii) Appointed 12 August 2024, resigned 31 August 2026
(iii) Resigned 12 August 2024

Table 2: Remuneration for the year ended 30 June 2026

	Short Term		Post-Employment	Long Term				
2026	Salary, Fees & Annual Leave	Non-monetary benefits	Super-annuation	Long service leave	Share Based Payments – Options / Performance Rights	Termination payments	Total	Performance Related
	$	$	$	$	$	$	$	%
Directors								
Peter Bird	70,000	-	8,400	-	43,500	-	**121,900**	**36%**
Ian Prentice	241,071	-	28,929	301	130,484	-	**400,785**	**33%**
Ranko Matic	56,000	-	-	-	30,450	-	**86,450**	**35%**
Andrew Paterson	56,000	-	-	-	30,450	-	**86,450**	**35%**
Total	**423,071**	**-**	**37,329**	**301**	**234,884**	**-**	**695,585**	

Table 3: Remuneration for the year ended 30 June 2025

2025	Short Term		Post-Employment	Long Term				
	Salary, Fees & Annual Leave	Non-monetary benefits	Super-annuation	Long service leave	Share Based Payments – Options / Performance Rights	Termination payments	Total	Performance Related
	$	$	$	$	$	$	$	%
Directors								
Peter Bird	70,000	-	8,050	-	-	-	**78,050**	**-**
Ian Prentice[i]	121,079	-	5,347	-	17,332	-	**143,758**	**12%**
Ranko Matic[ii]	49,456	-	-	-	-	-	**49,456**	**-**
Andrew Paterson	55,750	-	-	-	-	-	**55,750**	**-**
James Merrillees[iii]	25,806	283	9,868	(1,112)	-	77,702	**112,546**	**-**
Total	**322,091**	**283**	**23,265**	**(1,112)**	**17,332**	**77,702**	**439,561**	

(i) Appointed 26 August 2024 as Non-Executive Director until 17 February 2025 appointment as Managing Director
(ii) Appointed 12 August 2024, resigned 31 August 2026
(iii) Resigned 12 August 2024

Table 4: Share-holdings of Key Management Personnel

Name	Held at the start of the year	Issued on exercise of options/ performance rights	Participation in rights issue	Participation in placements	Held at the end of the year
Directors					
Peter Bird	509,344	-	-	-	509,344
Ian Prentice	997,810	2,000,000	1,050,806	4,642,806	8,691,422
Ranko Matic	1,023,248	-	365,446	-	1,388,694
Andrew Paterson	-	-	-	-	-
Total	**2,530,402**	**2,000,000**	**1,416,252**	**4,642,806**	**10,589,460**

Table 5: Option holdings of Key Management Personnel

Name	Held at the start of the year	Number (i)	Grant date	Fair value at grant date	Vesting conditions	Vesting date	Expiry	Exercise Price	Decrease (ii)	Held at the end of the year
Directors										
Peter Bird	66,667	-	27/07/2023	-	None	27/07/2023	21/06/2026	$0.10	(66,667)	-
	23,334	-	27/03/2025	-	None	27/03/2025	27/03/2028	$0.03	-	23,334
	74,836	-	03/04/2025	-	None	03/04/2025	27/03/2028	$0.03	-	74,836
	-	5,000,000	26/11/2025	$0.0087	None	08/12/2025	26/11/2028	$0.03	-	5,000,000
Ian Prentice	249,453	-	03/04/2025	-	None	03/04/2025	27/03/2028	$0.03	-	249,453
	-	8,000,000	26/11/2025	$0.0087	None	08/12/2025	26/11/2028	$0.03	-	8,000,000
	-	262,702	16/03/2026	-	None	16/03/2026	03/04/2028	$0.015	-	262,702
	-	674,591	20/03/2026	-	None	20/03/2026	03/04/2028	$0.015	-	674,591
Ranko Matic	16,667	-	28/03/2024	-	None	28/03/2024	31/03/2027	$0.06	-	16,667
	25,000	-	27/03/2025	-	None	27/03/2025	27/03/2028	$0.03	-	25,000
	199,562	-	03/04/2025	-	None	03/04/2025	27/03/2028	$0.03	-	199,562
	-	3,500,000	26/11/2025	$0.0087	None	08/12/2025	26/11/2028	$0.03	-	3,500,000
	-	91,362	16/03/2026	-	None	16/03/2026	03/04/2028	$0.015	-	91,362
Andrew Paterson	-	3,500,000	26/11/2025	$0.0087	None	26/11/2025	26/11/2028	$0.03	-	3,500,000
Total	**655,519**	**21,028,655**	**-**	**-**	**-**	**-**	**-**	**-**	**(66,667)**	**21,617,507**

(i) "Number" represents options granted from participating in placements and entitlement offer, and as remuneration. Options without a fair value at grant represent free attaching options from participating in placements and/or entitlement offers.

(ii) "Decrease" represents options vested, exercised, expired during the year and/or forfeited due to termination/resignation.

Options granted carry no dividend or voting rights.

All options were granted over unissued fully paid ordinary shares in the Company. Options are exercisable by the holder as from the vesting date. There has not been any alteration to the terms or conditions of the grant since the grant date. There are no amounts paid or payable by the recipient in relation to the granting of such options other than on their potential exercise.

Table 6: Performance rights holdings of Key Management Personnel

Name	Held at the start of the year	Number (i)	Grant date	Fair value at grant date	Vesting conditions (ii)	Vesting date	Expiry	Exercise Price	Decrease (iii)	Held at the end of the year
Directors										
Ian Prentice	1,000,000	-	28/03/2025	$0.015	-	17/02/2026	28/03/2030	Nil	(1,000,000)	-
	1,000,000	-	28/03/2025	$0.015	1	17/02/2027	28/03/2030	Nil	-	1,000,000
	1,000,000	-	28/03/2025	$0.012	2	17/02/2028	28/03/2030	Nil	-	1,000,000
	1,000,000	-	28/03/2025	$0.015	-	17/02/2026	28/03/2030	Nil	(1,000,000)	-
	1,000,000	-	28/03/2025	$0.015	3	17/08/2026	28/03/2030	Nil	-	1,000,000
	1,000,000	-	28/03/2025	$0.0028	-	17/11/2025	28/03/2030	Nil	(1,000,000)	-
	1,500,000	-	28/03/2025	$0.0018	4	17/08/2026	28/03/2030	Nil	-	1,500,000
	2,000,000	-	28/03/2025	$0.0015	5	17/02/2028	28/03/2030	Nil	-	2,000,000
	750,000	-	28/03/2025	$0.0038	6	17/02/2027	28/03/2030	Nil	-	750,000
	1,250,000	-	28/03/2025	$0.0030	7	17/02/2028	28/03/2030	Nil	-	1,250,000
	1,500,000	-	28/03/2025	$0.0023	8	17/02/2029	28/03/2030	Nil	-	1,500,000
Total	**13,000,000**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(3,000,000)**	**10,000,000**

(i) "Number" represents options granted as remuneration.

(ii) "Vesting conditions" are defined on page 23.

(iii) "Decrease" represents options vested, exercised, expired during the year and/or forfeited due to termination/resignation.

Performance rights granted carry no dividend or voting rights.

All performance rights were granted over unissued fully paid ordinary shares in the Company. Performance rights are exercisable by the holder as from the vesting date. There has not been any alteration to the terms or conditions of the grant since the grant date. There are no amounts paid or payable by the recipient in relation to the granting of such performance rights.

CONSEQUENCES OF PERFORMANCE ON SHAREHOLDER WEALTH

The earnings of the Group for the five years to 30 June 2026 are summarised below:

		2026	2025	2024	2023	2022
Other income	**$**	97,676	5,415	6,511	11,640	1,874
EBITDA	**$**	(4,220,682)	(2,857,501)	(1,442,644)	(666,969)	(1,095,561)
EBIT	**$**	(4,229,616)	(2,877,440)	(1,463,457)	(686,633)	(1,098,522)
Loss after income tax	**$**	(4,230,118)	(3,112,375)	(1,471,280)	(686,633)	(1,096,648)
Share price at 30 June	**$ per share**	0.006	0.016	0.040	0.090	0.150
Basic loss per share	**cents per share**	(0.88)	(1.77)	(1.86)	(1.35)	(3.59)

LOANS TO KEY MANAGEMENT PERSONNEL

There were no loans to key management personnel during the year ended 30 June 2026.

OTHER TRANSACTIONS WITH KEY MANAGEMENT PERSONNEL AND THEIR RELATED PARTIES

On 3 September 2021, the Company entered into an agreement with Consilium Corporate Pty Ltd, of which Ranko Matic is a director, for the provision of CFO and Corporate Secretarial Services. Consilium Corporate Pty Ltd invoiced the Company $127,468 for CFO and Corporate Secretarial Fees, including GST. As at 30 June 2026, amounts owing to Consilium Corporate Pty Ltd, including director fees, was $17,333, including GST.

All transactions were made on normal commercial terms and conditions and at market rates.

There were no other transactions made with key management personnel and their related parties.

[End of audited Remuneration Report.]

This report is made in accordance with a resolution of directors, pursuant to section 298(2)(a) of the Corporations Act 2001.

