RED METAL LIMITED

ACN 103 367 684

and Controlled Entities

Annual Report 2026

Corporate Directory

Directors	Russell Christopher Barwick	(Non-Executive Chairman)
	Robert Alexander Rutherford	(Managing Director)
	Joshua Norman Pitt	(Non-Executive Director)

Company Secretary Patrick John Flint

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Stock Exchange Listing Australian Securities Exchange (Code: RDM)

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CHAIRMAN'S LETTER

Dear Shareholders,

On behalf of your Board I am pleased to present the Company's Annual Report for the 2026 financial year. It has been a defining year for Red Metal – one in which our Sybella rare earth deposit advanced from a mid-stage exploration project towards a genuine development opportunity. We also realised substantial value for shareholders with the distribution of the majority of our Maronan Metals Limited shareholding while we continued to expand and drill-test one of the most compelling greenfields exploration portfolios on the ASX.

Sybella is a unique, granite-hosted deposit characterised by weak-acid soluble fluoro-carbonate rare earth minerals that sets it apart from the clay-hosted and monazite-dominated deposits that make up most of the sector. It is ideally located just 20 kilometres south west of Mount Isa and has a giant Inferred Mineral Resource that extends from surface which will allow mining with a zero strip-ratio.

Throughout the year our metallurgical test programme on Sybella delivered a series of breakthroughs that materially de-risked the project's flowsheet and support **Red Metal's long-held hypothesis that the rare earth mineralisation can be extracted efficiently and cheaply by heap leaching**. On the strength of that work we commissioned a maiden Pre-Feasibility Study, engaging globally credentialled and Queensland based resource consultants to design, optimise and cost a mining, heap-leach, and processing operation. Our first robust economic assessment of the project is expected around the end of the calendar year and a Definitive Feasibility Study scheduled to commence in 2027.

Following the completion of a Preliminary Economic Assessment on Maronan's silver-lead Starter Zone and the granting of a Mineral Development Licence, your Board resolved that it was an appropriate time to pass the majority of this value directly to shareholders. This decision was in part recognition that Red Metal could not maintain it's significant holding in the face of the large future financing requirements anticipated for MMA. We have retained approximately 15.4 million MMA shares (4.91%) and are gratified to note the popularity of the decision that is reflected in the recent rise in the MMA share price.

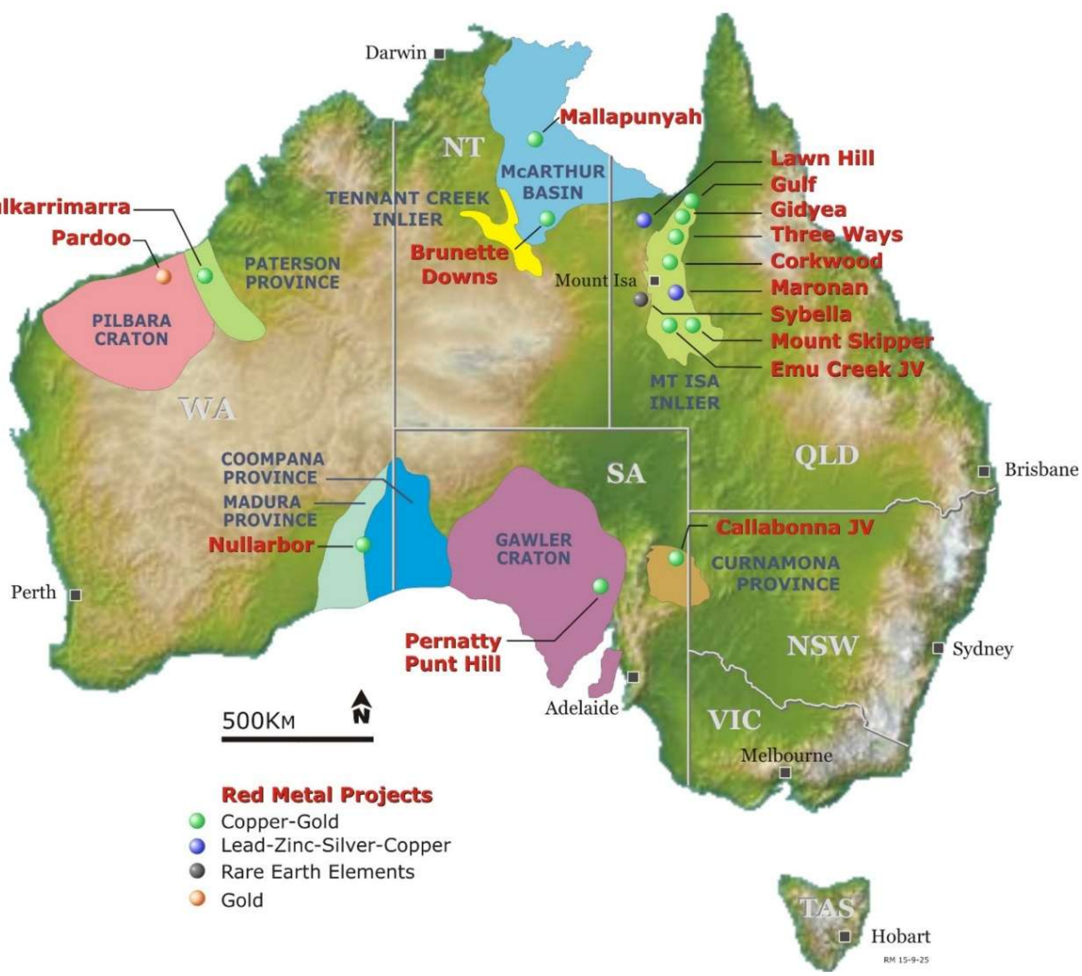
Red Metal has also continued to aggressively pursue a disciplined, discovery-focused exploration strategy across Australia, primarily focussed on large copper discoveries. We were also pleased to secure joint-venture partners of the calibre of Chalice Mining and Artemis Resources to help fund drilling on our Callabonna and Nullarbor projects respectively.

The Company ended the year in a sound financial position, supported by the exercise of unlisted options during the year, a significant Research and Development tax incentive refund, State Government co-funding for drilling programs and by the flexibility that our remaining Maronan Metals holding provides. This position allows us to advance the Sybella project towards a development decision while maintaining a very active exploration drilling programme across the broader tenement portfolio.

On behalf of the Board, I would like to thank our Managing Director and the exploration and technical teams for another year of outstanding, methodical work, and our joint-venture and government partners and key stakeholders for their continued support. Most of all, I thank you, our shareholders, for your ongoing confidence in Red Metal. With Sybella advancing towards feasibility and a portfolio of drill-ready exploration targets ahead of us, the Company is well positioned for a year of meaningful news flow and strong capital growth.

Yours faithfully,

Chairman



[Figure 1] Red Metal project locations.

REVIEW OF OPERATIONS

Red Metal Limited is a mineral exploration and development company holding a diversified portfolio of 100%-owned and joint-ventured projects across Queensland, Western Australia, South Australia and the Northern Territory (Figure 1). The Company's flagship asset is the Sybella rare earth deposit near Mount Isa, which advanced strongly towards development during the year, complemented by a systematic, technology-led green fields exploration search for large copper-gold, silver-lead-zinc and gold systems. Where possible, this effort continues to be leveraged by industry alliances, incoming joint-venture partners and government co-funded drilling grants.

MAJOR ADVANCED PROJECT

The Sybella Project: Rare Earth Elements, Mount Isa Inlier, QLD

Sybella is a unique rare earth oxide (REO) deposit located just 20 kilometres southwest of Mount Isa comprising weak acid soluble fluoro-carbonate rare earth minerals in a granite host - characteristics that stand it apart from the common clay-hosted and monazite-dominated rare earth deposits. The REO-enriched granite hosts a giant Inferred Mineral Resource (Figures 2 and 3) that begins at surface and has a low to zero strip-ratio.

Work through the year was directed at proving up a heap-leach development pathway.

Innovative ion exchange (IX) resin trials on pregnant leach liquors demonstrated that the standard two-stage impurity-removal process could be replaced with a single, simpler IX process, delivering an approximate nine-fold enrichment in rare earth content together with reduced iron and aluminium impurities – offering material capital and operating cost advantages, higher recoveries and reduced flowsheet complexity.

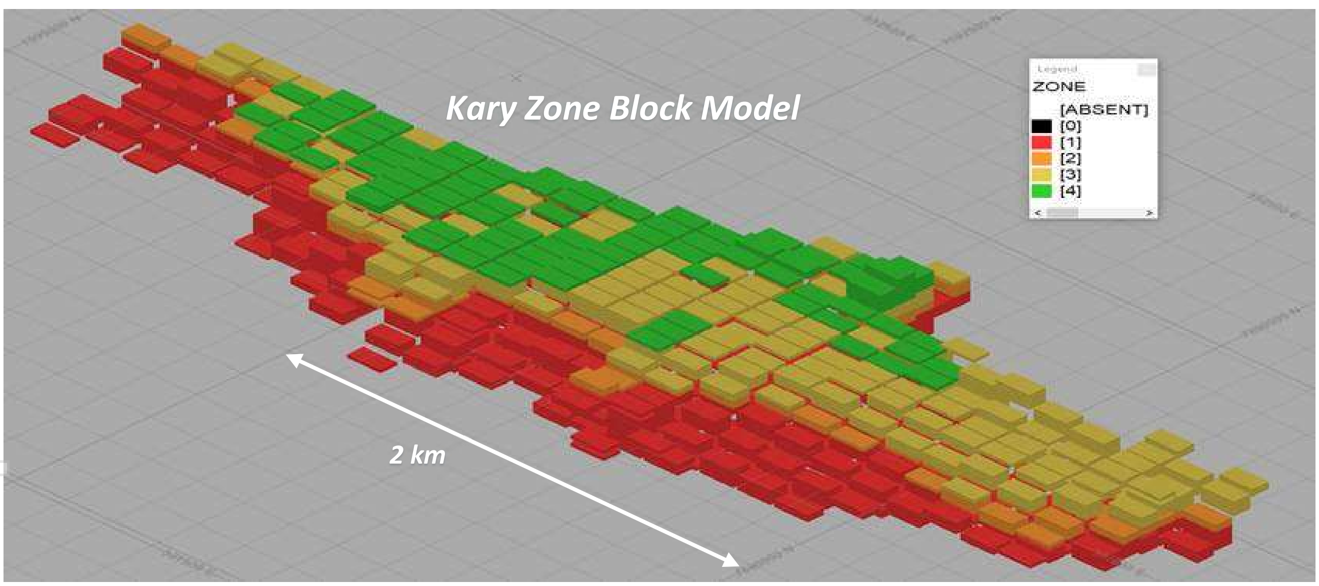
Definitive large-column heap leach tests on coarsely crushed ore were then initiated and ran for between 120 and 140 days at ambient temperature using weak sulphuric acid. The tests achieved strong rare earth extractions at low impurity levels and low total-acid consumption across both the Saprock and Transitional mineralisation types and both crush sizes. Standout terminal leach results on the coarse -10mm and -20mm fractions are summarised below in Table 1.

These results validated Red Metal's long-held hypothesis that the Sybella mineralisation can be extracted by heap-leach processing and provided the impetus to fast-track mine feasibility studies. To that end, globally credentialled, Queensland-based DRA Global, AMDAD Mining and The Core Group were commissioned to design, optimise and cost a heap-leach mining and processing flow sheet, including supporting infrastructure. This work is expected to deliver the Company's first robust economic assessment for the project by the end of the calendar year or early in the following year, and to provide a gap analysis to guide a Definitive Feasibility Study scheduled to commence in 2027.

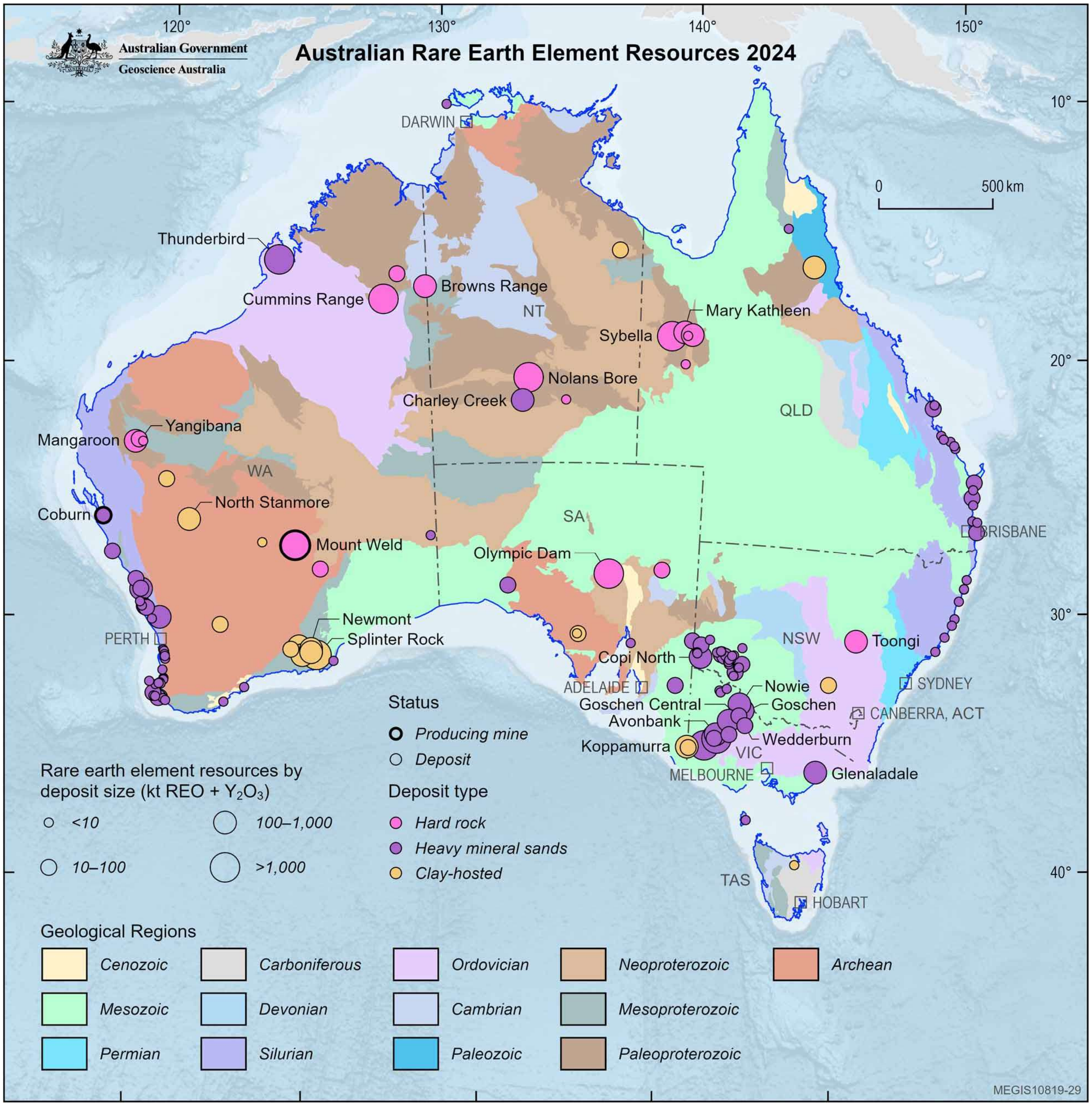
Research feeding into the maiden Pre-Feasibility Study continued at year-end, including optimised ion exchange purification test work to precipitate a high-quality mixed rare earth carbonate (MREC) sample indicative of Sybella's potential saleable product; geotechnical studies to better quantify heap height; and additional column leach tests to further optimise crush size and heap height. Results from ongoing column leach tests on the Fresh Granite mineralisation are due shortly, and desktop ecological studies in preparation for baseline environmental monitoring were initiated during the year.

[Table 1] Sybella Project - Standout column leach test (CLT) results on coarse -10mm and -20mm fractions of the Sybella Kary Zone (refer Red Metal ASX announcement dated 18 June 2026).

