

# **LACHLAN STAR LIMITED**

**ABN 88 000 759 535**

**INTERIM FINANCIAL REPORT**

**31 DECEMBER 2025**



## **CORPORATE DIRECTORY**

### **Directors**

Gary Steinepreis (Non-Executive Chairman)  
Brendan Bradley (Non-Executive Director)  
Stacey Apostolou (Non-Executive Director)

### **Chief Executive Officer**

Andrew Tyrrell

### **Company Secretary**

Andrea Betti

### **Auditors**

Hall Chadwick WA Audit Pty Ltd  
283 Rokeby Road  
Subiaco WA 6008

### **Bankers**

Westpac Banking Corporation  
Level 13 109 St Georges Terrace  
Perth, WA, 6000

### **Registered Office**

Level 2, 1292 Hay Street  
West Perth WA 6005  
Telephone: +61 8 6556 8880  
Facsimile: +61 8 6556 8881

### **Share Registries**

Computershare Investor Services Pty Limited  
Level 17  
221 St George's Terrace  
Perth WA 6000

Investor Enquiries: 1300 850 505 (within Australia)  
Investor Enquiries: +61 3 9415 4000 (outside Australia)  
Facsimile: +61 3 9473 2500

### **Securities Exchange Listing**

Securities of Lachlan Star Limited are listed on ASX Limited.

ASX Code: LSA - ordinary shares

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## DIRECTORS' REPORT

The Directors present their report consisting of Lachlan Star Limited ("Lachlan Star", "LSA" or "Company") and the entities it controlled at the end of or during the half-year ended 31 December 2025 together with the consolidated financial report for the half-year ended 31 December 2025, and the independent review report thereon.

### Directors

The Directors of the Company in office at any time during or since the end of the half-year and up to the date of this report are as follows. Directors were in office for this entire period unless otherwise stated.

Gary Steinepreis	(Non-Executive Chairman)
Brendan Bradley	(Non-Executive Director)
Stacey Apostolou	(Non-Executive Director)

## OPERATING REVIEW

During the half year, Lachlan Star Limited progressed its gold and copper exploration portfolio across key tenements in Western Australia and New South Wales, with a focus on systematic target advancement and drill-ready opportunities.

Work programs were advanced at the Killaloe Project in the Norseman region of Western Australia and at the North Cobar Project within the central Lachlan Fold Belt of New South Wales, alongside continued target generation across the broader project portfolio.

### 1. New Waverley Project (90%)

Subsequent to the end of the period, the Company entered into a binding agreement to acquire a 90% interest in the New Waverley Gold Project ("Project" or "New Waverley") in the Norseman region. The Project hosts a historical high-grade gold deposit and is contiguous with the Company's Killaloe tenure, strengthening Lachlan Star's position within this established gold district.

The Project represents a high-grade, historically producing quartz reef gold system that has seen limited systematic modern exploration, particularly at depth and along strike of known mineralisation. With drilling approvals and heritage agreements in place over the core project area, the Company is positioned to commence a focused drilling program to test down-plunge extensions of high-grade shoots beneath the Waverley and Trial Pits, evaluate strike continuity along the main shear corridor, and assess repeat shear zones and structural intersections across the broader tenure.