On behalf of the directors

Ian Prentice
Managing Director

Date: 9 September 2026
Perth

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2026

	Notes	30 June 2026 $	30 June 2025 $
Interest income		5,583	5,415
Government grants		89,393	-
Other income		2,700	-
Depreciation expense	2	(8,934)	(19,939)
Non-capital exploration expenditure	7	(186,984)	(16,423)
Share based payments	13	(295,434)	(17,332)
Administration expenses	2	(903,903)	(784,454)
Finance costs	2	(502)	(234,935)
Impairment of mining exploration	7	(2,932,037)	(1,886,648)
Transaction costs on exploration acquired assets at FVTPL	8	-	(156,667)
Other expenses	2	-	(1,392)
Loss before income tax		**(4,230,118)**	**(3,112,375)**
Income tax expense	3	-	-
Loss after tax for the year		**(4,230,118)**	**(3,112,375)**
Other comprehensive income		-	-
Total comprehensive loss for the year attributable to the owners of Cosmo Metals Limited		**(4,230,118)**	**(1,471,280)**
Loss per share			
Basic and diluted loss per share (cents)	19	(0.88)	(1.77)

The accompanying notes form part of this financial report.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026

	Notes	30 June 2026 $	30 June 2025 $
ASSETS			
Current assets			
Cash and cash equivalents	4	466,276	730,526
Trade and other receivables	5	227,501	218,397
Total current assets		693,777	948,923
Non-current assets			
Plant and equipment	6	21,555	19,657
Exploration and evaluation expenditure	7	10,254,531	11,090,567
Security Deposits		74,504	30,000
Total non-current assets		10,350,590	11,140,224
Total assets		**11,044,367**	**12,089,147**
LIABILITIES			
Current liabilities			
Trade and other payables	9	176,124	571,727
Interest-bearing liabilities	10	-	13,577
Provisions	11	22,674	2,255
Total current liabilities		198,798	587,559
Non-current liabilities			
Provisions	11	301	-
Total non-current liabilities		301	-
Total liabilities		**199,099**	**587,559**
Net assets		**10,845,268**	**11,501,588**
EQUITY			
Issued capital	12	19,070,522	14,513,375
Reserves	14	1,220,408	2,382,597
Accumulated losses		(9,445,662)	(5,394,384)
Total equity		**10,845,268**	**11,501,588**

The accompanying notes form part of this financial report.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2026

Consolidated Entity	Issued Capital $	Share based payment reserve $	Accumulated Losses $	Total $
Balance at incorporation 1 July 2024	**11,857,308**	**1,511,516**	**(3,254,561)**	**10,114,263**
Loss after income tax for the year	-	-	(3,112,375)	**(3,112,375)**
Other comprehensive income	-	-	-	**-**
Total comprehensive income for the year	-	-	(3,112,375)	**(3,112,375)**
Transactions with owners in their capacity as owners				
Share issue	2,340,676	-	-	**2,340,676**
Share issue costs	(394,209)	214,365	-	**(179,844)**
Share based payments (note 13)	-	82,499	-	**82,499**
Issue of options	-	100	-	**100**
Issued as consideration for exploration projects	709,600	1,546,667	-	**2,256,267**
Expiry of options	-	(972,550)	972,550	**-**
Other	-	-	2	**2**
Balance at 30 June 2025	**14,513,375**	**2,382,597**	**(5,394,384)**	**11,501,588**

Consolidated Entity	Issued Capital $	Share based payment reserve $	Accumulated Losses $	Total $
Balance at incorporation 1 July 2025	**14,513,375**	**2,382,597**	**(5,394,384)**	**11,501,588**
Loss after income tax for the year	-	-	(4,230,118)	**(4,230,118)**
Other comprehensive income	-	-	-	**-**
Total comprehensive income for the year	-	-	(4,230,118)	**(4,230,118)**
Transactions with owners in their capacity as owners				
Share issue	3,614,884	-	-	**3,614,884**
Share issue costs	(634,404)	297,724	-	**(336,681)**
Share based payments (note 13)	-	295,434	-	**295,435**
Issue of options	-	160	-	**160**
Conversion of performance rights	1,576,667	(1,576,667)	-	**-**
Expiry of options and performance rights	-	(178,840)	178,840	**-**
Balance at 30 June 2026	**19,070,522**	**1,220,408**	**(9,445,662)**	**10,845,268**

The accompanying notes form part of this financial report.

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2026

	Notes	30 June 2026 $	30 June 2025 $
Cash flows from operating activities			
Payments to suppliers and employees (inclusive of GST)		(901,575)	(785,845)
Interest and other finance costs		(502)	(2,290)
Interest and other income received		58,283	5,415
GST received/(paid)		(43,171)	(10,167)
Net cash outflow from operating activities	4	**(886,965)**	**(792,887)**
Cash flows from investing activities			
Payments for property, plant and equipment		(10,832)	-
Payments for acquisition of tenements		-	(843,720)
Payments for exploration and business development		(2,523,400)	(763,280)
Security deposits paid		(44,504)	(30,000)
Net cash outflow from investing activities		**(2,578,736)**	**(1,637,000)**
Cash flows from financing activities			
Proceeds from issue of shares		3,550,884	1,571,126
Capital raising costs		(336,016)	(179,053)
Proceeds from issue of convertible notes, net of costs		-	470,000
Proceeds from issue of options		160	100
Proceeds from borrowings		-	32,438
Repayment of borrowings		(13,577)	(18,861)
Net cash inflow from financing activities		**3,201,451**	**1,875,750**
Net (decrease)/ increase in cash held		**(264,250)**	**(554,137)**
Cash at the beginning of the financial year		730,526	1,284,663
Cash at the end of the financial year	4	**466,276**	**730,526**

The accompanying notes form part of this financial report.

1. Material accounting policy information

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

New and Revised Accounting Standards and Interpretations

The Group has adopted all of the new and revised Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period. The adoption of these new and revised Accounting Standards and Interpretations has not resulted in a significant or material change to the Group's accounting policies. Any new, revised or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted by the Group.

Basis of Preparation

The financial report is a general purpose financial report that has been prepared in accordance with *Corporations Act 2001*, Australian Accounting Standards, Interpretations of the Australian Accounting Standards Board and International Financial Reporting Standards as issued by the International Accounting Standards Board.

The Company is a public listed company and is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

Going Concern

These financial statements are prepared on a going concern basis. The Group had incurred a net loss after tax of $4,230,118, cash outflows from operating activities of $886,965 and cash outflows from investing activities of $2,578,736 for the year ended 30 June 2026. As at that date, the Group had net current assets of $494,979.

In context of this operating environment, the ability of the Group to continue as a going concern is dependent on securing additional funding through debt or equity to continue to fund its operational and exploration activities.

These conditions indicate a material uncertainty that may cast a significant doubt about the Group's ability to continue as a going concern and, therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business.

The Directors believe that there are reasonable grounds to believe that the Group will be able to continue as a going concern, having received firm commitments to raise further working capital via a two-tranche placement to raise a total of $1,250,000, before costs. Tranche 1 of the placement will be completed on 10 September 2026, to raise a total amount of $332,238, before costs, with a general meeting to be held in or around early October 2026 seeking shareholder approval, for the balance of the funds. The funds raised will be applied towards:

- Maiden drilling at the Mona Copper VMS Prospect, targeted to commence early Q4 2026;
- Completion of detailed soil sampling and target generation at the Antimony Gully prospect;
- Assessment and advancement of complementary acquisition opportunities; and
- Placement costs and general working capital..

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

Should the Group not be able to continue as a going concern, it may be required to realise its assets and discharge its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements. The financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or liabilities that might be necessary should the Group not continue as a going concern.

Reporting Basis and Conventions

The financial report has been prepared on an accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. Cost is based on the fair values of the consideration given in exchange for assets.

All amounts are presented in Australian dollars, unless otherwise indicated.

Critical accounting estimates and judgements

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Exploration and evaluation expenditure
Exploration and evaluation costs have been capitalised on the basis that the Group will commence commercial production in the future, from which time the costs will be amortised in proportion to the depletion of the mineral resources. Key judgements are applied in considering costs to be capitalised which includes determining expenditures directly related to these activities and allocating overheads between those that are expensed and capitalised. In addition, costs are only capitalised that are expected to be recovered either through successful development or sale of the relevant mining interest. Factors that could impact the future commercial production at the mine include the level of reserves and resources, future technology changes, which could impact the cost of mining, future legal changes and changes in commodity prices. To the extent that capitalised costs are determined not to be recoverable in the future, they will be written off in the period in which this determination is made.

Share based payment transactions
The Company measures the cost of equity-settled transactions with suppliers and employees by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by using an appropriate fair value pricing model taking into account the terms and conditions upon which the instruments were granted. The accounting estimates and assumptions relating to equity-settled share based payments would have no impact on the carrying amounts of assets and liabilities within the next annual reporting period but may impact profit or loss and equity.

In the opinion of the Directors, there have been no other significant estimates or judgements used in the preparation of this financial report.

Principles of consolidation

The consolidated financial report incorporates the assets and liabilities of all subsidiaries of the Group ('company' or 'parent entity') as at 30 June 2026 and the results of all subsidiaries for the year then ended. Cosmo Metals Limited and its subsidiaries together are referred to in these financial statements as the 'consolidated entity' or 'Group'.

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

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

The acquisition of subsidiaries is accounted for using the acquisition method of accounting. A change in ownership interest, without the loss of control, is accounted for as an equity transaction, where the difference between the consideration transferred and the book value of the share of the non-controlling interest acquired is recognised directly in equity attributable to the parent.

Operating segments

Operating segments are presented using the 'management approach', where the information presented is on the same basis as the internal reports provided to the Chief Operating Decision Makers ('CODM'). The CODM is responsible for the allocation of resources to operating segments and assessing their performance.

Parent Entities

In accordance with the Corporations Act 2001, these financial statements present the results of the Group only. Supplementary information about the parent entity is disclosed in note 16.

Exploration and evaluation

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

Asset Acquisition

When an asset acquisition does not constitute a business combination, the assets and liabilities are assigned a carrying amount based on their relative fair values in the purchase transaction and no deferred tax will arise in relation to the acquired asset as the initial recognition exemption for deferred tax under AASB 112 applies. No goodwill will arise on the acquisition.