Kary Zone	Saprock CLT-01	Saprock CLT-07	Transitional CLT-02	Transitional CLT-08
Crush Size Fraction	-10mm	-20mm	-10mm	-20mm
Neodymium (Nd) Extraction	71%	70%	76%	75%
Praseodymium (Pr) Extraction	**72%**	**71%**	**78%**	**76%**
Dysprosium (Dy) Extraction	**41%**	**40%**	**39%**	**40%**
Terbium (Tb) Extraction	43%	43%	44%	43%
Yttrium (Y) Extraction	32%	32%	30%	32%
Scandium (Sc) Extraction	24%	20%	13%	12%
Acid Consumption (kg H_2SO_4/t)	**27**	**24**	**26**	**23**
Al Impurity Extraction	3.3%	3.1%	4.3%	4.0%
Fe Impurity Extraction	6.7%	6.1%	11.3%	9.6%
Leach Residence Time	140 days	140 days	120 days	120 days



[Figure 2] Sybella Project: Kary Zone Block Model based on ore types. Fresh (1), Transitional (2), Saprock (3), Grus (4).



[Figure 3] Sybella Project: Geoscience Australia location map, showing other Australian rare earth projects by deposit type and contained resources of rare earths.

PRIORITY EXPLORATION PROJECTS

South Australia

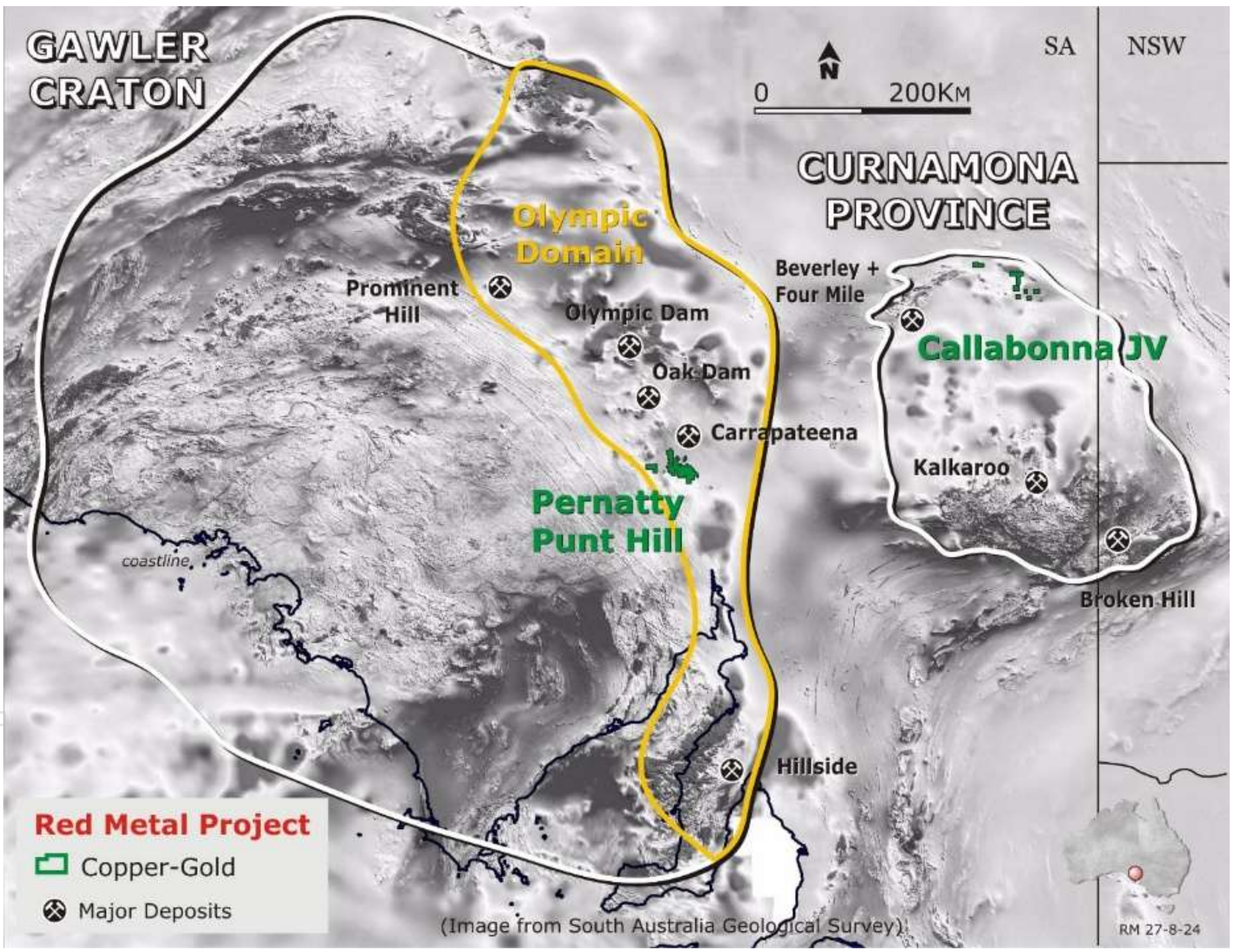
The Pernatty Lagoon Project: Copper-Gold, Gawler Craton

Pernatty Lagoon is well located just 30 kilometres south of BHP's large Carrapateena copper-gold deposit (Figure 4) and targets two standout geophysical anomalies designed to test a new copper-gold skarn model in the Gawler Craton, where the regional IOCG mineral systems and associated granites invade carbonate host rock types of the Wallaroo Group.

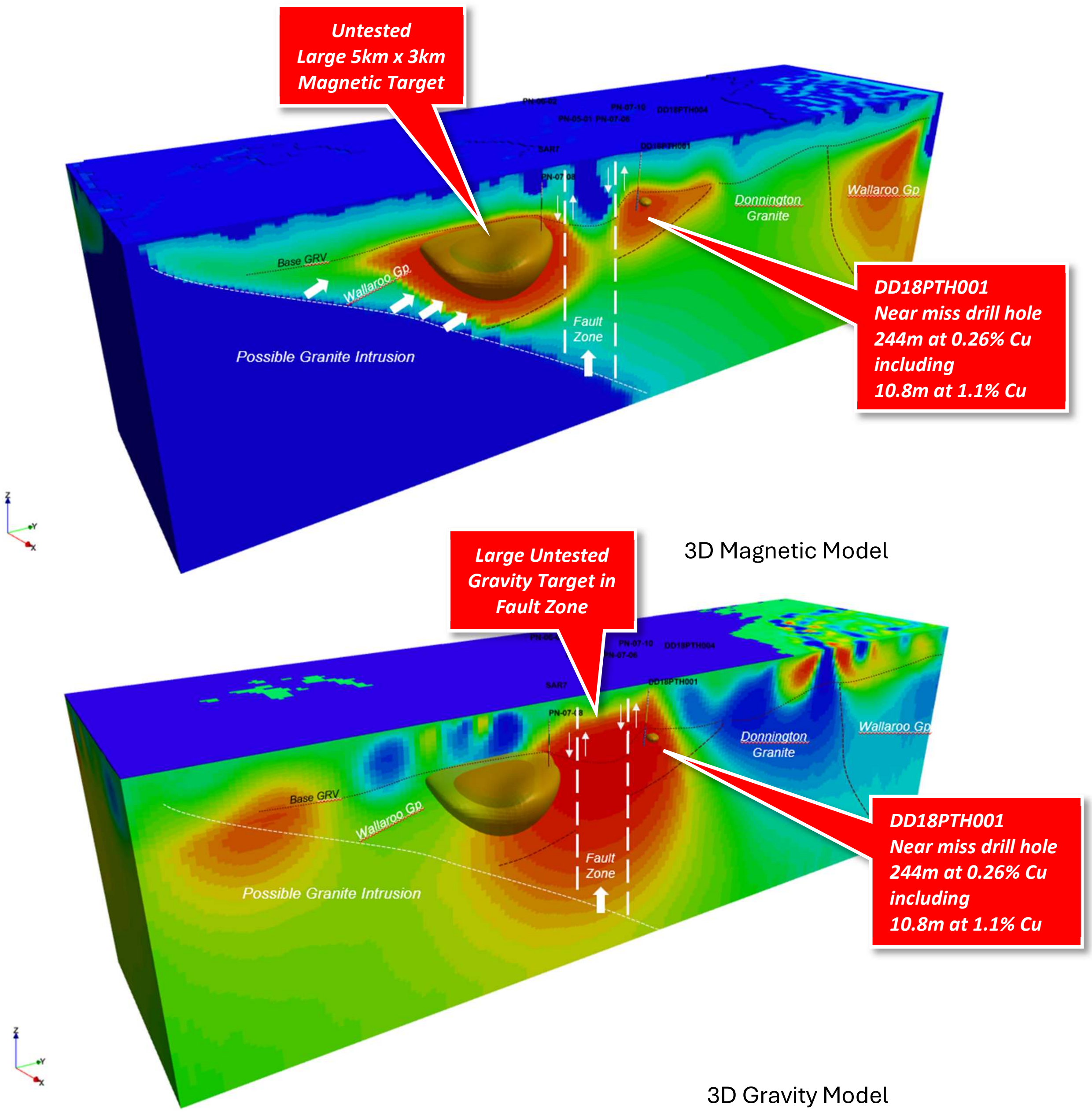
Deep mapping and three-dimensional magnetic and gravity modelling successfully imaged a previously unrecognised granite intrusion, interpreted as the local heat and potential metal source driving strong skarn alteration and copper mineralisation (Figure 5). Integration of this deep modelling with existing drill data prioritised a previously untested 5 by 3 kilometre magnetic target and a high-amplitude, fault-controlled gravity target for proof-of-concept drilling. Drilling is dependent upon the execution of a renewed access agreement with the Native Title parties which may take 6 months.

The Callabonna Projects: Copper-Gold, Curnamona Craton

The Callabonna projects target several standout magnetic and gravity anomalies for large IOCG breccia deposits along the northern margin of the Curnamona Province (Figure 4). Wide-spaced frontier drilling in the region has defined large hydrothermal breccias typical of an IOCG mineral system, but many high-priority targets remain to be drill-tested owing to the remote location. During the year Red Metal executed term sheets for separate joint ventures with Chalice Mining Limited over two of the Company's Callabonna exploration licences. Chalice has committed to drill three basement targets within the first 12 months and has moved quickly with preparations for heritage surveying and drilling.



[Figure 4] Red Metal South Australian Projects: Grey scale magnetic image with main project locations.

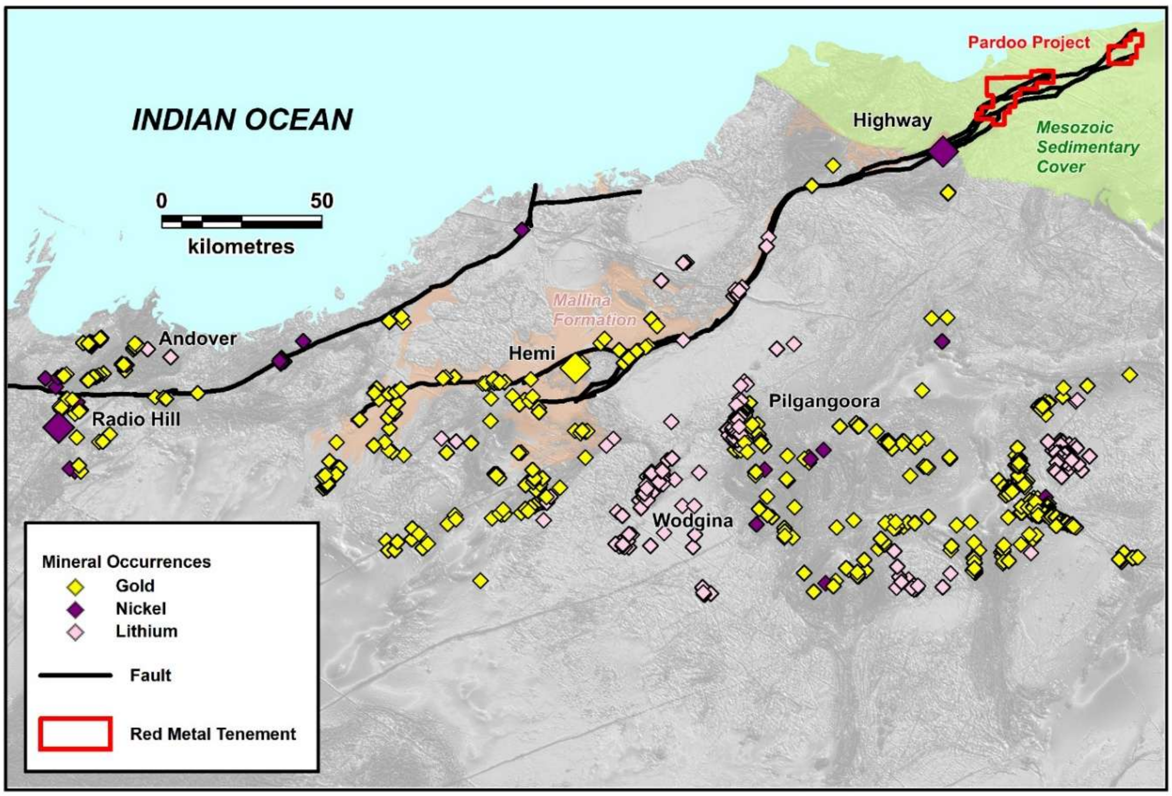


[Figure 5] Pernatty Lagoon Project: Three-dimensional magnetic inversion model (top) and gravity inversion model (bottom) showing east-west sections viewed facing north to a depth of 5 kilometres, with interpreted geology and near-miss drill holes. Note the large low magnetic granite intrusion and the large untested magnetic target and gravity target near the wide zones of copper mineralisation in historic hole DD18PTH001 (refer Red Metal ASX announcement dated 11 April 2019). Historic hole PN-07-08 terminated above the magnetic target in strongly altered Gawler Range Volcanic (GRV) rocks (refer Red Metal ASX announcement dated 8 May 2007).

Western Australia

The Pardoo Project: Gold, Pilbara Craton

The Pardoo project lies within the Pilbara Craton, which hosts the giant Hemi gold deposit and the large Pilgangoora, Wodgina and Andover lithium pegmatites. During the year Red Metal completed its first drill programme, drilling five wide-spaced RC percussion holes on two sections about three kilometres apart across the separate Pardoo 2 and Pardoo 3 geophysical targets in search of orogenic or Hemi-style gold mineralisation. Assays revealed intriguing weakly anomalous gold values in the younger sedimentary cover sequences immediately above the basement in all holes. On both drill traverses the gold tenor above the basement unconformity increases towards the southeast, and arsenic and antimony pathfinder elements in the basement show a similar trend, together providing a vector towards nearby gold mineralisation. A follow-up drill programme assessing this potential along a three-kilometre portion of the sheared granite-greenstone contact is planned. Heritage surveying in preparation for drilling was completed, with the commencement of drilling pending rig availability.