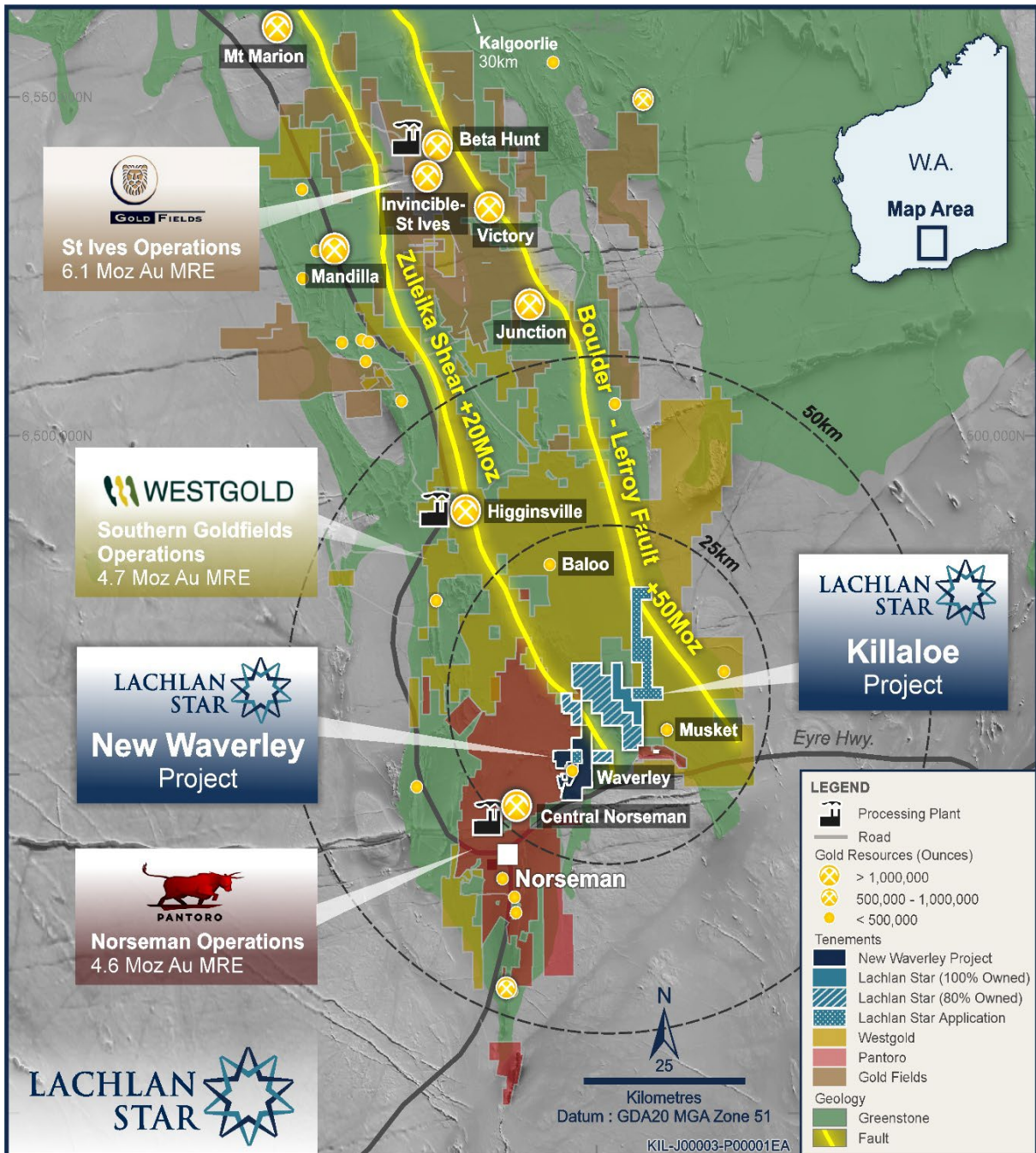
New Waverley comprises approximately 40km<sup>2</sup> of contiguous tenure, including two granted Mining Leases (M63/673 and M63/678), an Exploration Licence (E63/2167) and a Miscellaneous Licence (L63/96), located around 16km north-east of Norseman. The Project lies along the north-eastern continuation of the Woolyeenyer Formation, a key stratigraphic unit in the district that hosts several major gold deposits, including the Norseman Gold Project operated by Pantoro Gold Limited.

The Project's location within an established gold-producing district, and within trucking distance of existing processing infrastructure, provides a favourable strategic setting.

Key Terms of the Acquisition:

- **Upfront Consideration:** In consideration for the 90% interest, Lachlan Star will pay \$150,000 in cash and issue 12.5 million Lachlan Star shares, with 50% escrowed for 12 months.
- **Free Carry & Royalty:** The vendor's retained 10% interest will be free carried through to completion of a Pre-Feasibility Study. The vendor also retains a 1.0% Net Smelter Royalty on production from the New Waverley tenements. The Free Carry and Royalty are excluded from the Production Joint Venture Area.
- **Production Joint Venture Area:** Within the area containing the Waverley Pit, Trial Pit and Baker Boys prospect, to a depth of 100 metres from surface, Lachlan Star and the vendor will share net profits on a 50:50 basis.

- **Contingent Consideration:**
  - Milestone 1: Lachlan Star will pay \$500,000 in cash and issue \$1.0 million in shares upon delineation of a minimum 100,000-ounce JORC Ore Reserve, subject to agreed cut-off grades.
  - Milestone 2: Lachlan Star will pay \$7.5 million (in cash and/or shares, at the Company's election) upon delineation of a minimum 500,000-ounce JORC Ore Reserve, subject to agreed cut-off grades.
  - Any shares issued as contingent consideration will be subject to shareholder approval.
- **Drilling Commitment:** Lachlan Star has committed to undertake approximately 6,000 metres of drilling within 12 months of signing, targeting extensions to high-grade mineralisation.