Income tax

The income tax expense or benefit for the year is the tax payable on that year's taxable income based on the applicable income tax rate for each jurisdiction, adjusted by the changes in deferred tax assets and liabilities attributable to temporary differences, unused tax losses and the adjustment recognised for prior years, where applicable.

Deferred tax assets and liabilities are recognised for temporary differences at the tax rates expected to be applied when the assets are recovered or liabilities are settled, based on those tax rates that are enacted or substantively enacted, except for:

- when the deferred income tax asset or liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and that, at the time of the transaction, affects neither the accounting nor taxable profits; or
- when the taxable temporary difference is associated with interests in subsidiaries, associates or joint ventures, and the timing of the reversal can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred 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 losses.

The carrying amount of recognised and unrecognised deferred tax assets are reviewed at each reporting date. Deferred tax assets recognised are reduced to the extent that it is no longer probable that future taxable profits will be available for the carrying amount to be recovered. Previously unrecognised deferred tax assets are recognised to the extent that it is probable that there are future taxable profits available to recover the asset.

Deferred 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 losses.

Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the Group's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting year; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting year. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the Group's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting year; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting year. All other liabilities are classified as non-current.

Deferred tax assets and liabilities are always classified as non-current.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. For the statement of cash flows presentation purposes, cash and cash equivalents also includes bank overdrafts, which are shown within borrowings in current liabilities on the statement of financial position.

Trade and other receivables

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days.

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

Investments and other financial assets

Impairment of financial assets
The Group recognises a loss allowance for expected credit losses on financial assets which are either measured at amortised cost or fair value through other comprehensive income. The measurement of the loss allowance depends upon the Group's assessment at the end of each reporting year as to whether the financial instrument's credit risk has increased significantly since initial recognition, based on reasonable and supportable information that is available, without undue cost or effort to obtain.

Where there has not been a significant increase in exposure to credit risk since initial recognition, a 12-month expected credit loss allowance is estimated. This represents a portion of the asset's lifetime expected credit losses that is attributable to a default event that is possible within the next 12 months. Where a financial asset has become credit impaired or where it is determined that credit risk has increased significantly, the loss allowance is based on the asset's lifetime expected credit losses. The amount of expected credit loss recognised is measured on the basis of the probability weighted present value of anticipated cash shortfalls over the life of the instrument discounted at the original effective interest rate.

For financial assets mandatorily measured at fair value through other comprehensive income, the loss allowance is recognised in other comprehensive income with a corresponding expense through profit or loss. In all other cases, the loss allowance reduces the asset's carrying value with a corresponding expense through profit or loss.

Property, plant and equipment

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.
Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Office equipment	3 years
Property, plant and equipment	3-10 years

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the Group. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

Any revaluation surplus reserve relating to the item disposed of is transferred directly to retained profits.

Impairment of non-financial assets

Non-financial assets 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.

Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

Trade and other payables

These amounts represent liabilities for goods and services provided to the Group prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Provisions

Provisions are recognised when the Group has a present (legal or constructive) obligation as a result of a past event, it is probable the Group will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation.

If the time value of money is material, provisions are discounted using a current pre-tax rate specific to the liability. The increase in the provision resulting from the passage of time is recognised as a finance cost.

Borrowings and borrowing costs

Loans and borrowings are initially measured at fair value of the consideration received, net of transaction costs. They are subsequently measured at amortised cost using the effective interest method.

The component of the convertible notes that exhibits characteristics of a liability is recognised as a liability in the statement of financial position, net of transaction costs.

On the issue of the convertible notes the fair value of the liability component is determined using a market rate for an equivalent non-convertible bond and this amount is carried as a non-current liability on the amortised cost basis until extinguished on conversion or redemption. The increase in the liability due to the passage of time is recognised as a finance cost. The remainder of the proceeds are allocated to the conversion option that is recognised and included in shareholders equity as a convertible note reserve, net of transaction costs. The carrying amount of the conversion option is not remeasured in the subsequent years. The corresponding interest on convertible notes is expensed to profit or loss.

Other income

Interest revenue is recognised as it accrues using the effective interest rate method. Other revenue is recognised when it is received or when the right to receive payment is established.

Finance costs

Finance costs attributable to qualifying assets are capitalised as part of the asset. All other finance costs are expensed in the year in which they are incurred.

Employee benefits

Short-term employee benefits
Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits
The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and years of service. Expected future payments are discounted using market yields at the reporting date on corporate bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Defined contribution superannuation expense
Contributions to defined contribution superannuation plans are expensed in the year in which they are incurred.

Share based payments
Equity-settled share-based compensation benefits are provided to employees.

The Company 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. The fair value is determined by using an appropriate valuation model taking into account the terms and conditions upon which the instruments were granted. The accounting estimates and assumptions relating to equity-settled share-based payments would have no impact on the carrying amounts of assets and liabilities within the next reporting year but may impact profit or loss and equity.

The cost of equity-settled transactions are recognised as an expense with a corresponding increase in equity over the vesting period. The cumulative charge to profit or loss is calculated based on the grant date fair value of the award, the best estimate of the number of awards that are likely to vest and the expired portion of the vesting period. The amount recognised in profit or loss for the year is the cumulative amount calculated at each reporting date less amounts already recognised in previous years.

If equity-settled awards are modified, as a minimum an expense is recognised as if the modification has not been made. An additional expense is recognised, over the remaining vesting period, for any modification that increases the total fair value of the share-based compensation benefit as at the date of modification.

If equity-settled awards are cancelled, it is treated as if it has vested on the date of cancellation, and any remaining expense is recognised immediately unless the award is forfeited. If a new replacement award is substituted for the cancelled award, the cancelled and new award is treated as if they were a modification.

Issued capital

Ordinary shares are classified as equity.

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

Earnings per share

Basic earnings per share
Basic earnings per share is calculated by dividing the profit attributable to the owners of Cosmo Metals Limited, excluding any costs of servicing equity other than ordinary shares, by the weighted average number of ordinary shares outstanding during the year, adjusted for bonus elements in ordinary shares issued during the year.

Diluted earnings per share
Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential ordinary shares.

Goods and Services Tax ('GST') and other similar taxes

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.
Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

Rounding of amounts

The Company is of a kind referred to in Corporations Instrument 2026/183, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest dollar.

2. Expenses

	2026 $	2025 $
Depreciation		
Plant and equipment	**8,934**	**19,939**
Superannuation expense		
Defined contribution superannuation expense	**56,622**	**23,265**
Finance costs		
Interest expense	502	20,841
Borrowing costs – broker fees on convertible notes	-	30,000
Borrowing costs – options granted to brokers for services provided	-	57,500
Borrowing costs – conversion discount on convertible notes	-	125,000
Borrowing costs – other	-	29
Unwinding of the discount on provision	-	1,565
Finance costs expensed	**502**	**234,935**
Administration expenses		
Staff costs	347,720	344,878
Legal, insurance and bank fees	42,329	49,147
Listing and compliance costs	54,690	46,956
Public relations expenses	259,635	165,783
Other administration expenses	199,529	177,690
Total administration expenses	**903,903**	**784,454**
Other expenses		
Loss on sale of assets	**-**	**1,392**

3. Income Tax Expense

	2026 $	2025 $
a) Reconciliation of income tax expense prima facie tax payable		
Loss before income tax	(4,230,118)	(3,112,375)
Prima facie income tax at 30% (2025: 30%)	(1,269,035)	(933,713)
Tax effect amounts which are not deductible in calculating taxable income:		
Share based payments expenses	88,630	5,200
Entertainment expenses	-	130
Legal expenses	-	2,655
Capital raising costs expensed	121	2,199
Borrowing costs	-	54,750
Transaction costs on exploration acquired assets at FVTPL	-	47,000
Impairment of exploration expenses	935,706	570,922
Tax effect of JMEI credits issued during 2025 year	-	394,842
Tax effect of movement in unrecognised temporary differences	(935,444)	(462,666)
Tax loss not recognised	1,180,021	318,681
Income tax expense	**-**	**-**
b) Tax losses		
Unused tax losses for which no deferred tax asset has been recognised	11,084,636	7,151,232
Potential tax benefit at 30%	**3,325,391**	**2,145,369**

c) The directors estimate that the potential deferred tax asset at 30 June 2026 in respect of tax losses not brought to account is $3,325,391(2025: $2,145,369).

The benefit for tax losses will only be obtained if:

i. the Group derives income, sufficient to absorb tax losses; and
ii. there is no change to legislation to adversely affect the Group in realising the benefit from the deduction of losses.