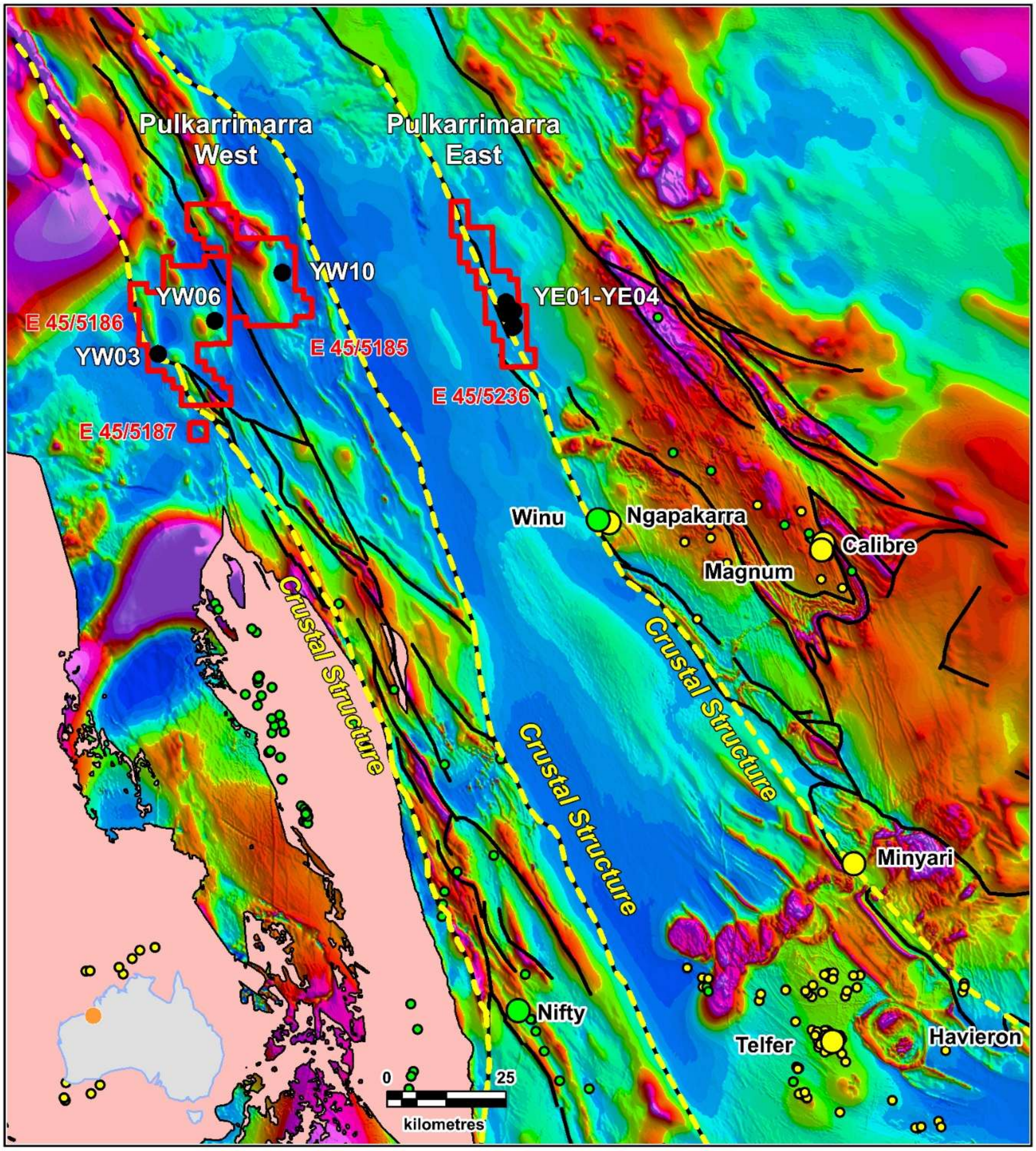


[Figure 6] Pardoo Project Location: highlighting the Hemi structural corridor and location of the large Hemi gold deposit.

Pulkarrimarra Project Copper-Cobalt & Gold-Copper, Paterson Province

The Pulkarrimarra project covers the northward extension of the highly sought-after Paterson Province, home to the tier-one Telfer gold mine and the large Nifty copper mine, and to recent discoveries at Winu (Rio Tinto), Havieron (Greatlands/Newmont) and Minyari (Antipa Minerals).

During the year Red Metal completed its maiden four-hole diamond core drilling programme. Two holes on the Pulkarrimarra West tenements intersected strongly pyritic and carbonaceous rocks of the Broadhurst Formation, the favourable host for Nifty-style copper mineralisation. A first drill test of the bullseye magnetic target YE02 on Pulkarrimarra East intersected encouraging strong actinolite-feldspar-biotite alteration and vein assemblages interpreted as a possible near-miss setting. Heritage approvals for follow-up programs on each of these regions are being sought.



[Figure 7] Paterson Province Pulkarrimarra Project: Magnetic imagery overlain by the Red Metal flown airborne electromagnetic and magnetic survey areas (frosted white) showing the Nifty and Telfer mines, Winu and Haverion discoveries and Red Metal's Pulkarrimarra tenements (red line). Priority geophysical targets are labelled YE01-YE04 on the eastern survey and YW03, YW06, YW10, YW18 on the western survey.

The Nullarbor Project: Copper-Gold and Nickel, Madura/Coompana Provinces

Red Metal executed a joint-venture agreement with Artemis Resources Limited (ASX: ARV) over the standout Sharon Dam gravity and magnetic target in the frontier Nullarbor region of Western Australia. Under the agreement, Artemis will drill the first proof-of-concept test on the target and may then earn a 60% interest in the tenement by spending a total of $5 million over three years, with Red Metal retaining a 40% interest. The target offers scope for a large IOCG system, intrusion-hosted copper-nickel, or a niobium and rare earth carbonatite deposit. Heritage surveying in preparation for a proof-of-concept drill test during the 2026 field season is progressing.

Queensland

The Gulf, Gidyea and Corkwood Projects: Copper-Gold, Mount Isa Inlier

These projects target standout regional geophysical anomalies in an underexplored northern extension of the Cloncurry terrain, offering scope for the discovery of large magnetite- or hematite-associated Iron Oxide Copper-Gold (IOCG) breccia systems similar to the nearby Ernest Henry deposit (Figure 8). Infill gravity surveying over these frontier regions has proven an effective tool to identify standout, previously untested, IOCG targets.

Exploration in FY2027 will widen our infill gravity surveying and focus step-out drilling on targets where Red Metal's first-pass programs intersected fertile IOCG breccia systems, with Gulf targets GT07 and GT06 and the Jimmy's Creek prospect on the Corkwood project the priorities.

The Three Ways Project: Copper-Cobalt, Mount Isa Inlier

Three Ways is located in covered terrain 130 kilometres along trend from the Dugald River zinc-lead-silver mine and offers potential for large, structure-controlled copper deposits similar to the large Mount Isa copper deposit (Figure 8). Remodelling of the magnetic data prioritised a follow-up drill hole to better test a potential chalcopyrite-pyrrhotite target. Heritage surveying and site work has been completed with the start of drilling pending rig availability.

The Lawn Hill Project: Copper-Silver and Silver-Zinc-Lead, Mount Isa Inlier

The Lawn Hill project is located on the Lawn Hill Platform 50 kilometres northeast of the Century zinc-lead mine and incorporates the advanced Bluebush prospect, where wide-spaced historic core drilling over a 150 square kilometre area has encountered numerous wide intercepts of low-grade zinc, lead and silver (Figure 8).

Red Metal is targeting previously untested high-gravity targets in an effort to find larger, higher-grade deposits of potentially silver-rich base-metal mineralisation. A collaborative drilling grant of $220,000 was awarded towards a drill test on a key gravity and magnetic target, with heritage surveying ahead of drilling in FY2027 planned.

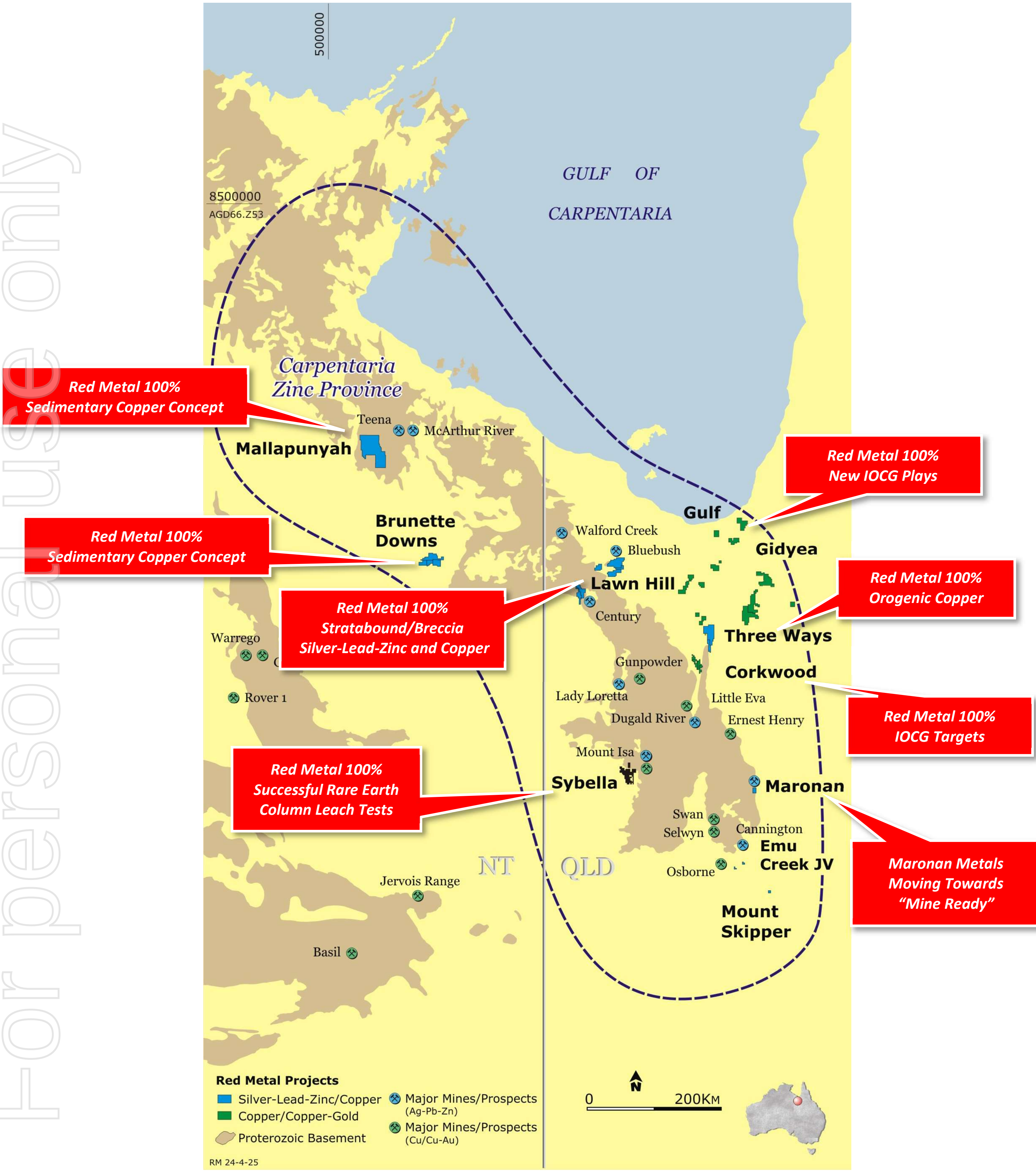
Northern Territory

The Brunette Downs Project: Copper-Cobalt, Georgina and McArthur Basins

A proof-of-concept magneto-telluric survey line completed by Red Metal successfully confirmed the presence of flat-lying conductive stratigraphy that may have potential for sediment-hosted copper-cobalt mineralisation. Heritage surveying in preparation for a stratigraphic drilling hole is planned.

The Mallapunyah Project: Lead-Zinc-Silver & Copper, McArthur Basin

The Mallapunyah application, located on Aboriginal Land within the McArthur Basin, targets sedimentary-hosted styles of copper mineralisation as well as zinc-lead-silver deposits similar to the giant McArthur River and Century mines. A land access meeting is planned.



[Figure 8] Northwest Queensland and Northern Territory: Major deposits and Red Metal tenement locations.

MARONAN METALS INVESTMENT

Maronan Metals Limited (ASX: MMA) owns the advanced Maronan silver-rich lead and copper-gold project, located in the world-class Carpentaria Minerals Province in northwest Queensland approximately 65 kilometres south of Cloncurry. It is one of the largest undeveloped silver deposits in Australia.

Red Metal previously held 88.5 million MMA shares, representing 35.2% of the total MMA shares on issue. In light of the completion of the Starter Zone Preliminary Economic Assessment and the granting of a Mineral Development Licence, the Board resolved that it was an appropriate time to distribute the majority of the Company's MMA shareholding to shareholders. At an extraordinary general meeting held on 8 May 2026, Red Metal shareholders voted in favour of an in-specie distribution of one MMA share for every 5.25 Red Metal shares held at the record date of 14 May 2026.

The Australia Taxation Organisation (ATO) issued a Class Ruling setting out the income tax consequences for shareholders of Red Metal who received a return of capital from the Company by way of the in-specie distribution.

The Class Ruling (CR 2026/36 Red Metal Limited - in specie return of Maronan Metals Limited shares) was published on 24 June 2026, along with an amendment on 15 July 2026, and can be found on the Company's website or on the ATO Legal database:

https://www.ato.gov.au/law/view/document?docid=CLR/CR202636/NAT/ATO/00001

Shareholders are encouraged to obtain independent professional taxation and financial advice about the consequences of the in-specie distribution and any subsequent disposal of their Red Metal and / or MMA shares.

Following the distribution Red Metal retain approximately 15.4 million MMA shares (4.91%).

CORPORATE

Red Metal continued to leverage its exploration expenditure through incoming joint-venture partners, research activities and government co-funding. During the year the Company received government co-funded drilling grants totalling $400,000 and a Research and Development tax incentive refund of $846,758 for our innovative research activities on the Sybella project.

The Company's cash reserves were further supported by the exercise of unlisted options during the year, including 19,286,627 options exercisable at $0.13 for proceeds of $2,507,262 and 7,000,000 incentive options for total proceeds of $551,200.

In accordance with Australian Accounting Standards, the consolidated financial statements contained within this annual report are for the Red Metal Group consisting of Red Metal Limited and its subsidiary Maronan Metals Limited (MMA) (up to the date the Company lost control of MMA in accordance with AASB 10 Consolidated Financial Statements).

SUMMARY OF MINERAL RESOURCE ESTIMATES

Mineral Resources Estimates Reported According to JORC Category and Deposit

[Table 2] Sybella Rare Earth Oxide Deposit: Mineral Resource Estimates

Sybella	30 June 2026			30 June 2025		
Category	**Oxide Cut-off Grade (ppm)**	**Tonnes (Bt)**	**Oxide Grade (ppm)**	**Oxide Cut-off Grade (ppm)**	**Tonnes (Mt)**	**Oxide Grade (ppm)**
Inferred	200 NdPr	4.795	302 NdPr, 28 DyTb	200 NdPr	4.795	302 NdPr, 28 DyTb

The maiden Sybella Mineral Resource Estimate (MRE) utilised assay data from 1,778 six-metre composite samples collected down 139 regularly spaced air core and RC drill holes covering an 8.4 kilometre by 3 kilometre portion of the rare earth oxide (REO) enriched granite. Each composite sample was analysed for rare earth elements using an ICP-MS technique that utilises lithium borate fusion prior to acid dissolution. The 10,511 metre air core and RC programs included: 104 angled air core holes drilled mostly to 60 metres and spaced on regular 800 metre by 200 metre and 800 metre by 400 metre patterns; and 35 localised RC holes extended to between 120 and 240 metres. Drill hole positions are surveyed to high accuracy. Drilling is logged in detail for lithology, alteration and mineralisation. Samples are analysed at external recognised laboratories. QA/QC procedures are industry standard with certified standards, blanks and duplicate samples inserted into the sample stream. Mineral Resource estimates are prepared and reported by suitably qualified personnel or external consultants (Competent Person) in accordance with the JORC code and other industry standards. NdPr refers to neodymium plus praseodymium oxides, DyTb refers to dysprosium plus terbium oxides.

The above annual mineral resources statement is based on and fairly represents information and supporting documentation prepared by competent persons. The above annual mineral resources statement as a whole has been approved by Mr Robert Rutherford, who is a member of the Australian Institute of Geoscientists (AIG). Mr Rutherford is the Managing Director of the Company. Mr Rutherford has consented to the form and context in which the statement is presented in this report.

Maronan Metals Limited, owner of the Maronan Project, ceased to be a controlled entity of the Company during the year.