**Figure 1:** Location map showing Lachlan Star tenements (Killaloe Project and New Waverley Project) within the Eastern Goldfields of Western Australia. Major operations and neighbouring tenement holders also shown. Note, Mineral Resource Estimates (MRE) presented in the figure is sourced from the relevant company public domain reports.

## **2. Killaloe Project (80-100%)**

The Killaloe Gold Project is located approximately 20-30 kilometres north-east of the Norseman operations of Pantoro Gold Limited within Western Australia's Eastern Goldfields. The Project straddles a prospective greenstone belt interpreted as the southern extension of the Kambalda Domain, a region that hosts major gold operations including those of Gold Fields Limited at St Ives and Westgold Resources Limited at Higginsville.

Killaloe remains a core asset of Lachlan Star Limited, providing exposure to structurally controlled gold systems within an established and well-endowed gold province.

During the period, exploration activities continued to focus on advancing the Duke-Duchess gold corridor through follow-up Reverse Circulation (RC) drilling and the progression of heritage clearance surveys to unlock additional drill access. RC drilling was completed across the Duke Main, Duke East and Duchess prospects, and was designed to test extensions to shallow gold mineralisation identified in earlier programs and to evaluate strike continuity along the Duke-Duchess gold corridor.

Killaloe remains under-explored relative to its geological setting, with multiple gold zones now delineated over several kilometres of strike. The combination of confirmed shallow mineralisation, open high-grade shoots, newly secured drill access and planned deeper drilling provides a structured pathway to evaluate the scale and continuity of the Duke-Duchess gold corridor.

## **3. North Cobar Project (100%)**

The North Cobar Project is located immediately north of the CSA Copper-Gold Mine, operated by Harmony Gold Mining Company Limited, within the Cobar Basin of central New South Wales. The Project targets Cobar-type copper-gold mineralisation along the regionally significant and metal-rich Rookery Fault Zone corridor.

During the period, Lachlan Star Limited completed its maiden drilling program at the Percival Prospect. The program comprised RC pre-collars with diamond drill tails designed to test a strong coincident gravity, magnetic and Induced Polarisation (IP) anomaly interpreted to represent a feeder-related hydrothermal system concealed beneath shallow cover.

Drilling intersected folded Cobar Basin sedimentary rocks affected by a broad sulphide-bearing hydrothermal system, characterised by pervasive chlorite-silica alteration, brecciation and multiple stages of quartz veining. Sulphide mineralisation is present throughout the interval, dominated by pyrite with minor sphalerite, galena and chalcopyrite, consistent with known Cobar-type systems. Structural setting, veining intensity and sulphide distribution indicate clear vertical and lateral zonation, with deeper epidote alteration and trace chalcopyrite suggesting potential proximity to a more central part of the system and providing vectors for follow-up exploration

Work is ongoing to refine targeting and design the next phase of exploration at North Cobar, with future programs focused on vectoring toward the interpreted core of the hydrothermal system and systematically testing remaining high-priority targets within this underexplored segment of the Cobar Basin.

### **Other Projects**

No on-ground field work was undertaken at the Koojan, Junee (Basin Creek), Bauloora North, Central Cobar and Princhester Projects during the half-year.

## **CORPORATE AND FINANCIAL**

### **Financial Summary**

The consolidated entity's net loss after tax for the half-year ended 31 December 2025 was \$764,413 (2024: \$606,848). Key expenditure items during the half-year included:

- Employment expenses \$106,781 (2024: \$209,423);
- Share based payments \$78,128 (2024: \$73,057); and
- Corporate compliance costs of \$123,783 (2024: \$155,415).

Included in investing activities were cash payments for Exploration & Evaluation expenditure (capitalised) during the half-year of \$1,926,033 (2024: \$1,644,128).

At 31 December 2025, the Group had cash reserves of \$1,337,667 (30 June 2025: \$1,808,723).

### ***Capital Raising & Other Equity Issues***

During the half-year, the Company completed a two tranche share placement to raise a total of \$2,043,446 (net after costs). Tranche one of the Placement comprised the issue of 36,650,000 fully paid ordinary shares to sophisticated and professional investors at an issue price of \$0.05 per share.

Following shareholder approval at the Company's Annual General Meeting, a further 6,600,000 fully paid ordinary shares were issued to Directors (or their respective nominees) and DevEx Resources Limited at an issue price of \$0.05 per share.