4. Cash and Cash Equivalents

	2026 $	2025 $
Cash and cash equivalents in the statement of financial position and statement of cash flows		
Cash at bank and on hand	466,276	730,526
	466,276	**730,526**

	2026 $	2025 $
Reconciliation of profit after income tax to the net cash flow from operating activities		
Loss after income tax	**(4,230,118)**	**(3,112,375)**
Adjustments for:		
Depreciation	8,934	19,939
Finance costs	-	232,645
Share based payments expense	295,434	17,332
Share based payments recognised in administration expenses	14,000	15,000
Non-capital exploration expenditure	186,984	16,423
Transaction costs on exploration acquired assets at FVTPL	-	156,667
Impairment of exploration and evaluation	2,932,037	1,886,648
Other expenses	-	1,392
Changes in net assets and liabilities:		
Receivables	(69,644)	(32,787)
Payables	(24,592)	6,229
Net cash inflows from operating activities	**(886,965)**	**(792,887)**

5. Trade and Other Receivables

	2026 $	2025 $
Current		
Trade debtors	43,333	-
GST receivable	75,474	61,053
Prepayments	108,693	157,343
Other	1	1
	227,501	**218,397**

COSMO METALS

6. Plant and Equipment

	Plant & Equipment $	Office Equipment $	Total $
At 30 June 2026			
Cost	79,253	13,492	92,745
Accumulated depreciation	(60,914)	(10,276)	(71,190)
Net carrying amount	**18,339**	**3,216**	**21,555**
At 30 June 2025			
Cost	72,989	8,925	81,914
Accumulated depreciation	(53,332)	(8,925)	(62,257)
Net carrying amount	**19,657**	**-**	**19,657**

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

	Plant & Equipment $	Office Equipment $	Total $
Net carrying amount at 1 July 2025	**19,657**	**-**	**19,657**
Additions	6,264	4,567	10,831
Depreciation expense	(7,582)	(1,351)	(8,933)
Disposals	-	-	-
Net carrying amount at 30 June 2026	**18,339**	**3,216**	**21,555**
Net carrying amount at 1 July 2024	**38,404**	**2,584**	**40,988**
Additions	-	-	-
Depreciation expense	(17,523)	(2,416)	(19,939)
Disposals	(1,224)	(168)	(1,392)
Net carrying amount at 30 June 2025	**19,657**	**-**	**19,657**

7. Exploration and Evaluation

	2026 $	2025 $
Exploration and evaluation – at cost	10,254,531	11,090,567

Reconciliations

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

	2026 $	2025 $
Opening balance	11,090,567	9,373,141
Acquisitions– Kanowna Gold Project tenements (note 8(a))	-	51,045
Acquisitions– Galaxias Metals Pty Ltd (note 8(b))	-	2,693,320
Expenditure incurred during the year	2,282,985	876,132
Impaired during the year (a)	(2,932,037)	(1,886,648)
Written off during the year (b)	(186,984)	(16,423)
Closing balance	**10,254,531**	**11,090,567**

(a) As at 30 June 2026, the Group's market capitalisation was less than the net assets of the Group, which is considered an impairment indicator under AASB 6. Management performed an assessment of the recoverable amount of exploration and evaluation assets and, as a result, recognised an impairment of $2,932,037 in relation to the Yamarna project.

During the year ended 30 June 2025, management of the Group also assessed the Yamarna tenements and concluded that tenements E38/2952, E38/2953, and E38/2958 would be proposed for relinquishment as it was unlikely future work would continue on the tenements resulting an impairment of $1,875,561. The tenements were subsequently relinquished on 23 July 2025. During the year ended 30 June 2025, an additional $11,087 expenditure on the Winchester project was also impaired.

(b) In July 2025, tenements E38/2952, E38/2953 and E38/2958 were relinquished and were impaired at 30 June 2025. $16,668 was subsequently written off for the remaining spend post 30 June 2025.

Furthermore, tenement P38/4178 was also surrendered and tenement P38/4540 expired, resulting in a $44,206 and $88,316 write-off, respectively. $37,794 was also written off in relation to new project generation.

8. Asset acquisition

When an asset acquisition does not constitute a business combination, the assets and liabilities are assigned a carrying amount based on their relative fair values in an asset purchase transaction and no deferred tax will arise in relation to the acquired assets and assumed liabilities as the initial recognition exemption for deferred tax under AASB 112 applies. No goodwill will arise on the acquisition and transaction costs of the acquisition will be included in the capitalised cost of the asset.

(a) On 19 August 2024, La Zarza Minerals Pty Ltd (100% owned subsidiary of the Company) acquired two tenements, adjacent to the Kanowna Gold Project (KGP), through the issue of 1,539,396 shares at an issue price of $0.032 per share (5 day VWAP).

The fair value of the assets acquired at the date of acquisition are outlined below:

	2025 $
Purchase consideration:	
1,539,396 shares to vendors – KGP tenements	50,000
Transaction and due diligence costs – KGP tenements	1,045
Total purchase consideration	**51,045**

8. Asset acquisition (continued)

(b) On 17 April 2025, the Company acquired 100% of the issued capital of Galaxias Metals Pty Ltd (GMPL) for a cash consideration of $300,000, payment of $450,000 through the issue of 30,000,000 shares and payment of $1,450,000 through the issue of 96,666,667 performance shares. Galaxias Metals Pty Ltd is an unlisted private company incorporated in Australia and owns the Bingara and Nundle Projects in New South Wales.

As the transaction is not deemed a business acquisition, the transaction must be accounted for as an asset acquisition.

The fair value of the assets acquired at the date of acquisition are outlined below:

	2025 $
Asset acquisition:	
Exploration asset acquired[1]	2,200,000
8,800,000 shares to facilitator (facilitation fee)	149,600
Transaction and due diligence costs	343,720
	2,693,320
Deferred exploration and expenditure (note 7)	2,693,320
Net assets acquired	**2,693,320**
Purchase consideration:	
Cash Consideration – GMPL	300,000
Fair value of 30,000,000 shares issued to vendors – GMPL	510,000
Fair value of 96,666,667 performance shares granted to vendors – GMPL	1,546,667
8,800,000 shares to facilitator (facilitation fee)	149,600
Transaction and due diligence costs	343,720
Total purchase consideration	**2,849,987**
Exploration asset acquired::	
Identifiable exploration assets acquired	2,693,320
Less purchase consideration	(2,849,987)
Exploration costs expensed[2]	**(156,667)**

[1]Valuation based on agreed consideration in the terms of the acquisition (as per ASX announcement on 12 February 2025).

[2]As noted by AASB 2: 13A, if the value of identifiable assets is less than the fair value of the equity instruments granted, this indicates that other consideration has been received by the entity (unidentifiable goods or services). According to the standard, the unidentifiable goods or services should be valued at the fair value of the equity instruments granted, less the fair value of any identifiable goods or services. In accordance with AASB 2, the unidentifiable goods or services received of $156,667 has been expensed to the Statement of Profit or Loss and Other Comprehensive Income as a transaction cost.

9. Trade and Other Payables

	2026 $	2025 $
Trade payables	125,494	404,324
Accrued expenses	19,600	153,358
Other creditors	31,030	14,045
	176,124	**571,727**

10. Interest-bearing Liabilities

	2026 $	2025 $
Insurance premium funding	-	13,577
	-	**13,577**

11. Provisions

	2026 $	2025 $
Current		
Annual leave payable	22,674	2,255
Balance at 30 June	**22,674**	**2,255**
Non-current		
Long service leave payable	301	-
Balance at 30 June	**301**	**-**

12. Issued Capital

	2026 $	2025 $
Ordinary shares – issued and fully paid	19,070,522	14,513,375

	No. of shares	Issue Price	$
Movement in ordinary shares on issue			
At 1 July 2024	128,156,497		11,857,308
Shares issued under Entitlement Offer (a)	104,794,367	0.015	1,571,916
Shares issued on conversion of 500,000 convertible notes (b)	43,215,054	0.015	643,580
Shares issued as consideration for exploration projects (refer to note 8)	40,339,396	0.018	709,600
Shares issued in lieu of payment	5,630,315	0.022	125,180
Transactions costs	-	-	(394,209)
On issue at 30 June 2025	**322,135,629**		**14,513,375**
At 1 July 2025	322,135,629		14,513,375
Shares issued under Placements (c)	111,111,111	0.018	2,000,000
Shares issued under Entitlement Offer (d)	155,088,369	0.010	1,550,884
Shares issued on conversion of performance rights (refer to note 13)	98,666,667	0.016	1,576,667
Shares issued in lieu of payment	7,125,238	0.009	64,000
Transactions costs	-	-	(634,404)
On issue at 30 June 2026	**694,127,014**		**19,070,522**

(a) Refer to ASX announcement dated 26 March 2025.

(b) On 3 April 2025, 43,215,054 fully paid ordinary shares were issued upon conversion of 500,000 convertible notes (refer to ASX announcement on 28 October 2024).

(c) Refer to ASX Announcement dated 31 July 2025.

(d) Refer to ASX Announcement dated 12 March 2026.

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the Company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the Company does not have a limited amount of authorised capital.

On a poll, every member present at a meeting in person or by proxy shall have one vote per share.

Share buy-back
There is no current on-market share buy-back.

Capital management

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

12. Issued Capital (continued)

Due to the nature of the Group's activities, being mineral exploration, the Group does not have ready access to credit facilities, with the primary source of funding being equity raisings. Therefore, the focus of the Group's capital risk management is the current working capital position against the requirements of the Group to meet exploration programmes and corporate overheads. The Group's strategy is to ensure appropriate liquidity is maintained to meet anticipated operating requirements with a view of initiating appropriate capital raisings as required. The working capital position of the Group at 30 June 2026 is as follows:

	2026 $	2025 $
Cash and cash equivalents	466,276	730,526
Trade and other receivables	227,501	218,397
Trade and other payables	(176,124)	(571,727)
Provisions	(22,674)	(2,255)
Interest-bearing liabilities	-	(13,577)
Working capital position	**494,979**	**361,364**

13. Share Based Payment Transactions

An employee incentive option plan has been adopted by the Company and reported in the Prospectus dated 22 November 2021, whereby the Company may, at the discretion of the Board, grant options over ordinary shares in the company to executives and employees of the Company. The options are issued for nil consideration and are granted in accordance with performance guidelines established by the Board.