STATEMENTS

Cautionary Statement

This report contains references to exploration results derived by other parties exploring in other fertile terrains in Australia and includes references to geophysical similarities to those of the Company's projects. It is important to note that such similarities do not guarantee that the Company will have any success or similar success in delineating a JORC-compliant Mineral Resource on the Company's tenements.

Competent Persons Statement

The information in this report that relates to Exploration Results is based on and fairly represents information and supporting documentation compiled by Mr Robert Rutherford, who is a member of the Australian Institute of Geoscientists (AIG). Mr Rutherford is the Managing Director of the Company. Mr Rutherford has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (the JORC Code). Mr Rutherford consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Exploration Results and estimates of Mineral Resources for the Sybella Project was previously reported by the Company in compliance with JORC 2012 in various market releases with the last one being dated 18 June 2026. The Company confirms that it is not aware of any new information or data that materially affects the information included in those earlier market announcements and, in the case of the estimate of Mineral Resources all material assumptions and technical parameters underpinning the estimates continue to apply and have not materially changed.

CORPORATE POLICIES

Environmental and Sustainability Policy Statement

Red Metal is a responsible company which recognises and respects the environment and the values and rights of others in the environment.

Red Metal holds the opinion that industry can operate in harmony with minimal impact on the environment. Red Metal recognises that environmental performance is an important factor in its business performance and as a measure of professionalism.

Red Metal recognises that its activities can have environmental impact and that it has obligations to mitigate those for the benefit of all. As a minimum, the Company will comply with all applicable environmental obligations.

Red Metal commits to continually improving its environmental performance and responsibility through the education of its employees and contractors and the following initiatives:

- integrating environmental considerations into project planning and operations;
- implementing environmental controls and strategies to identify, minimise and avoid wherever possible environmental impact from our activities;
- monitoring relevant environmental parameters;
- auditing and reporting on environmental performance;
- preventing pollution by minimising emissions and the generation of waste;
- providing sufficient training and resources for effective environmental management;
- having open communication with communities and other stakeholders about environmental issues; and
- adopting programs which substantially improve the environment in the areas surrounding high impact areas.

Red Metal commits to being a proactive environmental manager, and through consultation with stakeholders and government ensuring that it remains a good corporate citizen.

Occupational Health and Safety Policy Statement

It is the philosophy of Red Metal that industry can operate efficiently and productively without causing injury or damage to people.

Red Metal recognises that the safety and health of its employees is of prime importance and is an essential part of the planning and control of its operations.

It is Company policy to work towards an accident free environment in which hazards are controlled or eliminated and safe working attitudes are promoted through consultation and participation at all levels of the workforce. A collective responsibility binds management and employees to achievement of these goals.

Our ability to prevent injuries and accidents is an important measure of our operational efficiency. Success in our safety endeavours is dependent upon the active involvement of every employee of the Company.

DIRECTORS' REPORT

The directors present their report together with the financial report of the consolidated entity consisting of Red Metal Limited ("Red Metal" or "the Company") and the entities it controlled (together referred to as "the Group") for the financial year ended 30 June 2026 and the independent auditor's report thereon. Red Metal Limited is a listed public company, incorporated in and domiciled in Australia.

OFFICERS OF THE COMPANY

The directors of the Company at any time during or since the end of the financial year are as follows:

Russell Barwick **Dip Min Eng, FAusIMM, FAICD** **Independent Non-Executive Chairman** **(Appointed 12 June 2003)**	Russell Barwick is a mining engineer with over 40 years technical, managerial and corporate experience in various commodities. He initially worked for Bougainville Copper Limited (CRA), Pancontinental Mining Limited and CSR Ltd. Following this, Russell spent 17 years with Placer Dome Inc, occupying a number of key development, operational and corporate roles, culminating in being Managing Director of Placer Nuigini Ltd. He then served as Chief Executive Officer of Newcrest Mining Limited where he achieved strong market support. Russell was also the Chief Operating Officer of Wheaton River Minerals and Goldcorp Inc. for four years during which the quickly evolving company grew its market capitalisation from several hundred million dollars to $22 billion and became the third largest gold company in the world by market capitalisation. Russell was also a director of Lithium Power International Limited (LPI) from 2017 to March 2024 and Chairman of the LPI operating entity in Chile, Minera Solar Blanco SA (at which time Codelco acquired 100% of the share capital of LPI by way of a scheme of arrangement), Mount Gibson Iron Limited from 2011 to August 2023 and Regis Resources Ltd from 2020 to January 2022.
Robert Rutherford **BSc (Geol), Masters Econ Geol, MAIG** **Managing Director** **(Appointed 13 January 2003)**	Rob Rutherford is a geologist with over 30 years Australian and international exploration experience and has been involved in generative, feasibility and management roles in the copper, gold and basemetal exploration industry. He was formerly employed by Phelps Dodge Australasia Inc. for over 9 years where he was promoted to Australian Exploration Manager and internal expert on Iron-Oxide Copper-Gold hydrothermal systems and Sediment-Hosted copper deposits. Rob founded Red Metal Limited in 2003. Rob is also a director of Maronan Metals Limited (director since 2012).
Joshua Pitt **BSc (Geol), MAusIMM, MAIG** **Independent Non-Executive Director** **(Appointed 2 July 2003)**	Joshua Pitt is a geologist with over 40 years experience in exploration and corporate management. He has had a successful career in providing seed capital and corporate services to new mining and exploration ventures. He is also Executive Chairman of Hampton Hill Mining NL (director since 1997) and Red Hill Minerals Limited (director since 2005). Joshua was also a director of Traka Resources Ltd from 2003 to August 2024.

The Secretary of the Company at any time during or since the end of the financial year is:

Patrick Flint **BCom, MAICD** **Company Secretary** **(Appointed 12 June 2003)**	Patrick Flint is an accountant with significant experience in the management and administration of publicly listed mineral exploration companies.

DIRECTORS' REPORT (continued)

DIRECTORS' MEETINGS

The number of meetings of the Company's directors and the number of meetings attended by each director during the year ended 30 June 2026 are:

	Number of meetings attended during period of office	Number of meetings held during period of office
Russell Barwick	4	4
Robert Rutherford	4	4
Joshua Pitt	4	4

There were four directors' meetings held during the period. The Company does not have an audit committee. Due to the small size of the board all matters that would be addressed by committees are dealt with by the full board of directors.

REMUNERATION REPORT - AUDITED

Remuneration policies

The Board is responsible for determining remuneration policies and packages applicable to the Board members and senior executives of the Company. Remuneration levels are competitively set to attract and retain appropriately qualified and experienced directors and senior executives. The broad remuneration policy is to ensure that the remuneration package properly reflects the person's duties and responsibilities and level of performance, and that remuneration is competitive in attracting, retaining and motivating people of the highest quality. Where necessary, independent advice on the appropriateness of remuneration packages is obtained. Remuneration packages include a mix of fixed remuneration and short and long-term performance-based incentives.

Fixed remuneration – Fixed remuneration consists of base remuneration and statutory superannuation entitlements. Remuneration levels are set by the board based on individual performance and the performance of the Company.

Performance-linked remuneration - Performance-linked remuneration includes both short-term and long-term incentives and is designed to reward directors and staff. The short-term incentive is provided in the form of cash, while the long-term incentive is provided as options over ordinary shares of the Company. The Board exercises discretion in determining the amount of short-term incentives paid and options issued. The total potential short term incentive available is set at a level so as to provide sufficient incentive to Directors and staff. Performance is measured by the efficiency and effectiveness of the design and implementation of the exploration programme, compliance with environmental and sustainability and occupational health and safety policies, management of stakeholder relationships, the enhancement of the Company's exploration portfolio and the success of the Company's exploration activities. Performance-based remuneration is not based on specific financial indicators such as earnings or dividends as the Company is at the exploration stage and during this period is expected to incur operating losses. A performance evaluation of senior staff was completed in November 2025 in accordance with performance measures. There is no separate profit-share plan.

Options have been issued to directors and staff as an incentive and in recognition of the fact that the fixed cash component of remuneration is comparatively modest. The ability to exercise the options is conditional on the holder remaining in the Company's employment. There are no other non-cash benefits available to directors or staff.

Voting and comments made at the Company's 2025 Annual General Meeting (AGM) – At the 2025 AGM approximately 13% (2024: 10%) of the votes received (excluding abstentions) did not support 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.

DIRECTORS' REPORT (continued)

REMUNERATION REPORT (CONTINUED)

Service Agreements

It is the Company's policy that service agreements for executive directors and senior staff are entered into prior to the commencement of employment, that the agreements be unlimited in term but capable of termination on between 3 and 6 months' notice and that the Company retains the right to terminate the contract immediately, by making payment equal to between 3 and 6 months' pay in lieu of notice. The service agreement outlines the components of remuneration paid to the executive directors and staff but does not prescribe how remuneration levels are modified year to year. Remuneration levels are reviewed each year to take account of changes in the scope of the role performed and changes in industry remuneration levels.

Mr Rutherford entered into an updated employment arrangement with the Company in January 2023 (subsequently amended in November 2025) to continue as Managing Director of the Company. The duties are those as are customarily expected of a Managing Director and from time to time delegated by the Board. The agreement is terminable by either party on six months written notice. From 1 January 2026 Mr Rutherford is paid an annual salary of $350,000, including statutory superannuation. At the Board's discretion Mr Rutherford can also receive an annual bonus of up to 50% of the annual remuneration (excluding the statutory superannuation) upon the achievement of certain performance criteria (refer above). As a non-executive director of Maronan Metals Limited Mr Rutherford also receives an annual fee of $50,000, including statutory superannuation.

Non-Executive Directors

Total aggregate fees payable to all non-executive directors, approved at a shareholders meeting held on 6 June 2003, is not to exceed $150,000 per annum (excluding reimbursement of out of pocket expenses and securities issued with shareholder approval). Director's fees cover all main Board activities and membership of one committee (if required). Fees may also be paid to non-executive directors for additional consulting services provided to the Company. Directors' base fees are presently $24,000 for each Director. The Chairman's base fee is $48,000. Non-executive directors are entitled to receive options (subject to shareholder approval) as it is considered an appropriate method of providing sufficient reward whilst maintaining cash reserves.

Remuneration of Key Management Personnel

Details of the nature and amount of each major element of the remuneration of each director of the Company are:

Name	Short-Term $		Post-Employment $	Share-based Payments $	Total $	Proportion related to options %
Directors	**Salary / Fees**		**Superannuation**	**Options[1]**		
Non-executive						
Russell Barwick	2026	42,857	5,143	118,573	166,573	71.2
	2025	43,049	4,951	106,836	154,836	69.0
Joshua Pitt	2026	24,000	-	118,573	142,573	83.2
	2025	24,000	-	106,836	130,836	81.7
Executive						
Robert Rutherford	2026	303,179	26,406	237,147	566,732	41.8
	2025	300,000	30,000	746,038	1,076,038	69.3
Totals	2026	370,036	31,549	474,293	875,878	
	2025	367,049	34,951	959,710	1,361,710	

Notes:

(1) The fair value of options is calculated at the date of grant using a Black-Scholes model and allocated to each reporting period evenly over the period from grant date to vesting date. The value disclosed above is the portion of the fair value of the options allocated to this reporting period. These options are the only element of the above remuneration that are performance based.

DIRECTORS' REPORT (continued)

REMUNERATION REPORT (CONTINUED)

Options and rights over equity instruments granted as compensation

A total of 10 million options were granted to Mr Barwick (2,500,000 options), Mr Rutherford (5,000,000 options) and Mr Pitt (2,500,000 options) by the Company in November 2025. The options expire on 16 November 2028 and are exercisable at 20 cents in two equal tranches commencing from 1 December 2025 and 1 December 2026.

The terms and conditions of each grant of incentive options to key management personnel affecting remuneration during the year are as follows:

	Number	Effective Date	% vested in year	Forfeited in year	Financial years in which grant vests	Min	Max
	Options granted by the Company					Value yet to vest	
Russell Barwick	2,500,000	17 November 2025	50%	Nil	2026 / 2027	Nil	$23,062
Robert Rutherford	5,000,000	17 November 2025	50%	Nil	2026 / 2027	Nil	$46,123
Joshua Pitt	2,500,000	17 November 2025	50%	Nil	2026 / 2027	Nil	$23,062

Assumptions used in valuing the options issued by the Company with an effective grant date of 17 November 2025 are as follows:

Grant Date	**Expiry Date**	**Fair value per option**	**Exercise price**	**Price of shares on grant date**	**Expected Volatility**	**Risk free interest rate**	**Dividend yield**
17 November 2025	16 November 2028	4.8 cents	20 cents	13.0 cents	70%	3.77%	-

The estimated values disclosed above are calculated at the date of grant using the Black-Scholes option pricing model.

A total of 4 million options (exercisable at 9 cents each on or before 28 November 2025) were exercised during the year by Mr Barwick (1,000,000 options), Mr Rutherford (2,000,000 options) and Mr Pitt (1,000,000 options) resulting in the issue of 4 million shares for total proceeds of $360,000.

Other than the above, no options over unissued ordinary shares in Red Metal Limited or its controlled entities were granted to, were forfeited by, or were exercised by key management personnel of the Company (as part of their remuneration).

DIRECTORS' REPORT (continued)

REMUNERATION REPORT (CONTINUED)

Additional information

The earnings of the Group for the five years to 30 June 2026 and the share price at financial year end are summarised below:

	2026	2025	2024	2023	2022
Profit / (Loss) before tax ($)	19,166,178	(12,415,626)	(7,878,300)	(10,822,630)	(2,713,625)
Basic earnings / (loss) per share (cents) attributable to owners of Red Metal Limited	5.3	(2.2)	(2.0)	(2.5)	(0.9)
Share price at financial year end (cents)	16.5	11.5	15.5	6.6	8.0
Dividends (cents)	-	-	-	-	-

Shareholdings in the Company of key management personnel

The movement during the reporting period in the number of ordinary shares and options in the Company held, directly, indirectly or beneficially, by each key management person, including their related parties, is as follows:

30 June 2026 - Shares

Name	Held at 1 July 2025	Exercise of incentive options	Exercise of unlisted options	Held at 30 June 2026
Specified Directors				
Russell Barwick	6,726,892	1,000,000	378,561	8,105,453
Robert Rutherford	15,919,772	2,000,000	769,231	18,689,003
Joshua Pitt	27,992,990	1,000,000	2,849,097	31,842,087

No shares were granted to key management personnel during the reporting period as compensation.

Option holdings in the Company of key management personnel

30 June 2026 - Options

Name	Held at 1 July 2025	Granted (i)	Exercised	Expired	Held at 30 June 2026	Total Options Vested and exercisable
Specified Directors						
Russell Barwick	5,378,561	2,500,000	(1,378,561)	-	6,500,000	5,250,000
Robert Rutherford	10,883,383	5,000,000	(2,769,231)	(114,152)	13,000,000	10,500,000
Joshua Pitt	7,849,097	2,500,000	(3,849,097)	-	6,500,000	5,250,000

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(i) Options granted in November 2025 – refer above.

Shareholdings in Maronan Metals Limited of key management personnel

The movement during the period to 14 October 2025 (the date Maronan Metals Limited ceased to be a controlled entity) in the number of ordinary shares and options in Maronan Metals Limited held, directly, indirectly or beneficially, by each key management person, including their related parties, is as follows:

30 June 2026 - Shares

Name	Held at 1 July 2025	Disposals / Purchases	Held at 14 October 2025
Specified Directors			
Russell Barwick	-	-	-
Robert Rutherford	200,000	-	200,000
Joshua Pitt	17,337,923	-	17,337,923

DIRECTORS' REPORT (continued)

REMUNERATION REPORT (CONTINUED)

Option holdings in Maronan Metals Limited of key management personnel

30 June 2026 - Options

Name	Held at 1 July 2025	Granted	Expired	Held at 14 October 2025
Specified Directors				
Russell Barwick	-	-	-	-
Robert Rutherford	4,000,000	-	-	4,000,000
Joshua Pitt	-	-	-	-

This concludes the remuneration report, which has been audited.