On 24 November 2025, 2,700,000 options (exercise price of \$0.088, expiring 24 November 2029) were issued to Company employees, under the Company's Employee Securities Incentive Plan. Of these options, 900,000 vested immediately and the remaining 1,800,000 options will vest over the next 2 years, once service conditions are satisfied.

### ***Annual General Meeting***

At the Company's Annual General Meeting held on 26 November 2025 all resolutions were passed by way of a poll.

### ***Change of Company Secretary***

Mr Russell Hardwick resigned as Company Secretary, effective 8 December 2025 and was replaced by Ms Andrea Betti and Ms Lisa Wynne as Joint Company Secretaries. On 5 February 2026, Ms Lisa Wynne resigned as Joint Company Secretary.

Ms Betti is an accounting and corporate governance professional, with over 25 years' experience in accounting, corporate governance, finance and corporate banking. Ms Betti has a Bachelor of Commerce, Graduate Diploma in Corporate Governance, Graduate Diploma in Applied Finance and Investment and a master of Business Administration. Ms Betti is also a member of the Institute of Chartered Accountants in Australia and New Zealand and a fellow of the Governance Institute of Australia.

### ***Subsequent Events***

On 2 February 2026, the Company entered into a binding agreement with private vendor David "Golly" Pascoe to acquire a 90% interest in the New Waverley Project located in the Norseman mining district of Western Australia in return for a cash payment of \$150,000 and 12.5 million fully paid ordinary LSA shares of which 50% (6.25 million fully paid ordinary shares) are subject to voluntary escrow for 12 months. The Project includes two Mining Leases (M63/673 and M63/678), one Exploration Licence (E63/2167) and one Miscellaneous Licence (L63/96). Further details regarding the acquisition can be found in the Company's ASX Announcement titled "Lachlan Star to Acquire the High Grade New Waverley Gold Project in WA's Norseman Region" dated 4 February 2026.

Other than as stated above, no other matter or circumstance has arisen since 31 December 2025 that in the opinion of the Directors has significantly affected, or may significantly affect in future financial years (i) the consolidated entity's operations, or (ii) the results of those operations, or (iii) the consolidated entity's state of affairs.

### **AUDITOR'S INDEPENDENCE DECLARATION**

The auditor's independence declaration under Section 307C of the Corporations Act 2001 is set out on page 9 and forms part of the Directors' report for the half year ended 31 December 2025.

### ***Competent Person Statement***

The Information in this report that relates to Exploration Results is based on and fairly represents information and supporting documentation prepared by Mr Alan Hawkins, who is a Competent Person, Member (3869) and Registered Professional Geoscientist (10186) of the Australian Institute of Geoscientists. Mr Hawkins is the Exploration Manager, a shareholder and a full-time employee of the Company and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activities being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Hawkins 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 previous Exploration Results is extracted from the following ASX Releases:-

- “Lachlan Star Acquires High Grade New Waverley Gold Project” dated 4 February 2026;
- “Further Drilling Planned at Killaloe as Assays Confirm Wide Gold Zones” dated 24 November 2025;
- “Drilling Resumes at North Cobar Copper-Gold Project, Lachlan Fold Belt, NSW” dated 9 October 2025;
- “New Phase of Drilling Commenced at Killaloe Gold Project - Norseman, WA” dated 8 September 2025;
- “New Phase of Drilling Planned at Killaloe Following Receipt of Final Assays” dated 13 August 2025;
- “High-Grade Gold Intersected at Killaloe Norseman WA” dated 27 July 2025;
- “Drilling Commenced at North Cobar Copper-Gold Project, Lachlan Fold Belt, NSW” dated 10 July 2025;
- “Significant Gold Intersected at Killaloe Project, Norseman WA” dated 19 June 2025;
- “Maiden Drill program commences at Killaloe Gold Project, Norseman WA - amended” dated 19 May 2025;
- “High-Potential Cobar-Type IP Targets confirmed at North Cobar Project, NSW” dated 20 March 2025;
- “Significant Gold Results Highlight Potential of Killaloe Project, Norseman WA” dated 26 February 2025; and
- “Positive Start to Exploration in NSW and Acquisition of Priority Ground in Cobar” dated 17 June 2024;

which are available at [www.lachlanstar.com](http://www.lachlanstar.com).

The Company confirms that it is not aware of any new information or data that materially affects the information included in the above original market announcements and that the form and context in which the Competent Person’s findings are presented have not been materially modified from the original market announcements.