	2026 $	2025 $
Options – recognised Share-based Payment Expense (b) (d)	234,550	-
Options – recognised in Finance Costs (c)	-	57,500
Options – recognised in Other Receivables (prepayments) (c)	-	7,667
Options – recognised in Equity (share issue costs) (c)	297,724	214,365
Performance rights – recognised as a Share-based Payment Expense (g)	60,884	17,332
Performance rights – recognised in Assets (exploration expenditure) – refer to note 8(b)	-	1,546,667
	593,158	**1,843,531**

13. Share Based Payment Transactions (continued)

Summary of Options Granted

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

	2026		2025	
	Number	WAEP	Number	WAEP
At beginning of reporting year	156,930,486	$0.039	62,318,202	$0.100
Granted during the year:				
- Entitlement Offer (a)	37,743,487	$0.018	68,841,522	$0.023
- Employees and contractors (b)	7,500,000	$0.018	-	-
- Service providers (c)	91,544,061	$0.018	35,198,577	$0.023
- Directors (d)	21,028,655	$0.018	572,185	$0.023
Forfeited during the year (e)	(13,186,667)	$0.104	(10,000,000)	$0.250
Balance at the end of the reporting year	**301,560,022**	**$0.025**	**156,930,486**	**$0.039**
Exercisable at end of reporting year	**301,560,022**	**$0.025**	**156,960,486**	**$0.039**

(a) Options issued during the financial year relate to free-attaching options for the Entitlement Offers referenced in note 12, at various exercise prices and expiry dates (refer to additional information section on page 74 for detailed option listing).

(b) During the 2026 financial year, a total of 7,500,000 options with an exercise price of $0.03, expiring 26/11/2028, were granted to employees as part of the Company's Equity Incentive Plan.

(c) During the 2026 financial year, a total of 91,544,061 options (2025: 34,365,243 options) were granted and issued to brokers and underwriters for services provided in relation to the various successful placements and underwriting of the entitlement offer. During the 2025 financial year, an additional 833,334 options were granted and issued to a service provider for geological consulting services.

(d) During the 2026 financial year, a total of 20,000,000 options with an exercise price of $0.03, expiring 26/11/2028, were granted to directors as part of the Company's Equity Incentive Plan.

1,028,655 options (2025: 572,185) issued relate to directors participating in placements and rights entitlement offer during the financial year under note 12(a) and (d).

(e) During the 2026 financial year, 13,186,667 options lapsed and were subsequently forfeited. During the 2025 financial year, 10,000,000 options lapsed and were subsequently forfeited.

	2026	2025
Weighted average remaining contractual life	1.7 years	2.4 years
Range of exercise prices	$0.015 - $0.25	$0.015 - $0.25
Weighted average fair value of entitlement offer options granted during the year	-	-
Weighted average fair value of employee and service providers' options granted during the year	$0.0036	$0.0027
Weighted average fair value of directors' options granted during the year	$0.0083	-

13. Share Based Payment Transactions (continued)

Option Pricing Model

The following table lists the inputs to the Binomial Lattice ESO option pricing model used to determine the fair value at the grant date for the year ended 30 June 2026:

Grant date	Vesting date	Expiry date	Share price at grant date $	Exercise price $	Expected volatility %	Risk-free interest rate %	Number of Options	Fair Value at grant date $
08/08/2025	29/09/2025	29/09/2028	0.018	0.027	131.73	3.38	6,000,000	0.0097
26/11/2025	08/12/2025	26/11/2028	0.017	0.030	144.56	3.80	20,000,000	0.0087
04/12/2025	08/12/2025	26/11/2028	0.016	0.030	145.06	3.91	6,500,000	0.0087
31/05/2025	03/06/2026	26/11/2028	0.007	0.030	110.70	4.78	1,000,000	0.0040
20/03/2026	20/03/2026	03/04/2028	0.010	0.015	100.00	4.48	85,544,061	0.0028

The following table lists the inputs to the Binomial Lattice ESO option pricing model used to determine the fair value at the grant date for the year ended 30 June 2025:

Grant date	Vesting date	Expiry date	Share price at grant date $	Exercise price $	Expected volatility %	Risk-free interest rate %	Number of Options	Fair Value at grant date $
13/12/2024	3/04/2025	03/04/2028	0.020	0.015	100	3.84	5,000,000	0.0115
03/04/2025	03/04/2025	27/03/2028	0.015	0.030	120	3.71	29,365,243	0.0073
30/04/2025	30/04/2025	27/03/2028	0.018	0.030	125	3.31	833,334	0.0092

Summary of Performance Rights Granted

The following table illustrates the number and weighted average exercise prices ("WAEP") of, and movements in, performance rights granted during the year:

	2026		2025	
	Number	WAEP	Number	WAEP
At beginning of reporting year	109,666,667	-	-	-
Granted during the year:				
- As consideration for exploration projects (f)	-	-	96,666,667	-
- Directors (g)	-	-	13,000,000	-
Exercised during the year (f)(h)	(98,666,667)	-	13,000,000	-
Forfeited during the year (i)	(1,000,000)	-	-	-
Balance at the end of the reporting year	**10,000,000**	**-**	**109,666,667**	**-**
Exercisable at end of reporting year	**-**	**-**	**30,000,000**	**-**

13. Share Based Payment Transactions (continued)

(f) Refer to note 8(b). During the 2025 and 2026, Tranche 1 and Tranche 2 of the performance shares vested due to satisfaction of the milestone events and were subsequently converted into fully paid ordinary shares on 17 April 2026.

(g) During the 2025 financial year, 13,000,000 performance rights were issued to the Managing Director, Ian Prentice, as part of the Company's Equity Incentive Plan. The performance rights have various vesting conditions which are outlined below:

Number of Performance Rights	Vesting Condition	Vesting Date
1,000,000	1 year continuous employment	17 February 2026
1,000,000	2 years continuous employment	17 February 2027
1,000,000	3 years continuous employment	17 February 2028
1,000,000	The Company announcing to ASX the commencement of Drilling Program 1 (NSW project)	17 February 2026
1,000,000	The Company announcing to ASX the commencement of Drilling Programs 2 and 3 (All projects)	17 August 2026
1,000,000	20-Day VWAP of Shares being $0.03 or more.	17 November 2025
1,500,000	20-Day VWAP of Shares being $0.06 or more.	17 August 2026
2,000,000	20-Day VWAP of Shares being $0.12 or more.	17 February 2028
750,000	The Company announcing to ASX the determination of a Mineral Resource of at least 250,000oz of AuEq at a cutoff grade of 1.5g/t in accordance with the JORC Code.	17 February 2027
1,250,000	The Company announcing to ASX the determination of a Mineral Resource of at least 500,000oz of AuEq at a cutoff grade of 1.5g/t in accordance with the JORC Code.	17 February 2028
1,500,000	The Company announcing to ASX the determination of a Mineral Resource of at least 1,000,000oz of AuEq at a cutoff grade of 1.5g/t in accordance with the JORC Code.	17 February 2029

(h) During the current financial year, 2,000,000 of the above performance rights vested and were converted into 2,000,000 fully paid ordinary shares following satisfaction of the vesting condition.

(i) Furthermore, 1,000,000 of the above performance rights lapsed on 17 November 2025, due to the vesting condition not met by its vesting date.

	2026	2025
Weighted average remaining contractual life	3.7 years	2.2 years
Range of exercise prices	-	-
Weighted average fair value of exploration acquisition options granted during the year	-	$0.0155
Weighted average fair value of employee and service providers' options granted during the year	-	-
Weighted average fair value of directors' options granted during the year	-	$0.0116

13. Share Based Payment Transactions (continued)

Performance Right Pricing Model

The following table lists the inputs to the Black Scholes option pricing model used to determine the fair value at the grant date for the year ended 30 June 2025:

Grant date	Vesting date	Expiry date	Share price at grant date $	Exercise price $	Expected volatility %	Risk-free interest rate %	Number of Performance Rights	Fair Value at grant date $
17/04/2025	31/12/2025	22/04/2027	0.016	-	115.26	3.22	96,666,667	0.016
28/03/2025	17/02/2026	28/03/2030	0.015	-	111.52	3.74	1,000,000	0.015
28/03/2025	17/02/2027	28/03/2030	0.015	-	96.49	3.74	1,000,000	0.015
28/03/2025	17/02/2028	28/03/2030	0.015	-	94.92	3.76	1,000,000	0.015
28/03/2025	17/02/2026	28/03/2030	0.015	-	111.52	3.74	1,000,000	0.015
28/03/2025	17/08/2026	28/03/2030	0.015	-	97.20	3.74	1,000,000	0.015
28/03/2025	17/02/2027	28/03/2030	0.015	-	96.49	3.74	750,000	0.015
28/03/2025	17/02/2028	28/03/2030	0.015	-	93.69	3.91	1,250,000	0.015
28/03/2025	17/02/2029	28/03/2030	0.015	-	94.92	3.76	1,500,000	0.015

14. Reserves

	Number	$
Share-based payments reserve consists of:		
Share options	301,560,022	1,172,192
Performance rights	10,000,000	48,216
	311,560,022	**1,220,408**
Balance at 1 July 2024	62,318,202	1,511,516
Options issued (note 13)	104,612,284	279,532
Options expired (note 13)	(10,000,000)	(972,550)
Subscription monies received for issue of options	-	100
Performance rights issued (note 13)	109,666,667	1,563,999
Balance at 30 June 2025	**266,597,153**	**2,382,597**
Balance at 1 July 2025	266,597,153	2,382,597
Options issued (note 13)	157,816,203	532,273
Options expired (note 13)	(13,186,667)	(178,840)
Subscription monies received for issue of options	-	160
Performance rights issued/vested	-	60,885
Performance rights exercised (note 13)	(98,666,667)	(1,576,667)
Performance rights expired (note 13)	(1,000,000)	-
Balance at 30 June 2026	**311,560,022**	**1,220,408**

15. Related Parties

Key Management Personnel Compensation

The key management personnel compensation included in employee benefits expense and share-based payments (note 13) is as follows:

	2026 $	2025 $
Short-term employee benefits	423,071	322,374
Share-based payments	234,884	17,332
Long-term employee benefits	301	(1,112)
Post-employment benefits	37,329	23,265
Termination benefits	-	77,702
Total compensation	**695,585**	**439,561**

Parent Entities
Cosmo Metals Limited is the parent entity.