DIRECTORS' REPORT (continued)

UNISSUED SHARES UNDER OPTION

As at the date of this report there were 37,650,000 unissued ordinary shares under option. During the financial year 16,500,000 options to subscribe for ordinary shares were issued, 26,286,627 options were exercised and 14,681,068 options to subscribe for ordinary shares expired. Since the end of the financial year no options have been granted, 2,000,000 options to subscribe for ordinary shares have been exercised and no options have expired. Further information in respect of these options is set out in Note 20 to the financial statements.

No option holder has any right under the options to participate in any other share issue of the Company or of any other entity.

PRINCIPAL ACTIVITIES

The principal activities of the Company during the year ended 30 June 2026 were the acquisition and exploration of mineral prospects in Australia.

RESULTS AND DIVIDENDS

The profit after tax for the year ended 30 June 2026 was $19,166,178 (2025 loss: $12,415,626). No dividends have been paid or declared since the start of the financial year and the directors do not recommend the payment of a dividend in respect of the current financial year.

REVIEW OF OPERATIONS / OPERATING AND FINANCIAL REVIEW

The Company is primarily engaged in mineral exploration in Australia. A review of the Company's operations, including information on exploration activity and results thereof, financial position, strategies and projects of the Company during the year ended 30 June 2026 is provided in this Financial Report and in particular in the "Review of Operations" section immediately preceding this Directors' Report. The Company's financial position, financial performance and use of funds information for the financial year is provided in the financial statements that follow this Directors' Report.

As an exploration entity, the Company has limited operating revenue and does not generate a profit from its exploration activities and consequently the Company's performance cannot be gauged by reference to those measures. Instead, the Directors' consider the Company's performance based on the success of exploration and development activities, acquisition of additional prospective mineral interests, joint venture arrangements over mineral interests and, in general, the value added to the Company's mineral portfolio during the course of the financial year.

Whilst performance can be gauged by reference to market capitalisation, that measure is also subject to numerous external factors. These external factors can be specific to the Company, generic to the mining industry and generic to the stock market as a whole and the Board and management would only be able to control a small number of these factors.

The Company's business strategy for the financial year ahead and, in the foreseeable future, is to continue exploration activity on the Company's existing mineral projects (including through joint venture arrangements where appropriate), identify and assess new mineral project opportunities and review and progress development strategies where individual projects have reached a stage that allows for such an assessment. Due to the inherent risky nature of the Company's activities, the Directors are unable to comment on the likely results or success of these strategies.

DIRECTORS' REPORT (continued)

REVIEW OF OPERATIONS / OPERATING AND FINANCIAL REVIEW (Continued)

The Company's activities are subject to numerous risks, mostly outside the Board's and management's control. These risks can be specific to the Company, generic to the mining industry and generic to the stock market as a whole. The key risks, expressed in summary form, affecting the Company and its future performance include but are not limited to:

- geological, technical and operating risks posed to exploration, development and commercial exploitation success. Mineral exploration and development are high-risk undertakings. There can be no assurance that exploration activities conducted on the Company's mineral licences, or any other licences that may be acquired in the future, will result in the discovery of an economic ore deposit. Even if an apparently viable deposit is identified, there is no guarantee that it can be economically exploited.

- regulatory risks and ability to obtain necessary future approvals for mine development. The Company's operating activities are subject to extensive laws and regulations relating to numerous matters including mineral licence consent, environmental compliance and rehabilitation, taxation, employee relations, health and worker safety, waste disposal, protection of the environment, native title and heritage matters, protection of endangered and protected species and other matters.

- security of tenure including licence renewal. The Company's mineral licences are subject to periodic renewal, and are currently scheduled to variously expire between 2026 and 2031. The renewal of the term of these licences is subject to compliance with the applicable mining legislation and regulations and the discretion of the relevant mining authority.

- access and ability to obtain landowner approvals and native title issues. There is a risk that there may be delays in obtaining the necessary approvals to access sites for proposed exploration activities, and that the existence of the Aboriginal heritage sites may lead to restrictions on the areas that the Company will be able to explore and mine.

- change in commodity prices and market conditions. Commodity prices fluctuate and are affected by many factors beyond the control of the Company. Such factors include supply and demand fluctuations for precious and base metals, technological advancements, forward selling activities and other macro-economic factors.

- environmental risks. The operations and proposed activities of the Company are subject to State and Federal laws and regulations concerning the environment. As with most exploration projects, the Company's activities are expected to have an impact on the environment, particularly if advanced exploration or mine development proceeds. It is the Company's intention to conduct its activities to the highest standard of environmental obligation, including compliance with all environmental laws. Prolonged periods of adverse weather and climatic conditions (including rising sea levels, floods, hail, drought, water scarcity, temperature extremes, bushfires, frosts, earthquakes and extreme storm, wind and cyclonic activity) may have an adverse effect on the ability of the Company to access and utilise its tenements for exploration and mining purposes.

- government policy changes. Adverse changes in government policies or legislation may affect ownership of mineral interests, taxation, royalties, land access, labour relations, and mining and exploration activities of the Company.

- retention of key staff. As a junior exploration company the Company has a small number of permanent staff. There can be no assurance given that there will be no detrimental impact on the Company if one or more of these employees cease their employment.

DIRECTORS' REPORT (continued)

- capital requirement and lack of future funding. The Company's capital requirements depend on numerous factors. Equity financing will dilute shareholdings, and debt financing, if available, may involve restrictions on financing and operating activities. If the Company is unable to obtain additional financing as needed, it may be required to reduce the scope of its operations and scale back its exploration programmes as the case may be.

This is not an exhaustive list of risks faced by the Company or an investment in it. There are other risks generic to the stock market and the world economy as whole and other risks generic to the mining industry, all of which can impact on the Company.

EVENTS SUBSEQUENT TO REPORTING DATE

In July and August 2026 a total of 2,000,000 options were exercised for total proceeds of $166,000.

Other than the above, there has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the directors of the Company, to significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

In October 2025, Red Metal's holding of 88.5 million shares in Maronan Metals Limited (MMA) was diluted from 44% to a 35.2% interest due to capital raisings by MMA, and as a result Red Metal lost control of MMA and therefore deconsolidated the entity from that date. In May 2026 Red Metal completed an In-specie distribution of 73,054,861 MMA shares to Red Metal shareholders on the basis of 1 MMA share for every 5.25 Red Metal shares held. Red Metal retained a total of 15,445,139 MMA shares.

Other than the above there were no significant changes in the state of affairs of the Company during the year.

LIKELY DEVELOPMENTS

The Company will continue its mineral exploration activities with the objective of finding and developing mineralised resources. The Company will also consider the acquisition of further prospective exploration interests and where appropriate secure joint venture partners to assist in financing exploration activities.

ENVIRONMENTAL LEGISLATION

The Company is aware of its environmental obligations with regards to its exploration activities and ensures that it complies with all regulations when carrying out any exploration work. There have been no known breaches of environmental laws or permit conditions during the year.

DIRECTORS' INTERESTS

The relevant interest of each director in the shares, options or other instruments issued by the Company, as notified by the directors to the Australian Securities Exchange in accordance with S205G(1) of the Corporations Act 2001, at the date of this report is as follows:

	Red Metal Limited	
	Fully Paid ordinary shares	**Options over ordinary shares**
Russell Barwick	6,062,912	6,500,000
Robert Rutherford	16,959,234	13,000,000
Joshua Pitt	31,517,887	6,500,000

DIRECTORS' REPORT (continued)

INDEMNIFICATION AND INSURANCE OF OFFICERS

The Company has agreed to indemnify the directors of the Company against all liabilities to another person that may arise from their position as directors of the Company, except where the liability arises out of conduct involving a lack of good faith.

During the financial year the Company agreed to pay an annual insurance premium of $12,880 in respect of directors' and officers' liability and legal expenses' insurance contracts, for directors and officers of the Company. The insurance premium relates to:

- costs and expenses incurred by the relevant officers in defending proceedings, whether civil or criminal and whatever the outcome.
- other liabilities that may arise from their position, with the exception of conduct involving a wilful breach of duty.

INDEMNITY AND INSURANCE OF AUDITOR

The Company has not, during or since the end of the financial year, indemnified or agreed to indemnify the auditor of the Company or any related entity against a liability incurred by the auditor.

During the financial year, the Company has not paid a premium in respect of a contract to insure the auditor of the Company or any related entity.

NON-AUDIT SERVICES AND AUDITOR INDEPENDENCE

BDO Audit Pty Ltd did not provide any non-audit services to Red Metal Limited during the year.

A copy of the auditor's independence declaration as required under Section 307C of the Corporations Act is included on page 26.

Signed in accordance with a resolution of directors.

R Rutherford

Robert Rutherford
Managing Director

Sydney, 16 September 2026

CORPORATE GOVERNANCE STATEMENT

The Board of Directors of Red Metal Limited is responsible for the corporate governance of the Company. The Board guides and monitors the business and affairs of Red Metal Limited on behalf of the shareholders by whom they are elected and to whom they are accountable. The Company's governance approach aims to achieve exploration, development and financial success while meeting stakeholders' expectations of sound corporate governance practices by proactively determining and adopting the most appropriate corporate governance arrangements.

ASX Listing Rule 4.10.3 requires listed companies to disclose the extent to which they have followed the recommendations set by the ASX Corporate Governance Council during the reporting period. The Company has disclosed this information on its website at www.redmetal.com.au/AboutUs/CorporateGovernance. The Corporate Governance Statement is current as at 30 June 2026, and has been approved by the Board of Directors.

The Company's website at www.redmetal.com.au contains a corporate governance section that includes copies of the Company's corporate governance policies.

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DECLARATION OF INDEPENDENCE BY JACKSON WHEELER TO THE DIRECTORS OF RED METAL LIMITED

As lead auditor of Red Metal Limited for the year ended 30 June 2026, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Red Metal Limited and the entities it controlled during the period.

Jackson Wheeler

Director

BDO Audit Pty Ltd

Perth

16 September 2026

Consolidated Statement of Profit or Loss and Other Comprehensive Income for the year ended 30 June 2026

	Notes	2026 $	2025 $
Income from ordinary activities	2	3,467,898	1,781,859
Gain on deconsolidation of subsidiary	14	25,526,768	-
Expenses from ordinary activities			
Employee and consultant expenses		(628,811)	(560,729)
Share based compensation	20	(796,968)	(2,687,670)
Exploration expenditure written off (including employee and consultant expenses)	13	(5,374,939)	(9,947,245)
Share of loss in associate	15	(2,032,994)	-
Depreciation	3	(142,903)	(228,266)
Other expenses from ordinary activities		(851,873)	(773,575)
Profit / (loss) before related income tax (expense) / benefit		19,166,178	(12,415,626)
Income tax (expense) / benefit	5	-	-
Profit / (loss) for the year from ordinary activities		19,166,178	(12,415,626)
Other comprehensive income		-	-
Total comprehensive profit / (loss)		19,166,178	(12,415,626)
Profit / (loss) for the year is attributable to:			
Non-controlling interest		(822,346)	(4,947,511)
Owners of Red Metal Limited		19,988,524	(7,468,115)
		19,166,178	(12,415,626)

	Notes	Cents	Cents
Earnings per share for profit / (loss) attributable to the owners of Red Metal Limited			
Basic earnings / (loss) per share	6	5.31	(2.20)
Diluted earnings / (loss) per share	6	4.81	(2.20)

The above statement should be read in conjunction with the accompanying notes to the financial statements.

Consolidated Statement of Financial Position as at 30 June 2026

	Notes	2026 $	2025 $
CURRENT ASSETS			
Cash and cash equivalents	8	4,463,718	7,990,484
Other receivables	9	47,944	160,855
Other	10	-	145,560
TOTAL CURRENT ASSETS		4,511,662	8,296,899
NON-CURRENT ASSETS			
Other receivables	9	72,280	95,933
Property, plant and equipment	11	172,653	227,652
Right-of-use assets	12	122,905	264,208
Financial assets at fair value through profit or loss	16	6,718,637	-
Acquisition, exploration and evaluation expenditure	13	333,092	444,123
TOTAL NON-CURRENT ASSETS		7,419,567	1,031,916
TOTAL ASSETS		11,931,229	9,328,815
CURRENT LIABILITIES			
Trade and other payables	17	288,323	812,201
Lease liabilities	18	103,950	142,043
Employee benefits	19	260,109	249,746
TOTAL CURRENT LIABILITIES		652,382	1,203,990
NON-CURRENT LIABILITIES			
Lease liabilities	18	26,874	130,826
TOTAL NON-CURRENT LIABILITIES		26,874	130,826
TOTAL LIABILITIES		679,256	1,334,816
NET ASSETS		11,251,973	7,993,999
EQUITY			
Issued capital	20	43,699,747	46,621,480
Reserves	21	5,059,878	17,330,778
Accumulated losses	22	(37,507,652)	(57,519,031)
Equity attributable to the owners of Red Metal Limited		11,251,973	6,433,227
Non-controlling interest	23	-	1,560,772
TOTAL EQUITY		11,251,973	7,993,999

The above statement should be read in conjunction with the accompanying notes to the financial statements.

Consolidated Statement of Cash Flows for the year ended 30 June 2026

	Notes	2026 $	2025 $
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash payments in the course of operations		(1,475,564)	(1,709,169)
Cash payments for exploration and evaluation and development		(5,489,288)	(10,230,641)
Project management fees received		387,303	449,945
R&D tax incentive refund		846,758	651,710
Grants received		400,000	524,694
Interest paid		(7,002)	(12,357)
Other income received		31,692	1,250
Interest received		159,894	220,940
NET CASH USED IN OPERATING ACTIVITIES	26a	(5,146,207)	(10,103,628)
CASH FLOWS FROM INVESTING ACTIVITIES			
Advances to joint venture		(105,122)	(13,634)
Repayment of advances to joint venture		158,342	11,417
Bonds paid		(50,590)	-
Bonds recovered		45,755	-
Proceeds from sale of plant and equipment		4,091	10,000
Payments for property, plant and equipment		(3,048)	(14,607)
NET CASH PROVIDED BY / (USED IN) INVESTING ACTIVITIES		49,428	(6,824)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of lease liabilities		(96,329)	(87,430)
Proceeds from issue of shares		3,058,462	6,019,412
Costs of issue of shares		(21,699)	(26,458)
Proceeds from issue of shares by controlled entity	14b	16,000,000	1,795
Costs of issue of shares by controlled entity	14b	(900,000)	(11,820)
Cash held on ceasing to be controlled entity	14b	(16,470,421)	-
NET CASH PROVIDED BY FINANCING ACTIVITIES		1,570,013	5,895,499
Net decrease in cash and cash equivalents held		(3,526,766)	(4,214,953)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		7,990,484	12,205,437
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	8	4,463,718	7,990,484

The above statement should be read in conjunction with the accompanying notes to the financial statements.

Consolidated Statement of Changes in Equity for the year ended 30 June 2026

	Issued Capital	Accumulated Losses	Reserves	Non-Controlling Interest	Total Equity
	$	$	$	$	$
Balance at 1 July 2024	40,628,526	(50,050,916)	15,793,633	5,367,783	11,739,026
Total comprehensive loss	-	(7,468,115)	-	(4,947,511)	(12,415,626)
Transactions with owners in their capacity as owners					
- Shares issued during the year (note 20a)	6,019,412	-	-	-	6,019,412
- Cost of share issue (note 20a)	(26,458)	-	-	-	(26,458)
- Cost of share-based payments (note 20b)	-	-	643,838	-	643,838
Transactions with non-controlling interest	-	-	893,307	1,140,500	2,033,807
Balance at 30 June 2025	46,621,480	(57,519,031)	17,330,778	1,560,772	7,993,999
Balance at 1 July 2025	46,621,480	(57,519,031)	17,330,778	1,560,772	7,993,999
Total comprehensive profit / (loss)	-	19,988,524	-	(822,346)	19,166,178
Transactions with owners in their capacity as owners					
- Shares issued during the year (note 20a)	3,058,462	-	-	-	3,058,462
- Cost of share issue (note 20a)	(21,699)	-	-	-	(21,699)
- Cost of share-based payments (note 20b)			796,968		796,968
- Return of capital (In-specie Distribution) (note 15)	(5,958,496)	(19,683,760)	-	-	(25,642,256)
Derecognition on loss of control	-	19,706,615	(19,707,338)	(9,198,956)	(9,199,679)
Transactions with non-controlling interest	-	-	6,639,470	8,460,530	15,100,000
Balance at 30 June 2026	43,699,747	(37,507,652)	5,059,878	-	11,251,973

The above statement should be read in conjunction with the accompanying notes to the financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2026

1. STATEMENT OF MATERIAL ACCOUNTING POLICIES

The material accounting policies which have been adopted in the preparation of these financial statements are:

(a) Basis of Preparation

These consolidated general-purpose financial statements have been prepared in accordance with the requirements of the Corporations Act 2001 and Australian Accounting Standards and Interpretations and with other requirements of the law.