#### ***Forward Looking Statements and Important Notice***

This report contains forecasts, projections and forward-looking information. Although the Company believes that its expectations, estimates and forecast outcomes are based on reasonable assumptions it can give no assurance that these will be achieved. Expectations and estimates and projections and information provided by the Company are not a guarantee of future performance and involve unknown risks and uncertainties, many of which are out of Lachlan Star’s control.

Actual results and developments will almost certainly differ materially from those expressed or implied. Lachlan Star has not audited or investigated the accuracy or completeness of the information, statements and opinions contained in this announcement. To the maximum extent permitted by applicable laws, Lachlan Star makes no representation and can give no assurance, guarantee or warranty, express or implied, as to, and takes no responsibility and assumes no liability for the authenticity, validity, accuracy, suitability or completeness of, or any errors in or omission from, any information, statement or opinion contained in this report and without prejudice, to the generality of the foregoing, the achievement or accuracy of any forecasts, projections or other forward looking information contained or referred to in this report.

Signed on behalf of the Board.



Gary Steinepreis  
**Non-Executive Chairman**

Perth 11 March 2026

To the Board of Directors,

## AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

As lead audit director for the review of the financial statements of Lachlan Star Limited and its controlled entities for the period ended 31 December 2025, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Yours Faithfully

*Hall Chadwick*

**HALL CHADWICK WA AUDIT PTY LTD**

*Mark Delaurentis*

**MARK DELAURENTIS CA**  
**Director**

Dated this 11<sup>th</sup> day of March 2026  
Perth, Western Australia

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	Note	31-Dec-25 \$	31-Dec-24 \$
<b>Revenue from continuing operations</b>			
Finance income		6,929	34,015
Gain on modification of lease		8,425	-
<b>Expenses</b>			
Corporate compliance and management		(123,783)	(155,415)
Depreciation		(27,629)	(26,044)
Project evaluation (costs)/write-back		(99,376)	-
Impairment expense	5	(203,576)	-
Share based payment expense		(78,128)	(73,057)
Employment expenses		(106,780)	(209,423)
Other expenses	4	(136,143)	(168,270)
Finance expense		(4,352)	(8,654)
<b>Loss from continuing operations before income tax</b>		<b>(764,413)</b>	<b>(606,848)</b>
Income tax expense		-	-
<b>Loss from continuing operations after income tax</b>		<b>(764,413)</b>	<b>(606,848)</b>
<b>Other comprehensive loss for the year, net of tax</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive loss for the year</b>		<b>(764,413)</b>	<b>(606,848)</b>
<b>Loss per share from continuing operations attributable to the ordinary equity holders of the consolidated entity:</b>			
		<b><u>Cents</u></b>	<b><u>Cents</u></b>
Basic and diluted loss per share		(0.28)	(0.26)

*The condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the notes to the consolidated interim financial report.*

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2025

<b>Current Assets</b>		<b>31-Dec-25</b>	<b>30-Jun-25</b>
	<b>Note</b>	<b>\$</b>	<b>\$</b>
Cash & cash equivalents		1,337,667	1,808,723
Trade & other receivables		107,216	135,611
<b>Total Current Assets</b>		<b>1,444,883</b>	<b>1,944,334</b>
<b>Non-Current Assets</b>			
Plant and equipment		30,454	36,559
Exploration & evaluation	5	12,341,251	11,203,885
Right-of-use asset	6	33,656	133,949
Other assets	7	286,840	207,839
<b>Total Non-Current Assets</b>		<b>12,692,201</b>	<b>11,582,232</b>
<b>TOTAL ASSETS</b>		<b>14,137,084</b>	<b>13,526,566</b>
<b>Current Liabilities</b>			
Trade & other payables		124,760	774,733
Lease liabilities	6	41,655	37,988
Provisions		53,985	42,156
<b>Total Current Liabilities</b>		<b>220,400</b>	<b>854,877</b>
<b>Non-current Liabilities</b>			
Lease liabilities	6	-	112,168
<b>Total Non-Current Liabilities</b>		<b>-</b>	<b>112,168</b>
<b>TOTAL LIABILITIES</b>		<b>220,400</b>	<b>967,045</b>
<b>NET ASSETS</b>		<b>13,916,684</b>	<b>12,559,521</b>
<b>Equity</b>			
Contributed equity	10	22,931,737	20,888,289
Reserves		723,554	645,426
Accumulated losses		(9,738,607)	(8,974,194)
<b>TOTAL EQUITY</b>		<b>13,916,684</b>	<b>12,559,521</b>