Controlled Entities
Interests in subsidiaries are disclosed in note 17.

Transactions with Related Entities
During the year ending 30 June 2026, Great Boulder Resources Limited (shareholder of the Company), invoiced the Company $28,015, including GST (2025: $40,042, for shared storage fees and reimbursement of legal costs. As at 30 June 2026, $14,092 was owing to Great Boulder Resources Limited (2025: $25,559).

On 3 September 2021, the Company entered into an agreement with Consilium Corporate Pty Ltd, of which Ranko Matic is a director, for the provision of CFO and Corporate Secretarial Services. During the year ending 30 June 2026, Consilium Corporate Pty Ltd invoiced the Company $127,468 for CFO and Corporate Secretarial Fees, including GST (2025: $117,191). As at 30 June 2026, amounts owing to Consilium Corporate Pty Ltd, including director fees, was $17,333, including GST (2025: $25,020).

All transactions were made on normal commercial terms and conditions, and at market rates.

Loans to/from related parties
There were no loans to or from related parties at the current and previous reporting date.

16. Parent Entity Information

Set out below is the supplementary information about the parent entity:

	Parent	
	2026 $	2025 $
Statement of profit or loss and other comprehensive income		
Loss after income tax	(4,226,773)	(3,105,031)
Total comprehensive loss	**(4,226,773)**	**(3,105,031)**
Statement of financial position		
Total current assets	693,777	948,923
Total assets	7,837,322	10,910,192
Total current liabilities	198,798	587,559
Total liabilities	199,099	587,559
Equity		
Issued capital	19,070,522	14,513,375
Reserves	1,220,408	2,382,597
Accumulated losses	(12,652,707)	(6,573,340)
Total equity	**7,638,223**	**10,322,632**

Guarantees entered into by the parent entity in relation to the debts of its subsidiaries

The parent entity had no guarantees in relation to the debts of its subsidiaries as at 30 June 2026 (2025: nil).

Contingent liabilities

The parent entity had the following contingent liabilities as at 30 June 2026 and 30 June 2025:

- As part of the Galaxias Metals Pty Ltd Share Purchase Agreement executed on 17 April 2025 with PTr Resources Pty Ltd and Management Z Pty Ltd, Contingent Payments subject to the satisfaction of various Bingara and Nundle Projects related milestones as follows:
    - $200,000 on a JORC compliant mineral resource located on a tenement of at least 250,000 ounces of gold (or gold equivalent) at a minimum grade of 1.5 grams per tonne gold (or gold equivalent) being announced to the ASX by the Company. This milestone may be met in respect of separate JORC compliant mineral resources up to a maximum of 4 times;
    - $250,000 on the Company announcing to ASX a scoping study in relation to a JORC resource located on any tenement. This milestone may only be met once; and
    - $500,000 on the Company announcing to ASX a definitive feasibility study in relation to a JORC resource located on any tenement. This milestone may only be met once.

Capital commitments – Property, plant and equipment

The parent entity had no capital commitments for property, plant and equipment as at 30 June 2026 (2025: nil).

16. Parent Entity Information (continued)

Material accounting policy information

The accounting policies of the parent entity are consistent with those of the consolidated entity, as disclosed in note 1, except for the following:

- Investments in subsidiaries are accounted for at cost, less any impairment, in the parent entity.
- Investments in associates are accounted for at cost, less any impairment, in the parent entity.
- Dividends received from subsidiaries are recognised as other income by the parent entity and its receipt may be an indicator of an impairment of the investment.

17. Subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following wholly-owned subsidiaries in accordance with the accounting policy described in note 1:

Name	Place of Incorporation	Ownership 2026	Ownership 2025
La Zarza Minerals Pty Ltd	Australia	100%	100%
Galaxias Metals Pty Ltd (a)	Australia	100%	100%

(a) Refer to note 8

18. Commitments for Expenditure

Exploration and Evaluation

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

The Group has tenement expenditure commitments payable of:

	2026 $	2025 $
Not later than 12 months	996,378	881,774
Between 12 months and 5 years	3,093,120	1,797,096
Total	**4,089,498**	**2,678,870**

19. Loss per Share

	2026 $	2025 $
Loss after income tax	(4,230,118)	(3,112,375)

	Number of shares	Number of shares
Weighted average number of ordinary shares used in calculating basic loss per share	481,385,086	175,793,862
Basic and diluted loss per share (cents)	**(0.88)**	**(1.77)**

20. Auditors' Remuneration

During the financial year the following fees were paid or payable for services provided by the auditor of the Group.

	2026 $	2025 $
Criterion Audit Pty Ltd		
Auditing and reviewing the financial report	26,500	25,500
RSM Australia Partners		
Auditing and reviewing the financial report	-	2,322
Total	**26,500**	**27,822**

21. Events After the Reporting Date

On 18 August 2026, 2,500,000 performance rights lapsed due to expiry.

On 31 August 2026, Ranko Matic resigned as a Non-Executive Director of the Company.

On 2 September 2026, the Company announced a two-tranche placement to raise a total of $1,250,000 (before costs) at a price of $0.0035 per share. Tranche 1 of the placement will be issued under the Company's existing placement capacity under ASX Listing Rules 7.1 (94,925,028 fully paid ordinary shares) with settlement to occur on 9 September 2026, raising $332,238 (before costs). Tranche 2 of the placement will be issued subject to shareholders' approval at the Company's General Meeting to be held in or around early October 2026.

Apart from the matters discussed above, no other matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

22. Contingent Assets and Liabilities

Contingent assets

The Company had no contingent assets as at 30 June 2026.

Contingent liabilities

As part of the La Zarza Minerals Pty Ltd Share Purchase Agreement executed on 18 February 2024 with Robbie Wayne Parr and Anna Karina Reis-Parr, and Andrew James Wood and Bianca Jae Wood, the following contingent liability exists at 30 June 2026:

- 0.25% of the Net Smelter Return on the products mined and sold from the tenements listed in the deed payable within 30 days after the end of the quarter.

As part of the Kanowna Gold Project Tenement Purchase Agreement ("the agreement") executed on 29 May 2024 with Jake Walter Wilson, the following contingent liabilities exist at 30 June 2026:

- 1.0% of the Net Smelter Return on the products mined and sold from the tenements listed in the deed payable within 30 days after the end of the quarter; and
- Milestone Payment in cash or shares of $125,000 due 10 business days after ASX announcement confirming discovery of ore grade drilling intercepting 20 gram-metres of Gold or more from the Sale Tenement Area listed in the agreement.

22. Contingent Assets and Liabilities (continued)

As part of the Galaxias Metals Pty Ltd Share Purchase Agreement executed on 17 April 2025 with PTr Resources Pty Ltd and Management Z Pty Ltd, the following contingent liabilities exist at 30 June 2026:

- 1.5% of the Net Smelter Return on the products capable of being extracted and sold pursuant to the rights granted under the Mining Rights from the tenements listed in the deed within 20 days after the end of the quarter; and
- Contingent Payments subject to the satisfaction of various Bingara and Nundle Projects related milestones as follows:
    - $200,000 on a JORC compliant mineral resource located on a tenement of at least 250,000 ounces of gold (or gold equivalent) at a minimum grade of 1.5 grams per tonne gold (or gold equivalent) being announced to the ASX by the Company. This milestone may be met in respect of separate JORC compliant mineral resources up to a maximum of 4 times;
    - $250,000 on the Company announcing to ASX a scoping study in relation to a JORC resource located on any tenement. This milestone may only be met once; and
    - $500,000 on the Company announcing to ASX a definitive feasibility study in relation to a JORC resource located on any tenement. This milestone may only be met once.

23. Operating Segments

The Group is organised into one operating segment 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 operates as a single segment which is mineral exploration and in a single geographical location which is Australia.

24. Financial Instruments

Financial risk management objectives

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

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

Risk management is carried out by the Board of Directors, who evaluate and agree upon risk management and objectives.

Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

Interest rate risks

The Group's exposure to market interest rates relates to cash deposits held at variable rates. The Board regularly analyses its interest rate exposure. Within this analysis consideration is given to potential renewals of existing positions.

Sensitivity analysis

The Group has performed sensitivity analysis relating to its exposure to interest rate risk at balance date. This sensitivity analysis demonstrates the effect on the current year results and equity which could result from a change in these risks.

24. Financial Instruments (continued)

Interest rate sensitivity analysis

At 30 June 2026, the Group is not exposed to any loss as a result of changes in the interest rate.

Credit risk

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

All cash balances are held in Australia.

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

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

Liquidity risk

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

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

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

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

Maturity analysis for financial liabilities

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

2026	**Weighted average interest rate** **%**	**1 year or less** **$**	**Between 1 and 2 years** **$**	**Between 2 and 5 years** **$**	**Over 5 years** **$**	**Remaining contractual maturities** **$**
Non-derivatives						
Non-interest bearing						
Trade and other payables	-	176,124	-	-	-	176,124
Total non-derivatives		**176,124**	**-**	**-**	**-**	**176,124**

24. Financial Instruments (continued)

2025	Weighted average interest rate %	1 year or less $	Between 1 and 2 years $	Between 2 and 5 years $	Over 5 years $	Remaining contractual maturities $
Non-derivatives						
Non-interest bearing						
Trade and other payables	-	571,727	-	-	-	571,727
Interest bearing						
Insurance premium funding	8.51	13,577	-	-	-	13,577
Total non-derivatives		**585,304**	**-**	**-**	**-**	**585,304**

Foreign exchange risk

The Group is not exposed to any foreign exchange risk.