They have also been prepared on the basis of historical costs and, except where stated, do not take into account changing money values or fair values of non-current assets.

Unless otherwise stated, these accounting policies are consistent with those of the previous year.

The Company is a listed public company, incorporated and operating in Australia. The consolidated financial statements are for the Group consisting of Red Metal Limited and its subsidiaries.

The financial statements were authorised for issue on 16 September 2026. The Company has the power and authority to amend and reissue the financial statements.

Compliance with Australian Accounting Standards ensures that the financial statements comply with International Financial Reporting Standards (IFRS).

Principles of consolidation

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

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

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

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2026

1. STATEMENT OF MATERIAL ACCOUNTING POLICIES (continued)

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.

Non-controlling interest in the results and equity of subsidiaries are shown separately in the statement of profit or loss and other comprehensive income, statement of financial position and statement of changes in equity of the consolidated entity.

Losses incurred by the consolidated entity are attributed to the non-controlling interest in full, even if that results in a deficit balance.

Where the consolidated entity loses control over a subsidiary, it derecognises the assets including goodwill, liabilities and non-controlling interest in the subsidiary together with any cumulative translation differences recognised in equity. The consolidated entity recognises the fair value of the consideration received and the fair value of any investment retained together with any gain or loss in profit or loss.

(b) Adoption of new and revised standards

In the year ended 30 June 2026, the Company has reviewed all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board that are relevant to the Group and effective for the current annual reporting period. There is no material impact of the new and revised Standards and Interpretations on the Group.

The Directors have also reviewed all of the new and revised Standards that have been issued but are not yet effective for the year ended 30 June 2026. As a result of this review the Directors have determined that there is no material impact of the new and revised Standards and Interpretations that have been issued but are not yet effective on the Group and, therefore, no change is necessary to Group accounting policies.

(c) Income Recognition

Income is recognised to the extent that it is probable that the economic benefits will flow to the Group and the income is capable of being reliably measured. Income from the rendering of a service is recognised upon the delivery of the service to the customers. Interest income is recognised on a proportional basis taking into account the interest rates applicable to the financial assets. All income is stated net of the amount of goods and services tax (GST).

The consolidated entity recognises revenue as follows:

Rendering of services
Income from a contract to provide services is recognised over time as the services are rendered based on either a fixed price or an hourly rate.

Interest
Interest income is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Grant income
Income from Government grants is recognised as Other income in the Profit and Loss Statement only when the conditions of the grant are satisfied.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2026

1. STATEMENT OF MATERIAL ACCOUNTING POLICIES (continued)

Research and development tax incentive income

Research and Development Tax incentives are accounted for in line with AASB 120 Government Grants. As costs claimed were recognised in the Profit and Loss Statement, the Research and Development Tax incentive received is recognised as Other income in the Profit and Loss Statement.

(d) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(e) Taxation

Deferred income tax is provided for on all temporary differences at balance date between the tax base of assets and liabilities and their carrying amounts for financial reporting purposes. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss. Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited to profit or loss except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity. Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the Group will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions for deductibility imposed by the law. The carrying amount of deferred tax assets is reviewed at each balance date and only recognised to the extent that sufficient future assessable income is expected to be obtained.

(f) Financial Instruments

Financial instruments are initially measured at fair value on initial recognition. Subsequent to initial recognition these instruments are measured as follows:

Financial assets at fair value through profit or loss (FVTPL)

Financial assets are valued at FVTPL when they are (i) not held within a business model whose objective is to hold the financial assets in order to collect contractual cash flows and (ii) the contractual terms of the financial asset do not give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Such assets are subsequently measured at fair value with changes in carrying value being included in the profit or loss.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2026

1. STATEMENT OF MATERIAL ACCOUNTING POLICIES (continued)

(g) Recoverable Amount of Assets and Impairment Testing

The Group assesses at each reporting date whether any objective indications of impairment are present. Where such an indicator exists, a formal assessment of recoverable amount is then made and where this is in excess of carrying amount, the asset is written down to its recoverable amount. Any resulting impairment loss is recognised immediately in profit or loss.

(h) Acquisition, Exploration and Evaluation Expenditure

Acquisition costs of mining tenements are accumulated in respect of each identifiable area of interest. These costs are only carried forward to the extent that the Group's rights of tenure to that area of interest are current and that the costs are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

Costs in relation to an abandoned area are written off in full against profit or loss in the year in which the decision to abandon the area is made. Each area of interest is also reviewed annually and acquisition costs written off to the extent that they will not be recoverable in the future. Exploration, evaluation and development costs of mining tenements are written off as incurred.

(i) Employee Benefits

Provision is made for the Group's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows, including related on-costs, to be made for those benefits.

(j) Parent Entity Financial Information

The financial information for the parent entity, Red Metal Limited, disclosed in Note 32 has been prepared on the same basis as the consolidated financial statements.

2. INCOME FROM ORDINARY ACTIVITIES

	2026 $	2025 $
Income from ordinary activities:		
Interest – Other parties	161,594	232,271
Government grants	400,000	415,000
Project management fees	361,744	467,536
R+D tax refund	846,758	651,711
Gain on Financial Asset at FVTPL (refer note 16)	1,297,393	-
Gain on fair value on ceasing to be associate (refer note 15)	351,494	-
Profit from sale of plant and equipment	-	14,091
Other income	48,915	1,250
Total income from ordinary activities	3,467,898	1,781,859

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2026

	2026 $	2025 $
3. PROFIT / LOSS FROM CONTINUING OPERATIONS BEFORE INCOME TAX		
Profit / loss before income tax includes the following specific expenses		
Finance costs		
Interest and finance charges paid/payable on lease liabilities	7,002	12,357
Depreciation		
Property, plant and equipment	31,685	76,376
Right-of-use assets	111,218	151,890
	142,903	228,266

4. AUDITOR'S REMUNERATION

	2026 $	2025 $
Audit services – BDO Audit Pty Ltd		
- audit or review of the financial statements on the Company	62,000	49,000
- audit or review of the financial statements on controlled entity	-	43,000

5. INCOME TAX EXPENSE

	2026 $	2025 $
The prima facie income tax (expense) / benefit on the profit / (loss) before income tax is reconciled to the income tax expense as follows:		
Prima facie income tax (expense) / benefit calculated at 25% (2025: 25%) on the loss from ordinary activities:	(4,791,544)	3,103,907
Tax effect amounts which are not (deductible)/taxable in calculating taxable income:		
Equity-based compensation	(199,242)	(671,918)
Gain on deconsolidation of subsidiary	6,381,692	-
Gain on FVTPL	324,348	-
Gain on fair value on ceasing to be associate	87,873	-
Share of loss in associate	(508,248)	-
Other adjusting items	10,000	52,759
Deferred tax asset not brought to account	(1,304,879)	(2,484,748)
Income tax expense	-	-
Unrecognized deferred tax asset arising from income tax losses		
Income tax losses not brought to account at balance date as recovery of tax losses is not considered probable:		
Income tax losses	39,007,031	56,342,555
Potential tax benefit at 25% (2025: 25%)	9,751,758	14,085,639

The benefits will only be obtained if:

(i) the companies in the Group derive future assessable income of a nature and of an amount sufficient to enable the benefit from the deduction for the losses to be realised;

(ii) the companies in the Group continue to comply with the conditions for deductibility imposed by the Law; and

(iii) no changes in tax legislation adversely affect the companies in realising the benefits from the deductions for the losses.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2026

	2026 $	2025 $

6. EARNINGS PER SHARE

Classification of securities as ordinary shares
The Company has only one category of ordinary shares included in basic earnings per share.

Classification of securities as potential ordinary shares – share options outstanding
The Company has granted share options in respect of a total of 39,650,000 ordinary shares. Options are considered to be potential ordinary shares. For the year ended 30 June 2025, as the Company was in a loss position, the options are anti-dilutive in nature, as their exercise would not result in a diluted earnings per share that shows an inferior view of earnings performance of the Company than is shown by basic earnings per share.

	2026	2025
Earnings reconciliation		
Profit / (loss) for the year	19,166,178	(12,415,626)
Non-controlling interest	822,346	4,947,511
Profit / (loss) attributable to the owners of Red Metal Limited	19,988,524	(7,468,115)
	Number	Number
Weighted average number of ordinary shares outstanding during the period used in the calculation of basic profit / (loss) per share	375,974,124	339,430,359
Weighted average number of ordinary shares outstanding during the period used in the calculation of diluted profit per share	415,624,124	N/A

7. SEGMENT INFORMATION

During the period the Group operated predominantly in the mining industry in Australia.

8. CASH AND CASH EQUIVALENTS

	2026	2025
Cash at bank and on hand	4,463,718	7,990,484

9. OTHER RECEIVABLES

	2026	2025
Current		
Other debtors	47,944	160,855
Non-Current		
Sundry deposits	72,280	95,933

Other debtor amounts relate primarily to GST receivable and accrued interest (2025: GST receivable and advances pursuant to the Alliance JV Agreement). Interest is not charged in respect of these amounts. Collateral is not obtained and the amounts have repayment terms between 30 and 90 days. No amounts are in arrears.

10. OTHER ASSETS

	2026	2025
Current		
Prepayments	-	145,560

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2026

	2026 $	2025 $

11. PROPERTY, PLANT AND EQUIPMENT

	2026 $	2025 $
Property, plant and equipment		
At cost	373,547	559,661
Less accumulated depreciation	(200,894)	(332,009)
	172,653	227,652
Reconciliation		
Property, plant and equipment		
Carrying amount at the beginning of the year	227,652	279,530
Additions	3,047	24,498
Ceasing to be a controlled entity	(26,361)	-
Depreciation	(31,685)	(76,376)
Carrying amount at the end of the year	172,653	227,652

12. RIGHT-OF-USE ASSETS

	2026 $	2025 $
Buildings – right-of-use	633,948	688,475
Less accumulated depreciation	(511,043)	(424,267)
	122,905	264,208
Reconciliation		
Buildings		
Carrying amount at the beginning of the year	264,208	436,197
Additions	-	103,145
Depreciation	(111,218)	(151,890)
Lease extension / completion	-	(123,244)
Ceasing to be a controlled entity	(30,085)	-
Carrying amount at the end of the year	122,905	264,208

The parent entity leases its head office under an agreement of three years.

13. ACQUISITION, EXPLORATION AND EVALUATION EXPENDITURE

	2026 $	2025 $
Costs carried forward in respect of areas of interest in exploration and/or evaluation phase:		
Balance at beginning of year	444,123	444,123
Acquisition and exploration costs incurred	5,374,939	9,947,245
Ceasing to be a controlled entity	(111,031)	-
Costs written-off	(5,374,939)	(9,947,245)
Total acquisition, exploration and evaluation expenditure	333,092	444,123

The ultimate recoupment of costs carried forward for acquisition, exploration and evaluation expenditure is dependent on the successful development and commercial exploitation or sale of the respective areas.

In January 2019 the Company entered into a multi-project option and joint venture agreement (Alliance) with OZ Minerals Limited (acquired in May 2023 by BHP Group Limited, "BHP"). Alliance exploration activities were conducted by and expenditure incurred in the name of Red Metal as the project manager, and funded directly by BHP. Alliance exploration expenditure for the year of $2,532,560 (2025: $779,876) is netted off against the immediate funding of such expenditure by BHP. BHP withdrew from the Alliance in April 2026.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2026

14. DECONSOLIDATION OF SUBSIDIARY

(a) Description
On 14 October 2025, Red Metal's holding in Maronan Metals Limited (MMA), which totalled 88.5 million shares) was diluted from 44% to a 35.8% interest as a result of a $16 million capital raising by MMA (and subsequently to 35.2% due to a share purchase plan offering by MMA). As a result, Red Metal lost control of MMA in accordance with AASB 10 Consolidated Financial Statements and therefore deconsolidated the entity from that date. Refer note 30 for details of critical accounting estimates and judgements for this transaction.

(b) *Details of the gain on deconsolidation of subsidiary*

	2026
	$
Fair value of investment retained in Maronan Metals Ltd	32,745,000
Carrying amount of net assets deconsolidated	(16,417,911)
Derecognition of non-controlling interest	9,199,679
Gain on deconsolidation before income tax	25,526,768
Income tax	-
Net gain on deconsolidation of subsidiary	25,526,768

The carrying amounts of assets and liabilities as at the date of deconsolidation (14 October 2025) were:

Cash and cash equivalents	16,470,421
Other assets	434,933
Trade and other payables	(371,129)
Other liabilities	(116,314)
Net assets	16,417,911

Cash Flow Effects
The net cash inflow/(outflow) arising from the deconsolidation was:
- Cash raised by Maronan Metals Ltd pursuant to capital raising: $16,000,000
- Less: Costs of capital raising: $(900,000)
- Less: cash and cash equivalents disposed of: $(16,470,421)

15. INVESTMENT ACCOUNTED FOR USING THE EQUITY METHOD

	2026	**2025**
	$	**$**
The carrying amount of equity-accounted investment is as follows:		
Fair value of investment in Maronan Metals Ltd	32,745,000	-
Share of associate's loss	(2,032,994)	-
Fair value adjustment on ceasing to be associate (refer note 2)	351,494	-
Fair value of investment upon ceasing to be associate	31,063,500	-
In-specie distribution	(25,642,256)	-
Carrying amount on reclassification as FVTPL (refer note 16)	(5,421,244)	-
Balance at end of the year	-	-

In October 2025 Red Metal lost control of MMA and deconsolidated the entity (refer note 14). The investment in MMA (88.5 million shares) was reclassified as an associate and accounted for using the equity method. Applying the requirements of AASB 10, the retained interest in MMA was recognised at fair value on initial recognition as an equity accounted investment (being $32,745,000 on 14 October 2025, based on the MMA share price of $0.37).

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2026

15. INVESTMENT ACCOUNTED FOR USING THE EQUITY METHOD (Continued)

In May 2026 Red Metal completed an In-specie distribution of 73,054,861 MMA shares to Red Metal shareholders on the basis of 1 MMA share for every 5.25 Red Metal shares held. Red Metal retained a total of 15,445,139 MMA shares. The interest in MMA distributed to shareholders and the interest in MMA retained by Red Metal were recognised at fair value (being a total of $31,063,500 on 15 May 2026, based on the MMA share price of $0.351). The In-specie distribution (being 73,054,861 shares at a share price of $0.351 for $25,642,256) was accounted for as a return of capital and the fair value was allocated to Share capital $5,958,496 and Accumulated losses $19,683,760. The retained investment in MMA of $5,421,244 being 15,445,139 shares at a share price of $0.351) was reclassified as a financial asset at fair value through profit or loss from 15 May 2026 (refer note 16).

16. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)

	2026 $	2025 $
The carrying amount of the Financial Asset at FVTPL is as follows:		
Fair value of investment in Maronan Metals Ltd on initial measurement	5,421,244	-
Change in fair value (refer note 2)	1,297,393	-
Balance at end of the year	6,718,637	-

Following the In-specie distribution of MMA shares to Red Metal shareholders in May 2026 (refer note 15), Red Metal retained a total of 15,445,139 MMA shares. The investment in MMA was reclassified as Financial Asset at FVTPL and initially recognised at fair value at 15 May 2026 (based on the MMA share price of $0.351). The investment was then revalued at year end (based on the MMA share price of $0.435).

(i) *Classification of financial assets at fair value through profit or loss*

The Group classifies its equity based financial assets at fair value through profit or loss in accordance with AASB 9. They are presented as current assets if they are expected to be sold within 12 months after the end of the reporting period; otherwise they are presented as non-current assets. Changes in the fair value of financial assets are recognised in the profit or loss as applicable.

(ii) *Amounts recognised in profit or loss*

Changes in the fair values of financial assets at fair value have been recorded through profit or loss, representing an investment gain of $1,297,393 (2025: Nil).

(iii) *Fair value measurement of financial instruments*

Financial assets and financial liabilities measured at fair value in the statement of financial position are grouped into three (3) levels of a fair value hierarchy. The three (3) levels are defined based on the observability of significant inputs to the measurement, as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3: unobservable inputs for the asset or liability

The following table shows the levels within the hierarchy of financial assets and liabilities measured at fair value on a recurring basis (2025: Nil):

June 2026	Level 1 $	Level 2 $	Level 3 $	Total $
Equity securities	6,718,637	-	-	6,718,637
Fair value at 30 June 2026	6,718,637	-	-	6,718,637

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2026

	2026 $	2025 $
17. TRADE AND OTHER PAYABLES		
Current		
Creditors and accruals	288,323	812,201

18. LEASE LIABILITIES

	2026 $	2025 $
Current	103,950	142,043
Non-Current	26,874	130,826
	130,824	272,869
Reconciliation		
At beginning of the year	272,869	533,313
Lease extension	-	(125,366)
Repayments	(109,750)	(135,078)
Ceasing to be a controlled entity	(32,295)	-
At end of the year	130,824	272,869

19. EMPLOYEE BENEFITS

	2026 $	2025 $
Current		
Annual leave	115,882	144,998
Long service leave	144,227	104,748
	260,109	249,746

20. ISSUED CAPITAL

	2026 $	2025 $
Issued and paid-up share capital		
385,944,633 (2025: 359,658,006) ordinary shares, fully paid	43,699,747	46,621,480
(a) Ordinary shares		
Shares issued:		
Balance at the beginning of the year	46,621,480	40,628,526
Issued for cash – share purchase plan	-	6,000,000
Issued for cash – exercise of options	3,058,462	19,412
Return of capital on In-specie distribution (refer Note 15)	(5,958,496)	-
Share issue costs	(21,699)	(26,458)
Balance at the end of the year	43,699,747	46,621,480

Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at shareholders' meetings. In the event of winding up of the Company ordinary shareholders rank after creditors and are fully entitled to any proceeds of liquidation.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2026

20. ISSUED CAPITAL (continued)

(b) Share Options

Expiry Date / Notes	Exercise Price	Balance 1 July 2025	Options Issued	Options Expired	Options Exercised	Balance 30 June 2026
		No.	No.	No.	No.	No.
28 July 2025 (i)	$0.11	2,475,000	-	(2,475,000)	-	-
28 November 2025	$0.09	4,600,000	-	-	(4,600,000)	-
18 November 2026	$0.033	10,350,000	-	-	(1,100,000)	9,250,000
25 October 2025 (ii)	$0.13	31,492,695	-	(12,206,068)	(19,286,627)	-
10 November 2027 (v)	$0.073	15,200,000		-	(1,000,000)	14,200,000
16 November 2028 (iii), (v)	$0.133	-	10,000,000	-	-	10,000,000
30 November 2028 (iv), (v)	$0.093	-	6,500,000	-	(300,000)	6,200,000
Total		64,117,695	16,500,000	(14,681,068)	(26,286,627)	39,650,000

Notes

(i) Incentive options issued in July 2022 expired during the year.

(ii) During the year a total of 19,286,627 unlisted options were exercised at 13 cents each and 12,206,068 options expired on 25 October 2025.

(iii) Incentive options granted to directors in November 2025 for $Nil consideration vest in two equal tranches commencing from December 2025 and December 2026.

(iv) Incentive options issued to technical and administration staff in December 2025 for $Nil consideration vest in two equal tranches commencing from December 2025 and December 2026.

(v) The exercise price of these options was reduced in conjunction with the In-specie distribution of Maronan Metals Limited shares (refer note 15).

None of the options have any voting rights, any entitlement to dividends or any entitlement to the proceeds of liquidation in the event of a winding up.

Director Options
The Company granted 10,000,000 Options to the Directors in November 2025. A total of 5,000,000 of these options vested immediately on issue, with the remaining 5,000,000 options vesting 12 months from the date of issue. All of these options are convertible into fully paid ordinary shares. The Company has valued these options using the Black-Scholes option pricing model and an amount of $388,753 has been recognised as an expense in the Statement of Profit or Loss and Other Comprehensive Income. Key inputs used in the calculation of this amount are set out below.

Employee Options
The Company issued 6,500,000 Options to employees in December 2025. A total of 3,250,000 of these options vested immediately on issue, with the remaining 3,250,000 options vesting 12 months from the date of issue. All of these options are convertible into fully paid ordinary shares. The Company has valued these options using the Black-Scholes option pricing model and an amount of $278,976 has been recognised as an expense in the Statement of Profit or Loss and Other Comprehensive Income. Key inputs used in the calculation of this amount are set out below.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2026

20. ISSUED CAPITAL (continued)

Key inputs

Variable	**Company**	
	Director Options	**Employee Options**
Grant date	17 November 2025	1 December 2025
Exercise price	$0.20	$0.16
Underlying share price	$0.13	$0.128
Risk Free Rate	3.77%	3.89%
Volatility	70%	70%
Option Life	3 years	3 years
Expected dividends	Nil	Nil
Fair value per option	4.81 cents	5.43 cents

Total share based compensation recognised as an expense in the Statement of Profit or Loss and Other Comprehensive Income of $796,968 relates to the vesting of options issued in current and prior periods by the Company (2025: $643,838 in respect of the vesting of options issued by the Company and $2,043,832 in respect of the vesting of options issued by Maronan Metals Limited).

Capital risk management
The Group's objectives when managing capital is to safeguard its ability to continue as a going concern, so that it can provide returns for shareholders and benefits for other stakeholders and to maintain an optimum capital structure to reduce the cost of capital.

Capital is regarded as total equity, as recognised in the statement of financial position, plus net debt. Net debt is calculated as total borrowings less cash and cash equivalents. As the Group is at the exploration phase it is expected to incur operating losses or small operating profits. The Group issues new shares to raise capital when required to fund its ongoing exploration programs and working capital.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2026

	2026 $	2025 $

21. RESERVES

	2026 $	2025 $
Option Reserve	5,059,878	4,262,910
Transactions with Non-Controlling Interest Reserve	-	13,067,868
	5,059,878	17,330,778

	2026 $	2025 $
Option Reserve		
Balance at the beginning of the year	4,262,910	3,619,072
Incentive options to directors and staff (refer Note 20(b))	796,968	643,838
Broker options	-	-
Balance at the end of the year	5,059,878	4,262,910

The Option Reserve is used to recognize the value of incentive options issued to directors and staff as part of their total remuneration.

	2026 $	2025 $
Transactions with Non-Controlling Interest Reserve		
Balance at the beginning of the year	13,067,868	12,174,561
Capital raising by controlled entity	6,639,470	789
Equity-based compensation	-	898,673
Derecognition on loss of control	(19,707,338)	-
Other items	-	(6,155)
Balance at the end of the year	-	13,067,868

The Transactions with Non-Controlling Interest Reserve recognizes the Group's share of equity related transactions in a controlled entity. During the year (i) MMA completed a capital raising for $15,100,000 (net of costs) (June 2025: equity based compensation totaling $2,043,832 and issue of shares on exercise of options totalling $1,795), and (ii) Red Metal lost control of MMA and deconsolidated the entity (refer note 14).

22. ACCUMULATED LOSSES

	2026 $	2025 $
Accumulated losses at the beginning of the financial year	57,519,031	50,050,916
(Profit) / loss for the year	(19,988,524)	7,468,115
Derecognition on loss of control	(19,706,615)	-
In-specie distribution of Maronan Metals Limited shares	19,683,760	-
Accumulated losses at the end of the financial year	37,507,652	57,519,031

23. EQUITY – NON-CONTROLLING INTEREST

	2026 $	2025 $
Issued capital	-	22,515,537
Reserves	-	(8,734,726)
Accumulated losses	-	(12,220,039)
	-	1,560,772

In October 2025 Red Metal lost control of Maronan Metals Limited and therefore deconsolidated the entity. At 30 June 2025 the non-controlling interest held a 56.03% equity holding in Maronan Metals Limited. Refer notes 14 and 30.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2026

24. FINANCIAL INSTRUMENTS

Overview

The Group has exposure to the following risks from use of financial instruments:

- credit risk
- liquidity risk
- market risk

This note presents information about the Group's exposure to each of the above risks, their objectives, policies and processes for measuring and managing risk, and the management of capital.

The Board of Directors has overall responsibility for the establishment and oversight of the risk management framework. Management monitors and manages the financial risks relating to the operations of the Company through regular reviews of the risks.

(a) Credit risk exposures

Credit risk is the risk of financial loss to the Group if a counterparty to a financial instrument fails to meet its contractual obligations. The credit risk on liquid funds is limited because the counterparties are banks with high credit ratings assigned by international credit rating agencies. The credit risk on the Financial Asset at FVTPL is limited as the shares are listed on the Australian Stock Exchange.

The credit risk on financial assets of the Group which have been recognised on the statement of financial position is the carrying amount. As the Group operates in the mining exploration sector, it does not have trade receivables and therefore is not exposed to credit risk in relation to trade receivables. The Group undertakes exploration and evaluation activities exclusively in Australia. At the statement of financial position date there were no significant concentrations of credit risk.

The carrying amount of the Group's financial assets represents the maximum credit exposure. The Group's maximum exposure to credit risk at the reporting date was:

	2026	**2025**
Financial Assets	**$**	**$**
Cash and cash equivalents	4,463,718	7,990,484
Financial Asset at FVTPL	6,718,637	-
Other receivables	120,224	256,788
Other	-	145,560
	11,302,579	8,392,832

None of the receivables were overdue at balance date.

(b) Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The Group's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

Financial liabilities	Total	Less than one year	Greater than one year	Maturity details
	$	$	$	
Creditors and accruals	288,323	288,323	-	Usually payable within 30 days

The Group manages liquidity risk by maintaining adequate reserves by continuously monitoring forecast and actual cash flows. If the Group anticipates a need to raise additional capital in the next 12 months to meet forecasted operational activities, then the decision on how the Group will raise future capital will depend on market conditions existing at that time.

24. FINANCIAL INSTRUMENTS (continued)

(c) Market Risk

Market risk is the risk that changes in market 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.

(i) Market risk

The Group's exposure to the risk of changes in market prices relates primarily to the Group's shareholding in Maronan Metals Limited (classified as a Financial Asset at FVTPL). The Group closely monitors market prices and values, financial position and results from activities. At the reporting date the fair value of the Group's equity based financial instruments was as follows:

	2026 $	2025 $
Financials instruments		
Financial assets	6,718,637	-
Financial liabilities	-	-
	6,718,637	-

(ii) Currency Risk

The Group is currently not exposed to currency risk.

(iii) Interest rate risk

The Group's exposure to the risk of changes in market interest rate relates primarily to the Group's cash and cash equivalents (current interest rate between nil% and 5.16%). The Group leases office premises in Sydney (current interest rate nil%) – refer note 18 for further information. At the reporting date the interest rate profile of the Group's interest-bearing financial instruments was as follows:

Fixed rate Instruments		
Financial assets	-	-
Financial liabilities	(130,824)	(272,869)
	(130,824)	(272,869)
Variable rate Instruments		
Financial assets	4,463,718	7,990,484
Financial liabilities	-	-
	4,463,718	7,990,484

Cash flow sensitivity analysis for variable rate instruments

The impact of a 1% movement in the interest rate on the funds invested when all other variables are held constant is immaterial.

(iii) Net fair values

For assets and other liabilities, the carrying value approximates their net fair value since the interest receivable/payable is either close to current market rates or the instruments are short-term in nature. Other than the Financial Asset at FVTPL (refer above), no financial assets and financial liabilities are readily traded on organised markets in standardised form. The Group has no financial assets where carrying amount exceeds net fair values at balance date.

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the statement of financial position and in the notes to and forming part of the financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2026

25. COMMITMENTS

(a) Mineral exploration commitments

The Group holds exploration tenements in various Australian States. In order to maintain current rights of tenure to exploration tenements, the Group is required to comply with tenement obligations (including performing exploration work) specified by State Governments. Tenement obligations differ between States, with some States requiring strict compliance with annual exploration expenditure commitments, other States allowing flexibility if exploration expenditure commitments are not achieved, and other States setting activities-based work programs which are assessed over the life of the tenement (ie no set annual expenditure amount). Certain States also allow for the variation of tenement obligations. If tenement obligations are not met it may result in the tenement right of tenure being removed or the tenement area being reduced.

The commitments detailed below are an estimate of annual expenditure required to meet tenement obligations over the tenure period. Certain of these obligations are subject to renegotiation when application for renewed tenure is made. The commitments exceed planned exploration costs. The Group intends to comply with the required commitments over the tenure period on those tenements considered to be the most prospective and plans to relinquish or reduce the area (and thereby the expenditure commitment) of lower priority tenements. Any such relinquishment will have no effect on amounts capitalised included in note 13 as the Group has planned to undertake exploration work on the tenements to which these amounts relate. The Group has not recognised commitments pertaining to tenements which BHP are committed to fund under the Alliance JV Agreement. These obligations are not provided for in the financial report and are payable:

	2026 $	2025 $
Within one year	5,768,000	8,550,000
One year or later and no later than five years	11,245,000	11,260,000
	17,013,000	19,810,000

26. NOTES TO THE STATEMENT OF CASH FLOWS

(a) Reconciliation of profit / (loss) from ordinary activities after income tax to net cash used in operating activities

Profit / (loss) from ordinary activities after income tax	19,166,178	(12,415,626)
Add/(less) non-cash items:		
Depreciation	142,903	228,266
Share of associate losses	2,032,994	-
Gain of deconsolidation of subsidiary	(25,526,768)	-
Gain on Financial Asset at FVTPL	(1,297,393)	-
Gain in fair value in ceasing to be associate	(351,494)	-
Profit on sale of plant and equipment	-	(14,091)
Lease extension	-	(103,365)
Share-based payments	796,968	2,687,670
Net cash (used in) operating activities before change in assets and liabilities	(5,036,612)	(9,617,146)
Change in assets and liabilities		
(Increase) / decrease in debtors	(87,253)	231,823
(Increase) / decrease in prepayments	113,923	(113,774)
(Decrease) in payables	(136,265)	(604,531)
Net cash used in operating activities	(5,146,207)	(10,103,628)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2026

27. INTEREST IN SUBSIDIARIES

The consolidated financial statements include the financial statements of Red Metal Limited and the subsidiaries listed in the following table. Red Metal Limited is the ultimate Australian parent entity and ultimate parent of the Group.

Entity	Country / Date of incorporation	Equity holding 2026 %	Equity holding 2025 %	Class of Shares
Maronan Metals Limited	Australia / March 2012	4.9	44.0	Ord
Sybella Minerals Pty Ltd	Australia / August 2022	100	100	Ord

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation.

On 14 October 2025, Red Metal's holding in Maronan Metals Limited (MMA) was diluted from 44.0% to a 35.8% interest – refer Note 14. As a result, Red Metal lost control of MMA in accordance with AASB 10 Consolidated Financial Statements and therefore MMA ceased to be a subsidiary and MMA is deconsolidated from that date. Red Metal's holding in MMA was subsequently reduced to 4.9% by year end (refer Notes 15 and 16).