*The condensed consolidated statement of financial position should be read in conjunction with the notes to the consolidated interim financial report.*

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Note	Issued Capital \$	Share- based Payment Reserve \$	Option Premium Reserve \$	Accumulated Losses \$	Total \$
<b>At 1 July 2024</b>		<b>16,633,144</b>	<b>533,787</b>	<b>399,000</b>	<b>(5,962,558)</b>	<b>11,603,373</b>
Loss for the year		-	-	-	(606,848)	(606,848)
<b>Total comprehensive loss for the year</b>		-	-	-	(606,848)	(606,848)
<b>Transactions with owners in their capacity as owners:</b>						
Shares issued (net of costs)		4,255,145	-	-	-	4,255,145
Share based payments	10	-	73,057	-	-	73,057
Expired share options		-	-	(399,000)	399,000	-
<b>At 31 December 2024</b>		<b>20,888,289</b>	<b>606,844</b>	<b>-</b>	<b>(6,170,406)</b>	<b>15,324,727</b>
<b>At 1 July 2025</b>		<b>20,888,289</b>	<b>645,426</b>	<b>-</b>	<b>(8,974,194)</b>	<b>12,559,521</b>
Loss for the year		-	-	-	(764,413)	(764,413)
<b>Total comprehensive loss for the year</b>		-	-	-	(764,413)	(764,413)
<b>Transactions with owners in their capacity as owners:</b>						
Shares issued (net of costs)		2,043,448	-	-	-	2,043,448
Share based payments	10	-	78,128	-	-	78,128
Expired share options		-	-	-	-	-
<b>At 31 December 2025</b>		<b>22,931,737</b>	<b>723,554</b>	<b>-</b>	<b>(9,738,607)</b>	<b>13,916,684</b>

*The condensed consolidated statement of changes in equity should be read in conjunction with the notes to the consolidated interim financial report.*

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	31-Dec-25	31-Dec-24
	\$	\$
<b>Cash Flows from Operating Activities</b>		
Payments to suppliers and employees	(430,906)	(694,681)
Payments for project evaluation expenditure	(99,376)	-
Interest received	39,093	12,114
<b>Net Cash Outflow from Operating Activities</b>	<b>(491,189)</b>	<b>(682,567)</b>
<b>Cash Flow from Investing Activities</b>		
Payments for exploration and evaluation expenditure	(1,926,033)	(1,644,128)
Payments for plant and equipment	-	(4,003)
Payments to acquire other assets	-	(25,000)
Payments for security bonds	(79,000)	-
<b>Net Cash Outflow from Investing Activities</b>	<b>(2,005,033)</b>	<b>(1,673,131)</b>
<b>Cash Flows from Financing Activities</b>		
Proceeds from issue of share capital	2,162,500	4,500,000
Payments for share issue costs	(115,523)	(242,693)
Interest paid	(21,811)	-
<b>Net Cash Inflow from Financing Activities</b>	<b>2,025,166</b>	<b>4,257,307</b>
Net Increase / (decrease) in Cash and Cash Equivalents	(471,056)	1,901,609
Cash and Cash Equivalents at beginning of the period	1,808,723	1,614,668
<b>Cash and Cash Equivalents at end of the period</b>	<b>1,337,667</b>	<b>3,516,277</b>

*The condensed consolidated statement of cash flows should be read in conjunction with the notes to the consolidated interim financial report.*

## 1. Reporting entity

Lachlan Star Limited (“Lachlan Star” or “Company”) is a company domiciled in Australia. The consolidated interim financial report of the Company as at and for the six months ended 31 December 2025 comprises the Company and its subsidiaries (together referred to as the “consolidated entity” or “group”).

## 2. Basis of preparation

### **Statement of compliance**

The consolidated interim financial report is a general-purpose financial report prepared in accordance with the requirements of the *Corporations Act 2001* and Accounting Standard AASB 134: “*Interim Financial Reporting*”.

The consolidated interim financial report does not include all of the information required in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the consolidated entity as in the annual financial report. It is recommended that this financial report be read in conjunction with the annual financial report as at and for the year ended 30 June 2025 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The functional and presentation currency of the Company is Australian dollars. Lachlan Star is a company limited by shares, incorporated and domiciled in Australia.

### **Going concern**

The interim financial report has been prepared on a going concern basis, which contemplates continuity of normal business activities and the realization of assets and discharge of liabilities in the normal course of business.