Fair value estimation

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes. All financial assets and financial liabilities of the Group at the reporting date are recorded at amounts approximating their carrying amount.

The carrying value less impairment provision of trade receivables and payables are assumed to approximate their fair values due to their short-term nature.

25. Dividends

The Company has not declared nor paid a dividend for the year.

Entity Name	Entity Type	Place of Incorporation	Ownership Interest %	Tax Residency
La Zarza Minerals Pty Ltd	Body corporate	Australia	100%	Australia*
Galaxias Metals Pty Ltd	Body corporate	Australia	100%	Australia*

* Cosmo Metals Limited (the "head entity") and its wholly owned subsidiaries have formed an income tax consolidated group under the tax consolidation regime.

In the directors' opinion:

- the attached consolidated financial statements and notes comply with the Corporations Act 2001, the Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached consolidated financial statements and notes comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as described in note 1 to the consolidated financial statements;
- the attached consolidated financial statements and notes give a true and fair view of the Group's financial position as at 30 June 2026 and of its performance for the financial year ended on that date;
- there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable; and
- the information disclosed in the attached consolidated entity disclosure statement is true and correct.

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

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

On behalf of the directors

Ian Prentice
Managing Director

Date: 9 September 2026
Perth

CRITERION AUDIT

Criterion Audit Pty Ltd

ABN 85 165 181 822

PO Box 233 LEEDERVILLE WA 6902

Suite 2, 642 Newcastle Street
LEEDERVILLE WA 6007

Phone: 9466 9009

To The Board of Directors

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

As lead audit director for the audit of the financial statements of Cosmo Metals Limited and its controlled entities for the year ended 30 June 2026, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- any applicable code of professional conduct in relation to the audit.

Yours faithfully

CHRIS WATTS CA
Director

CRITERION AUDIT PTY LTD

DATED at PERTH this 9th day of September 2026

Criterion Audit Pty Ltd

ABN 85 165 181 822

PO Box 233 LEEDERVILLE WA 6902

Suite 2, 642 Newcastle Street
LEEDERVILLE WA 6007

Phone: 9466 9009

Independent Auditor's Report

To the Members of Cosmo Metals Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Cosmo Metals Limited ("the Company"), and its controlled entities ("the Consolidated Entity") which comprises the consolidated statement of financial position as at 30 June 2026, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, notes to the financial statements, including a summary of material accounting policies, and the directors' declaration.

In our opinion:

a. the accompanying financial report of Cosmo Metals Limited is in accordance with the *Corporations Act 2001*, including:

   i. giving a true and fair view of the Consolidated Entity's financial position as at 30 June 2026 and of its financial performance for the year then ended; and

   ii. complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Material Uncertainty Regarding Continuation as a Going Concern

Without modifying our opinion above, we draw attention to Note 1 Going Concern to the annual report, which indicates that the Consolidated Entity produced a net loss for the year of $4,230,118 with net cash outflows from operating activities and investing activities of $3,465,701. The net working asset position of the Consolidated Entity at 30 June 2026 was $494,979.

These conditions, along with other matters as set forth in Note 1 Going Concern, indicate the existence of a material uncertainty that may cast significant doubt about the ability of the Consolidated Entity to continue as a going concern and whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report.

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

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

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

Key Audit Matters

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

Key audit matter	**How our audit addressed the key audit matter**
Exploration and Evaluation Expenditure – $10,254,531 **(Refer to Note 7)** Exploration and evaluation is a key audit matter due to: • The significance of the balance to the Consolidated Entity's financial position. • The level of judgement required in evaluating management's application of the requirements of AASB 6 *Exploration for and Evaluation of Mineral Resources*. AASB 6 is an industry specific accounting standard requiring the application of significant judgements, estimates and industry knowledge. This includes specific requirements for expenditure to be capitalised as an asset and subsequent requirements which must be complied with for capitalised expenditure to continue to be carried as an asset. • The assessment of impairment of exploration and evaluation expenditure being inherently difficult.	Our procedures included, amongst others: • Assessing management's determination of its areas of interest for consistency with the definition in AASB 6. This involved analysing the tenements in which the Consolidated Entity holds an interest and the exploration programmes planned for those tenements. • For each area of interest, we assessed the Consolidated Entity's rights to tenure by corroborating to government registries and evaluating agreements in place with other parties as applicable; • We tested the additions to capitalised expenditure for the year by evaluating a sample of recorded expenditure for consistency to underlying records, the capitalisation requirements of the Consolidated Entity's accounting policy and the requirements of AASB 6; • We considered the activities in each area of interest to date and assessed the planned future activities for each area of interest by evaluating budgets for each

	area of interest.
	• We assessed each area of interest for one or more of the following circumstances that may indicate impairment of the capitalised expenditure:
	  ◦ the licenses for the right to explore expiring in the near future or are not expected to be renewed;
	  ◦ substantive expenditure for further exploration in the specific area is neither budgeted or planned
	  ◦ decision or intent by the Consolidated Entity to discontinue activities in the specific area of interest due to lack of commercially viable quantities of resources; and
	  ◦ data indicating that, although a development in the specific area is likely to proceed, the carrying amount of the exploration asset is unlikely to be recovered in full from successful development or sale.
	• We assessed the completeness and adequacy of the related disclosures in the financial report.

Share-based payments (Refer to Note 13) Share-based payments is a key audit matter due to: • The significance of the balance to the Consolidated Entity's financial performance and position. • The level of judgement required in evaluating management's application of the requirements of AASB 2 *Share-based Payment* which requires the application of significant judgements and estimates.	Our procedures included, amongst others: • Verifying the key terms of the share based payments in respect of the granting of option and performance rights over shares for rendering of services by directors, employees and contractors. • Assessing the fair value calculation of options and performance rights granted by checking the accuracy of the inputs to the various pricing models adopted for that purpose. • Testing the accuracy of the amortisation of share-based payments over the vesting period and the recording of an expense in the statement of profit or loss and an increment to the share based payment

	reserve. • We assessed the completeness and adequacy of the related disclosures in the financial report.

Other Information

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

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

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

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

Responsibilities of the Directors for the Financial Report

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

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

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

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 Consolidated Entity 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 Consolidated Entity or to cease operations, or has 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 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 Consolidated Entity'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 Consolidated Entity'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 Consolidated Entity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included in the directors' report for the year ended 30 June 2026.

In our opinion, the Remuneration Report of Cosmo Metals Limited, for the year ended 30 June 2026, complies with section 300A of the *Corporations Act 2001*.

Responsibilities

The directors of the Company are responsible for the preparation and presentation of the remuneration report in accordance with s 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.

CRITERION AUDIT PTY LTD

CHRIS WATTS **CA**
Director

DATED at PERTH this 9th day of September 2026

CORPORATE GOVERNANCE STATEMENT

The Company's 2026 Corporate Governance Statement has been released as a separate document and is located on our website at https://cosmometals.com.au/who-we-are/corporate-governance/

SHAREHOLDING

The distribution of members and their holdings of equity securities in the Company is:

Number Held as at 4 September 2026	Number of Holders	Fully Paid Ordinary Shares	%
1 – 1,000	16	4,689	0.00%
1,001 – 5,000	29	96,733	0.01%
5,001 – 10,000	35	333,744	0.05%
10,001 – 100,000	160	7,451,040	1.07%
100,001 & Over	304	686,240,808	98.86%
Total	**544**	**694,127,014**	**100.00%**

The number of holders with less than a marketable parcel of fully paid ordinary shares is 223 holding a total of 6,186,206 shares.

LISTED OPTIONHOLDING

The distribution of members and their holdings of CMOO listed options in the Company is:

Number Held as at 4 September 2026	Number of Holders	Fully Paid Ordinary Shares	%
1 – 1,000	8	3,264	0.01%
1,001 – 5,000	6	14,813	0.04%
5,001 – 10,000	5	32,015	0.08%
10,001 – 100,000	40	1,613,364	4.12%
100,001 & Over	55	37,468,079	95.75%
Total	**114**	**39,131,535**	**100.00%**

The number of holders with less than a marketable parcel of CMOO listed options is 80 holding a total of14,744,383 options.

The distribution of members and their holdings of CMOOA listed options in the Company is:

Number Held as at 4 September 2026	Number of Holders	Fully Paid Ordinary Shares	%
1 – 1,000	8	3,709	0.00%
1,001 – 5,000	8	29,882	0.02%
5,001 – 10,000	3	25,280	0.01%
10,001 – 100,000	33	1,364,801	0.79%
100,001 & Over	105	171,107,585	99.17%
Total	**157**	**172,531,257**	**100.00%**

The number of holders with less than a marketable parcel of CMOOA listed options is 78 holding a total of 4,919,186 options.