28. DIRECTORS AND EXECUTIVES DISCLOSURES AND RELATED PARTY TRANSACTIONS

(a) Details of key management personnel

Directors
Russell Barwick (Chairman)
Robert Rutherford (Managing Director)
Joshua Pitt (Non-Executive Director)

There are no other persons within the Company who are classified as key management personnel.

(b) Key management personnel compensation

The key management personnel compensation included in "Employee and Consultant Expenses" and "Exploration Expenditure" is as follows:

	2026 $	2025 $
Short-term employee benefits	370,036	367,049
Share-based payments	474,293	959,710
Post-employment benefits	31,549	34,951
	875,878	1,361,710

Information regarding individual directors' compensation is provided in the Remuneration Report on pages 16 to 20.

(c) Other transactions with the Group

No director has entered into a material contract (apart from employment) with the Company since 1 July 2025 and there were no other material contracts involving directors' interests existing at year end.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2026

(d) Related party transactions – Red Metal Limited

During the year the Company issued 10,000,000 options to the Directors (refer to note 20(b)).

During the year key management personnel (and their related parties) exercised options and were issued shares as follows:

Director	Number of shares acquired	Number of shares acquired
	Options exercisable at 13c and expiring 25 October 2025	Options exercisable at 9c and expiring 28 November 2025
Russell Barwick	378,561	1,000,000
Robert Rutherford	769,231	2,000,000
Joshua Pitt	2,849,097	1,000,000

(e) Related party transactions – Maronan Metals Limited

During the period Maronan Metals Limited (MMA) was a related party, the Company charged MMA a total of $54,618 for office space and technical consulting services, of which an amount of $8,585 was receivable at balance date.

In May 2026 the Company completed an In-specie distribution of 73,054,861 MMA shares to Red Metal shareholders on the basis of 1 MMA share for every 5.25 Red Metal shares held (refer note 15).

The number of MMA shares and options held by key management personnel (and their related parties) at 30 June 2025 and at the date MMA ceased to be a controlled entity (14 October 2025, refer Note 14) is as follows:

Specified Directors	Russell Barwick		Robert Rutherford		Joshua Pitt	
	Shares	Options	Shares	Options	Shares	Options
	Number	Number	Number	Number	Number	Number
14 October 2025	-	-	200,000	4,000,000	17,337,923	-
30 June 2025	-	-	200,000	4,000,000	17,337,923	-

29. SUBSEQUENT EVENTS

In July and August 2026 a total of 2,000,000 options were exercised for total proceeds of $166,000.

Other than the above there has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the directors of the Company, to significantly affect the operations of the Group, the results of those operations or the state of affairs of the Group in future financial years.

30. CRITICAL ACCOUNTING JUDGEMENTS

The application of accounting policies requires the use of judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

Exploration expenditure
The Board of Directors determines when an area of interest should be abandoned. When a decision is made that an area of interest is not commercially viable, all costs that have been capitalised in respect of that area of interest are written off. The Directors' decision is made after considering the likelihood of finding commercially viable reserves.

Share-based payment transactions
The Group measures the cost of equity-settled transactions with employees and consultants by reference to the fair value of the equity instruments at the date at which they are granted. The fair value of options is determined using a Black-Scholes-Merton model, using various assumptions.

30. CRITICAL ACCOUNTING JUDGEMENTS (Continued)

Interest in Maronan Metals Limited

Accounting for changes in the Group's equity holding in MMA during the year has required management to exercise a high degree of judgement over the following areas.

Assessment of loss of control
MMA completed a $16 million capital raising during the year (Red Metal's interest reducing from 44% to 35.8%) and had previously increased the number of Board directors (resulting in a Board of four directors with one director nominated by Red Metal). Red Metal lost control of MMA, resulting in deconsolidation of MMA, and the subsequent recognition of an investment in an associate (on the basis the Company held 35.2% of the voting rights of MMA, and has a representative on the MMA board of directors).

Fair value on initial recognition of associate
The fair value on initial recognition of the Company's retained interest in MMA as an associate, which interest was 35.8% at the date Red Metal lost control, has been determined using management's judgement based on the market value of MMA shares at the date of the loss of control. The fair value of Red Metal's retained interest at that date was estimated to be $32,745,000 (based on the trade share price on the date control was lost).

In-specie distribution of MMA shares
Red Metal subsequently completed an In-specie distribution of a portion of its holding of MMA shares. As a result the Company held less than 5% of the voting rights of MMA and recognised the retained shareholding as a Financial Asset at FVTPL. The fair value of the shares distributed to the Company's shareholders and the shares retained by the Company has been determined using management's judgement based on the market value of MMA shares at the date of the distribution. The fair value of the distributed shares was estimated to be $25,642,256 and the fair value of the retained interest at that date was estimated to be $5,421,244 (based on the trade share price on the date of the distribution).

Fair value of retained MMA shares
Following the In-specie distribution of MMA shares, the Company retained a total of 15,445,139 MMA shares. The fair value of these shares at balance date has been determined using management's judgement based on the market value of MMA shares at balance date. The fair value of the retained interest at balance date was estimated to be $6,718,637 (based on the trade share price at balance date).

31. CONTINGENT LIABILITY

During the June 2025 financial year a fire occurred on a tenement covered by the Sybella Project. The fire affected a number of pastoral stations. The Company reported the incident to its insurer, who confirmed that it will indemnify the Company in respect of known claims in respect of the incident, subject to all terms, conditions, limitations and exclusions of the insurance policy. Subsequent to the end of the financial year claims have been settled with the liability to the Company being $1,000.

32. PARENT ENTITY DISCLOSURES

(a) Summary financial information

Financial Position

	2026 $	2025 $
Assets		
Current assets	4,511,662	5,037,972
Non-current assets	7,419,567	8,053,962
Total assets	11,931,229	13,091,934
Liabilities		
Current liabilities	652,382	534,477
Non-current liabilities	26,874	130,826
Total liabilities	679,256	665,303
Net assets	11,251,973	12,426,631
Equity		
Issued capital	43,699,747	46,621,480
Reserves	5,059,878	4,262,910
Accumulated losses	(37,507,652)	(38,457,759)
Total equity	11,251,973	12,426,631

Financial performance

	2026 $	2025 $
Profit / (Loss) for the year after income tax	19,166,178	(3,603,515)
Other comprehensive income / (loss)	-	-
Total comprehensive profit / (loss)	19,166,178	(3,603,515)

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

Red Metal Limited has not entered into any guarantees in relation to the debts of its subsidiaries.

(c) Contingent liabilities

Other than as noted in note 31, the parent entity did not have any contingent liabilities as at 30 June 2026 and 30 June 2025.

(d) Capital commitments – Property, plant and equipment

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

(e) 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 that investments in subsidiaries are accounted for at cost, less any impairment, in the parent entity.

CONSOLIDATED ENTITY DISCLOSURE STATEMENT
AS AT 30 JUNE 2026

Basis of Preparation

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

Determination of Tax Residency

Section 295 (3A) of the Corporation Acts 2001 defines tax residency as having the meaning in the Income Tax Assessment Act 1997. The determination of tax residency involves judgment as there are currently several different interpretations that could be adopted, and which could give rise to a different conclusion on residency.

In determining tax residency, the consolidated entity has applied the following interpretations:

Australian tax residency
The consolidated entity has applied current legislation and judicial precedent, including having regard to the Tax Commissioner's public guidance in Tax Ruling TR 2018/5.

Foreign tax residency
Where necessary, the consolidated entity has used independent tax advisers in foreign jurisdictions to assist in determining tax residency and ensure compliance with applicable foreign tax legislation.

Partnerships and Trusts
Australian tax law does not contain specific residency tests for partnerships and trusts. Generally, these entities are taxed on a flow-through basis, so there is no need for a general residence test. Some provisions treat trusts as residents for certain purposes, but this does not mean the trust itself is an entity that is subject to tax.

Details of entities within the consolidated group

Name of Entity	Type of Entity	Trustee, partner or participant in joint venture	Country of incorporation	% of share capital held	Australian resident	Foreign jurisdiction(s) in which the entity is a resident for tax purposes (according to the law of the foreign jurisdiction)
Red Metal Limited	Body Corporate	n/a	Australia	n/a	Yes	n/a
Sybella Minerals Pty Ltd	Body Corporate	n/a	Australia	100	Yes	n/a

DIRECTORS' DECLARATION

In the opinion of the directors of Red Metal Limited ("the Company"):

(a) the financial statements and notes set out on pages 27 to 50 are in accordance with the Corporations Act 2001, including:

(i) giving a true and fair view of the financial position of the consolidated entity as at 30 June 2026 and of its performance for the year ended on that date; and

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

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

(c) the remuneration report in the directors' report complies with the disclosure requirements of Section 300A of the Corporations Act 2001; and

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

The notes to the financial statements include a statement of compliance with International Financial Reporting Standards.

The directors have been given the declarations required by Section 295A of the Corporations Act 2001 from the chief executive officer and chief financial officer for the financial year ended 30 June 2026.

Signed in accordance with a resolution of the directors.

R Rutherford

Robert Rutherford
Managing Director
Dated at Sydney this 16th day of September 2026

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INDEPENDENT AUDITOR'S REPORT

To the members of Red Metal Limited

Report on the Audit of the Financial Report

Opinion

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

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

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

(ii) Complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report. We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to audits of the financial report of public interest entities in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We 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.

Accounting for Interest in Maronan Metals Limited

Key audit matter	How the matter was addressed in our audit
As disclosed in Notes 14, 15 and 16, during the year the Group deconsolidated Maronan Metals Limited (MMA) in October 2025, then applied equity accounting for the interest in MMA up until the Group completed an in-specie distribution of MMA shares to Red Metal shareholders in May 2026. Following the distribution, the Group retained a residual interest in MMA which was required to be accounted for as a financial asset. The accounting for these events required significant judgement in applying AASB 10 *Consolidated Financial Statements*, AASB 128 *Investments in Associates and Joint Ventures* and AASB 9 *Financial Instruments* including determining the date on which control was lost, the assessment of significant influence, the calculation of gains on deconsolidation and on derecognition of the investment in associate, and determining the fair value of the retained investment. Given the complexity of the transactions and the significance to the financial statements, this area was determined to be a key audit matter.	Our procedures included, but were not limited to the following: • Reviewing management's assessment regarding the loss of control of MMA and the subsequent accounting treatment under AASB 10, including the involvement of our internal IFRS technical specialists; • Evaluating management's assessment of significant influence and reviewing the equity accounting of the investment in MMA up to the date of the in-specie distribution; • Reviewing the accounting for the in-specie distribution, including assessing the carrying value of the investment prior to derecognition and the recognition of the retained interest under AASB 9; • Assessing the fair value measurement applied to the investment at the reporting date and used when calculating gains and losses recognised on deconsolidation and derecognition of the Investment in associate; • Reviewing management's assessment of the tax implications of the transactions; and • Reviewing the disclosures relating to the deconsolidation, equity accounting and subsequent in specie distribution of the interest in Maronan Metals.

Other information

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

Our opinion on the financial report does not cover the other information and 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 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 that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and

ii) the consolidated entity disclosure statement that is true and correct and is free of misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or 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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (http://www.auasb.gov.au/Home.aspx) at:

https://www.auasb.gov.au/media/bwvjcgre/ar1_2024.pdf

This description forms part of our auditor's report.

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included in pages 16 to 20 of the directors' report for the year ended 30 June 2026.

In our opinion, the Remuneration Report of Red Metal 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 section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

BDO Audit Pty Ltd

BDO

Jackson Wheeler

Director

Perth, 16 September 2026

Shareholder Information

The shareholder information set out below was applicable as at 11 September 2026.

Substantial shareholders
An extract of the Company's register of substantial shareholders is set out below.

Shareholder	Number of Shares	Percentage
Perth Capital Pty Ltd	31,517,887	8.12%

Distribution of equity security holders

Size of	Ordinary Shares	% of Shares
1 to 1,000	102	-
1,001 to 5,000	362	0.35
5,001 to 10,000	368	0.75
10,001 to 100,000	1,103	11.75
100,001 and over	564	87.15
	2,499	100.00

The number of share holdings comprising less than a marketable parcel was 276.

Unquoted equity securities – Incentive Options

Class	Number on Issue	Number of Holders
Options - exercisable at 3.3 cents on or before 18 November 2026	9,250,000	7
Options - exercisable at 7.3 cents on or before 10 November 2027	13,200,000	6
Options - exercisable at 13.3 cents on or before 16 November 2028	10,000,000	3
Options - exercisable at 9.3 cents on or before 30 November 2028	5,200,000	6

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

Twenty Largest Shareholders as at 11 September 2026	Number of Shares	% Held
Perth Capital Pty Ltd	29,539,942	7.61
Huon Pine Pty Ltd (Huon Pine Investment A/C)	17,500,000	4.51
Robert Alexander Rutherford	13,872,984	3.58
Freeport Minerals Corporation	12,476,471	3.22
BNP Paribas Nominees Pty Ltd (IB AU Noms)	6,500,173	1.68
Bluestar Management Pty Ltd	6,000,000	1.55
HSBC Custody Nominees (Australia) Limited	4,833,945	1.25
Citicorp Nominees Pty Limited	4,825,166	1.24
Warramboo Holdings Pty Ltd	4,790,059	1.23
Arnold & Ruth Getz	4,479,184	1.15
Anthony Mark Van Der Steeg	4,017,086	1.04
Robert Geoffrey & Angela Margaret Page (Page Group Super Fund A/C)	4,000,000	1.03
Grant Ritchie	3,700,000	0.95
Quark Nominees Pty Ltd	3,554,074	0.92
Russell Barwick	3,449,785	0.89
SDG Nominees Pty Ltd (T J Strapp Super Fund A/C)	3,300,000	0.85
JDRA Pty Ltd (JDRA SF A/C)	3,000,000	0.77
Jaycon Investments Pty Ltd	2,197,142	0.57
Aaron Keith Rowe	2,151,061	0.55
Xiaodan Wu (Sharada A/C)	2,086,000	0.54
	136,273,072	35.13

TENEMENT DIRECTORY
Granted Exploration Tenements held at 11 September 2026 are as follows:

Project	Tenement Reference	Company Interest %	Comment
Corkwood	EPMs 13380, 26032, 27665, 27808	100	
Lawn Hill	EPMs 25902, 27179, 27224, 28465	100	
Gulf	EPMs 26434, 26436, 26654, 26655, 26672, 26674	100	
Gidyea	EPMs 27308, 27309, 27567	100	
Three Ways	EPMs 26941, 27371	100	
Mount Skipper	EPM 19232	100	
Emu Creek JV	EPM 15385	100	Refer note 1
Sybella	EPMs 28001, 28003, 28919	100	
Callabonna JV	EL 6318	51	Refer note 2
Callabonna JV	EL 6204	100	Refer note 3
Pernatty Lagoon JV	EL 6014	90	Refer note 4
Punt Hill	EL 6035	100	
Brunette Downs	ELs 32708, 32714	100	
Nullarbor	ELs 69/ 3428, 3441	100	Refer note 5
Pulkarrimarra West	ELs 45/ 5185, 5186, 5187	100	
Pulkarrimarra East	EL 45/ 5236	100	
Pardoo	ELs 45/ 5698, 5699	100	

Notes:
1. Joint venture between Red Metal (diluting to 30%) and Chinova Resources (Osborne) Pty Ltd (earning 70%).
2. Heads of Agreement (HOA) between Red Metal (51% earning 70%) and Variscan Mines Limited (49% diluting to 30%). Joint venture whereby Chalice Mining can earn between 65% and 72.5% of Red Metal's rights under the HOA with Variscan Mines.
3. Joint venture between Chalice Mining (right to earn 65%) and Red Metal (diluting to 35%).
4. Joint venture between Red Metal (90%) and Havilah Resources NL (10%).
5. Joint venture between Red Metal (diluting to 40%) and Artemis Resources Ltd (earning 60%).