As at 31 December 2025, the Company has a working capital surplus of \$1,224,483 (30 June 2025 \$1,089,457). A 12 month cash flow forecast suggests that the Company will need to raise additional funds in the coming year to meet its operating costs and exploration expenditure. While a significant portion of this expenditure is discretionary and may be deferred if necessary, if the Company is unable to raise capital as required, there is a material uncertainty that may cause significant doubt as to whether the Company will be able to continue as a going concern.

Based on the cashflow forecasts prepared and other factors referred to above, the directors are satisfied that the Company can continue to pay its debts as and when they fall due for at least the next twelve months. In particular, given the Company’s history of raising capital to date, the directors are satisfied of the Company’s ability to raise additional funds as and when they are required. Should the Group be unable to continue as a going concern it may be required to realise its assets and extinguish its liabilities other than in the normal course of business and at amounts different to those stated in the financial statements. The financial statements do not include any adjustments relating to the recoverability and classification of asset carrying amounts or to the amount and classification of liabilities that may result should the Group be unable to continue as a going concern and meet its debts as and when they fall due.

### **Use of estimates and judgements**

The preparation of the financial report requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected. In the current period there are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year or judgements, which have significant effect on the amounts recognised in the financial statements.

**3. Accounting policies**

In the period ended 31 December 2025 the Directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Group and are effective for the current half year reporting period.

**4. Expenses**

	<b>Six months ended 31 December 2025</b>	<b>Six months ended 31 December 2024</b>
	<b>\$</b>	<b>\$</b>
<b>Other expenses</b>		
Accounting and audit fees	56,655	52,048
Insurance	13,872	20,108
Office rental, communications and consumables	10,282	21,168
Professional fees	893	1,300
Legal fees	18,395	3,110
Computer software	5,172	31,022
Other expenses	30,874	39,514
	<b>136,143</b>	<b>168,270</b>

**5. Exploration and evaluation**

	<b>31 December 2025</b>	<b>30 June 2025</b>
	<b>\$</b>	<b>\$</b>
Opening balance	11,203,885	9,970,770
Capitalised exploration	1,340,942	3,551,722
Impairment expense	(203,576)	(2,318,607)
Closing balance	<b>12,341,251</b>	<b>11,203,885</b>

The recoverability of deferred project acquisition costs is dependent upon the successful development and commercial exploitation, or alternately the sale of the areas of interest.

**LACHLAN STAR LIMITED**  
**31 DECEMBER 2025 INTERIM FINANCIAL REPORT**  
**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**6. Right-of-use assets and Lease liabilities**

	<b>31 December 2025</b>	<b>30 June 2025</b>
	\$	\$
<b>Right-of-use assets</b>		
Right-of-use assets – office leases	134,627	206,074
Accumulated depreciation	(100,971)	(72,125)
	<b>33,656</b>	<b>133,949</b>
<b>Lease liabilities</b>		
Current	41,655	37,988
Non-current	-	112,168
	<b>41,655</b>	<b>150,156</b>

**7. Other assets**

	<b>31 December 2025</b>	<b>30 June 2025</b>
	\$	\$
<b>Non-current assets</b>		
Security bonds and deposits	286,840	207,839
	<b>286,840</b>	<b>207,839</b>

**8. Contingent assets and liabilities**

The Company had no contingent liabilities or contingent assets as at 31 December 2025.

**9. Subsequent events**

On 2 February 2026, the Company entered into a binding agreement with private vendor David “Golly” Pascoe to acquire a 90% interest in the New Waverley Project located in the Norseman mining district of Western Australia in return for a cash payment of \$150,000 and 12.5 million fully paid ordinary LSA shares of which 50% (6.25 million fully paid ordinary shares) are subject to voluntary escrow for 12 months. The Project includes two Mining Leases (M63/673 and M63/678), one Exploration Licence (E63/2167) and one Miscellaneous Licence (L63/96). Further details regarding the acquisition can be found in the Company’s ASX Announcement titled “Lachlan Star to Acquire the High Grade New Waverley Gold Project in WA’s Norseman Region” dated 4 February 2026.

Other than as stated above, no other matter or circumstance has arisen since 31 December 2025 that in the opinion of the Directors has significantly affected, or may significantly affect in future financial years (i) the consolidated entity’s operations, or (ii) the results of those operations, or (iii) the consolidated entity’s state of affairs.