ASX ADDITIONAL SHAREHOLDER INFORMATION

TWENTY LARGEST SHAREHOLDERS

The names of the twenty largest ordinary fully paid shareholders at 4 September 2026:

Name	Number of Fully Paid Ordinary Shares Held	% Held of Issued Ordinary Capital
MANAGEMENT Z PTY LTD	126,666,667	18.25%
GREAT BOULDER RESOURCES LTD	82,182,543	11.84%
MR CHRIS RETZOS	39,532,884	5.70%
MR MARK GOULOPOULOS	28,300,000	4.08%
ALDAOUD PTY LTD <ALDAOUD FAMILY A/C>	28,190,576	4.06%
MR RICHARD THOMAS HAYWARD DALY & MRS SARAH KAY DALY	24,663,027	3.55%
CHETAN ENTERPRISES PTY LTD	18,000,000	2.59%
M NARDO INVESTMENTS PTY LTD <NARDO FAMILY A/C>	12,130,009	1.75%
MR MICHAEL PATRICK LYNCH <LYNCH FAMILY A/C>	12,066,789	1.74%
MR JASON MICHAEL BARNETT	10,000,000	1.44%
MR SALVATORE DI VINCENZO	9,590,274	1.38%
EPIC CAPITAL INVEST PTY LTD <EPIC CAPITAL INVESTMENT A/C>	8,598,774	1.24%
FRY SUPER PTY LTD <INXS SUPER FUND A/C>	8,000,000	1.15%
MR SIMON (SUI HEE) LEE	8,000,000	1.15%
MR IAN PRENTICE & MRS TRACEY GAY PRENTICE <I & T PRENTICE FAMILY A/C>	7,691,422	1.11%
SAM GOULOPOULOS PTY LTD <S GOULOPOULOS F/SUPER A/C>	7,000,000	1.01%
PISTON SECURITIES PTY LTD	6,334,225	0.91%
MR THEODORE SPERO CASSIDY & MRS AMANDA ROBYN CASSIDY	6,250,000	0.90%
PISTON CAPITAL PTY LTD	6,195,556	0.89%
PASIAS FAMILY	5,472,139	0.79%
SENM (SUPER) PTY LTD <CASZUR EXECUTIVE S/F A/C>	5,316,254	0.77%
Total	**460,181,139**	**66.30%**

TWENTY LARGEST OPTIONHOLDERS

The names of the twenty largest holders of CMOO listed options at 4 September 2026:

Name	Number of Fully Paid Ordinary Shares Held	% Held of Issued Ordinary Capital
MR HARLEY COILS	5,863,495	14.98%
MR CHRIS RETZOS	3,532,515	9.03%
H2 INVESTMENT SERVICES PTY LTD <H2 INVESTMENT A/C>	2,858,754	7.31%
MR MARK GOULOPOULOS	2,691,160	6.88%
SYNDICATE MINERALS	2,080,000	5.32%
MR MICHAEL PATRICK LYNCH <LYNCH FAMILY A/C>	1,904,167	4.87%
CAMMO CORP PTY LTD <CAM A/C>	1,892,668	4.84%
MR RICHARD THOMAS HAYWARD DALY & MRS SARAH KAY DALY	1,533,996	3.92%
ALDAOUD PTY LTD <ALDAOUD FAMILY A/C>	1,500,000	3.83%
CHETAN ENTERPRISES PTY LTD <HEGDE SUPER FUND A/C>	1,491,668	3.81%

PASIAS FAMILY	1,433,116	3.66%
MR KALE IVAN PERVAN	900,000	2.30%
MR NATHAN LAWRENCE CAMMERMAN & MR JAMES EDWARD DILLON <THE SUPA DOOPER S/F A/C>	687,936	1.76%
BATHWICK HILL PTY LTD <THE BATHWICK HILL S/F A/C>	600,000	1.53%
SENM (SUPER) PTY LTD <CASZUR EXECUTIVE S/F A/C>	526,059	1.34%
SAM GOULOPOULOS PTY LTD <S GOULOPOULOS F/SUPER A/C>	518,865	1.33%
MR LAEN JOHN HENRY	501,000	1.28%
KARAKORAM NO 2 PTY LTD <KARAKORAM NO2 SUPER FUND A/C>	500,000	1.28%
MR CHARLES JOSEPH CILIA	500,000	1.28%
RHYD-Y-FELIN PTY LTD	464,418	1.19%
PERVAN CAPITAL PTY LTD	378,509	0.97%
Total	**32,358,326**	**82.69%**

The names of the twenty largest holders of CMOOA listed options at 4 September 2026:

Name	Number of Fully Paid Ordinary Shares Held	% Held of Issued Ordinary Capital
MR CHRIS RETZOS	16,689,354	9.67%
GOFFACAN PTY LTD <KMM FAMILY A/C>	13,940,230	8.08%
CHETAN ENTERPRISES PTY LTD	12,293,858	7.13%
MR MARK GOULOPOULOS	8,467,229	4.91%
ALDAOUD PTY LTD <ALDAOUD FAMILY A/C>	8,290,069	4.81%
H2 INVESTMENT SERVICES PTY LTD <H2 INVESTMENT A/C>	7,500,000	4.35%
MR RICHARD THOMAS HAYWARD DALY & MRS SARAH KAY DALY	7,255,704	4.21%
MR MICHAEL PATRICK LYNCH <LYNCH FAMILY A/C>	7,106,275	4.12%
PISTON SECURITIES PTY LTD	6,686,476	3.88%
MR SALVATORE DI VINCENZO	6,236,275	3.61%
GREAT BOULDER RESOURCES LTD	5,406,747	3.13%
MR KALE IVAN PERVAN	4,068,870	2.36%
M NARDO INVESTMENTS PTY LTD <NARDO FAMILY A/C>	3,802,549	2.20%
RIYA INVESTMENTS PTY LTD	3,000,000	1.74%
SANDVIEW INVESTMENTS PTY LTD	2,596,715	1.51%
SAM GOULOPOULOS PTY LTD <S GOULOPOULOS F/SUPER A/C>	2,555,486	1.48%
MR ALEXANDER LEWIT	2,343,238	1.36%
MR ANDREW TIMOTHY HENGEL	2,014,432	1.17%
RIYA INVESTMENTS PTY LTD	2,005,943	1.16%
SENM (SUPER) PTY LTD <CASZUR EXECUTIVE S/F A/C>	1,759,795	1.02%
Total	**124,019,245**	**71.88%**

ASX ADDITIONAL SHAREHOLDER INFORMATION

SUBSTANTIAL HOLDERS

The names of substantial shareholders and the number of equity securities are:

Name	Number of Fully Paid Ordinary Shares Held	% Held of Issued Ordinary Capital
MANAGEMENT Z PTY LTD	126,666,667	18.39%
CUMULUS WEALTH	92,463,713	13.42%
GREAT BOULDER RESOURCES LTD	82,182,543	11.93%

VOTING RIGHTS

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

UNLISTED OPTIONS

The unlisted options on issue at 4 September 2026:

Details of Holders	Number of Holders	Exercise Price	Expiry Date	Number of Options Held
Various including Directors, Lead Managers and Underwriters – issued pursuant to Entitlement Offer[1] and consulting services	183	$0.03	27 March 2028	56,397,230
Lead Managers – issued pursuant to Placement[2]	9	$0.027	29 September 2028	6,000,000
Directors, employees and contractors – issued pursuant to ESOP[3]	9	$0.03	26 November 2028	27,500,000

[1]Refer to Cosmo Metals ASX Announcement dated 19 February 2025

[2]Refer to Cosmo Metals ASX Announcement dated 31 July 2025

[3]Refer to Cosmo Metals ASX Announcements dated 8 December 2025 and 3 June 2026.

LISTED OPTIONS

The listed options on issue at 4 September 2026:

Details of Holders	Number of Holders	Exercise Price	Expiry Date	Number of Options Held
Various including Directors and Lead Managers – issued pursuant to Placements and Entitlement Offer[1]	114	$0.06	31 March 2027	39,131,535
Various including Directors, Lead Managers and Underwriters– issued pursuant to Placements, Entitlement Offer and conversion of Convertible Notes[2]	157	$0.15	3 April 2028	172,531,257

[1]Refer to Cosmo Metals ASX Announcement dated 17 June 2024

[2]Refer to Cosmo Metals ASX Announcement dated 13 April 2026

UNLISTED PERFORMANCE RIGHTS

The unlisted performance rights on issue at 4 September 2026:

Details of Holders	Number of Holders	Exercise Price	Expiry Date	Number of Performance Rights Held
Director – issued pursuant to ESOP	1	-	28 March 2030	7,500,000

RESTRICTED EQUITY SECURITIES

The number of restricted equity securities on issued at 4 September 2026:

Security	Number of Holders	Number Held	Escrow Expiry Date
Fully paid ordinary shares	1	1,000,000*	31 October 2026
Performance rights	1	3,500,000*	12 months from vesting date

*Voluntarily restricted

TENEMENTS

Description	Tenement Number	Interest Owned %
Yamarna	E38/2320	100.0
Yamarna	E38/2685	100.0
Yamarna	E38/2957	100.0
Yamarna	E38/3640	100.0
Yamarna	E38/3836	100.0
Yamarna	E38/3911	100.0
Yamarna	E38/3839	In Application
Wurnda	E38/3888	In Application
Kanowna Gold	P26/4577	100.0
Kanowna Gold	P26/4680	100.0
Kanowna Gold	P26/4681	100.0
Kanowna Gold	P27/2263	100.0
Kanowna Gold	P27/2264	100.0
Kanowna Gold	P27/2440	100.0
Kanowna Gold	P27/2461	100.0
Kanowna Gold	P27/2536	100.0
Kanowna Gold	P27/2537	100.0
Kanowna Gold	P27/2538	100.0
Kanowna Gold	P27/2539	100.0
Kanowna Gold	P27/2540	100.0
Kanowna Gold	P27/2541	100.0
Kanowna Gold	P27/2542	100.0
Kanowna Gold	P27/2543	100.0
Kanowna Gold	P27/2564	100.0
Kanowna Gold	P27/2565	100.0
Kanowna Gold	P27/2583[1]	In Application
Kanowna Gold	P26/4743[1]	In Application
Kanowna Gold	P26/4804[1]	In Application
Kanowna Gold	M27/525	In Application
Kanowna Gold	M27/526	In Application
Bingara	EL8574	100.0
Bingara	EL8800	100.0

Nundle	EL8692	100.0
Carters Road	ELA7057	In Application

[1] *Tenement granted post the end of the reporting period*