**10. Contributed equity**

	Number	\$
<b>(a) Ordinary shares</b>		
1 July 2025	252,573,195	20,888,289
Placement – Shares issued 3 September 2025	36,650,000	1,832,500
Placement – Shares issued 1 December 2025	6,600,000	330,000
Share issue costs	-	(119,052)
31 December 2025	<b>295,823,195</b>	<b>22,931,737</b>
1 July 2024	207,573,195	16,633,144
Placement – Shares issued 2 October 2024	43,400,000	4,340,000
Placement – Shares issued 28 November 2024	1,600,000	160,000
Share issue costs	-	(244,855)
31 December 2024	<b>252,573,195</b>	<b>20,888,289</b>
<b>(b) Options</b>		
1 July 2025	6,000,000	645,426
Share-based payment expense (1)	2,700,000	78,128
31 December 2025	<b>8,700,000</b>	<b>723,554</b>
1 July 2024	7,000,000	932,787
Expiry of options granted to directors – 26 September 2024	(1,000,000)	(399,000)
Share-based payment expense	-	73,057
31 December 2024	<b>6,000,000</b>	<b>606,844</b>

- (1) On 7 November 2025, the Company granted 2,700,000 options exercisable at \$0.88 with an expiry date of 24 November 2029 to employees, of which 900,000 vested immediately. The fair value arising from the issue of the options has been recorded as a share-based payment expense in the Condensed Statement of Profit and Loss and Other Comprehensive Income.

The options will each be convertible into one ordinary share in the Company.

The fair value of the payments could not be reliably measured and therefore, a Black-Scholes Option Pricing model was used to determine the value of the options issued. Inputs have been detailed below:

Input	Options (\$0.088)
Number of options	2,700,000
Grant date	7 November 2025
Expiry date (years)	4.05
Underlying share price	\$0.060
Exercise price	\$0.088
Expected volatility	157.01%
Risk free rate	3.80%
Dividend yield	0.00%
Value per option	\$0.0523
Total fair value of options	\$141,210
Share based payment recognised in half-year ended 31 December 2025	\$54,227

**11. Segment information**

*Description of segments*

The consolidated entity reports one segment, being mineral exploration, in assessing performance and determining the allocation of resources. In determining operating segments, the consolidated entity has had regard to the information and reports the chief operating decision maker uses to make strategic decisions regarding resources.

**12. Commitments**

In order to maintain current rights of tenure to exploration tenements, the consolidated entity is required to perform exploration work to meet the minimum expenditure requirements specified by various State governments. These amounts are subject to negotiation when application for a lease application and renewal is made and at other times.

These commitments are not provided for in the financial report and are payable as follows:

	<b>31 December 2025</b>
	\$
Within 1 year	764,667
Within 2 – 5 years	1,538,000
	<b>2,302,667</b>

## DIRECTORS' DECLARATION

In the opinion of the Directors of Lachlan Star Limited (the "Company"):

- (a) the financial statements and notes as set out on pages 10 to 18 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 31 December 2025 and of its performance for the half-year ended on that date; and
  - (ii) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001* and other mandatory reporting requirements; and
- (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.

This declaration is signed in accordance with a resolution of the Board of Directors made pursuant to s.303(5) of the *Corporations Act 2001*.

On behalf of the Board



Gary Steinepreis  
Non-Executive Chairman

Perth, 11 March 2026

## INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF LACHLAN STAR LIMITED

### Conclusion

We have reviewed the accompanying half-year financial report of Lachlan Star Limited ("the Company") and Controlled Entities ("the Consolidated Entity") which comprises the condensed consolidated statement of financial position as at 31 December 2025, the condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the half-year ended on that date, a summary of material accounting policies and other selected explanatory notes, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Lachlan Star Limited and Controlled Entities does not comply with the *Corporations Act 2001* including:

- a. Giving a true and fair view of the Consolidated Entity's financial position as at 31 December 2025 and of its performance for the half-year ended on that date; and
- b. Complying with Accounting Standard AASB 134: *Interim Financial Reporting* and *Corporations Regulations 2001*.

### Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

### Material Uncertainty Related to Going Concern

We draw attention to Note 2 in the financial report, which indicates that the Consolidated Entity incurred a net loss of \$764,413 during the half year ended 31 December 2025. As stated in Note 2, these events or conditions, along with other matters as set forth in Note 2, indicate that a material uncertainty exists that may cast significant doubt on the Consolidated Entity's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

### Responsibility of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Consolidated Entity's financial position as at 31 December 2025 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



HALL CHADWICK WA AUDIT PTY LTD



MARK DELAURENTIS CA  
Director

Dated 11<sup>th</sup> day of March 2026  
Perth, Western Australia