EMU NL

ABN 50 127 291 927

INTERIM FINANCIAL REPORT

FOR THE HALF YEAR ENDED

31 DECEMBER 2025

This interim financial report does not include all the notes of the type normally included in an annual financial report. This report is to be read in conjunction with the Annual Report for the year ended 30 June 2025 and any public announcements made by Emu NL during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

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EMU

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COMPETENT PERSON'S STATEMENT

Any details contained herein that pertain to exploration results, mineral resources or mineral reserves are based upon information compiled by Mr Kurtis Dunstone, a Competent Person who is a Member of the Australian Institute of Geoscientists. Mr Dunstone is an employee of EMU NL and has sufficient experience in the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 edition of the "*Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves*". Mr Dunstone consents to the inclusion herein of the matters based upon his information in the form and context in which it appears.

DIRECTORS' REPORT

Your directors are pleased to present their report on the consolidated entity (referred to hereafter as the Group) consisting of Emu NL and the entities it controlled at the end of, or during, the half-year ended 31 December 2025.

DIRECTORS

The names of the directors who held office during or since the end of the period are:

John Anderson (Appointed 29.9 2025)

Peter Swiridiuk (Appointed 27.10 2025)

James Knowles (Appointed 1.12.2025)

Peter Thomas (Resigned 28.11.2025)

Adrian Griffin (Appointed 28.9.2025, Removed by resolution 28.11.2025)

Tim Staermose (Removed by resolution 29.9 2025)

Oliver Douglas (Removed by resolution 29.9.2025)

Ian Davies (Appointed 3.10 2025, resigned 28.11.2025)

Cory Nolan (Appointed 28.11 2025, resigned 1.12.2025)

REVIEW AND RESULTS OF OPERATIONS

Revenues and results

A summary of the Group's revenues and results for the period is set out below:

	Half Year Ended 31 December 2025	
	Revenues $	**Net Result $**
Consolidated entity revenues and loss	40,259	(333,311)

Overview

During the half-year ended 31 December 2025, EMU NL ("EMU" or "the Company") transitioned to a single-project, copper–gold focused exploration company, following the disposal of its Western Australian assets and the retirement of all corporate debt.

The Company's activities during the period were concentrated on advancing the Georgetown Project in Far North Queensland, with particular emphasis on the Yataga Copper Project, including preparatory work and the commencement of EMU's maiden drilling programme at the Fiery Creek Prospect.

Georgetown Project – Queensland

(EMU 83%, Rugby Mining Pty Ltd 17%, diluting)

Yataga Copper Project

The Yataga Copper Project forms part of EMU's broader Georgetown Project and is located within the Georgetown Mining District, a historically productive but under-explored mineral province in Far North Queensland.

The Yataga Copper Project is centred on the Yataga Intrusive Complex, a Permian-age granitoid body of approximately 70 km^2, defined by a distinctive circular magnetic signature and hosting widespread copper mineralisation.

DIRECTORS' REPORT (Continued)

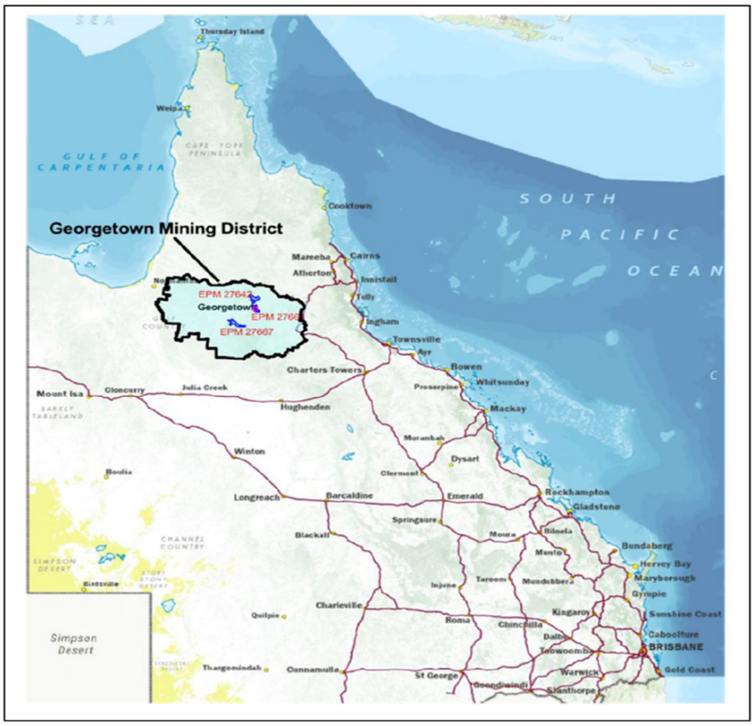

Figure 1. Georgetown Mining District.

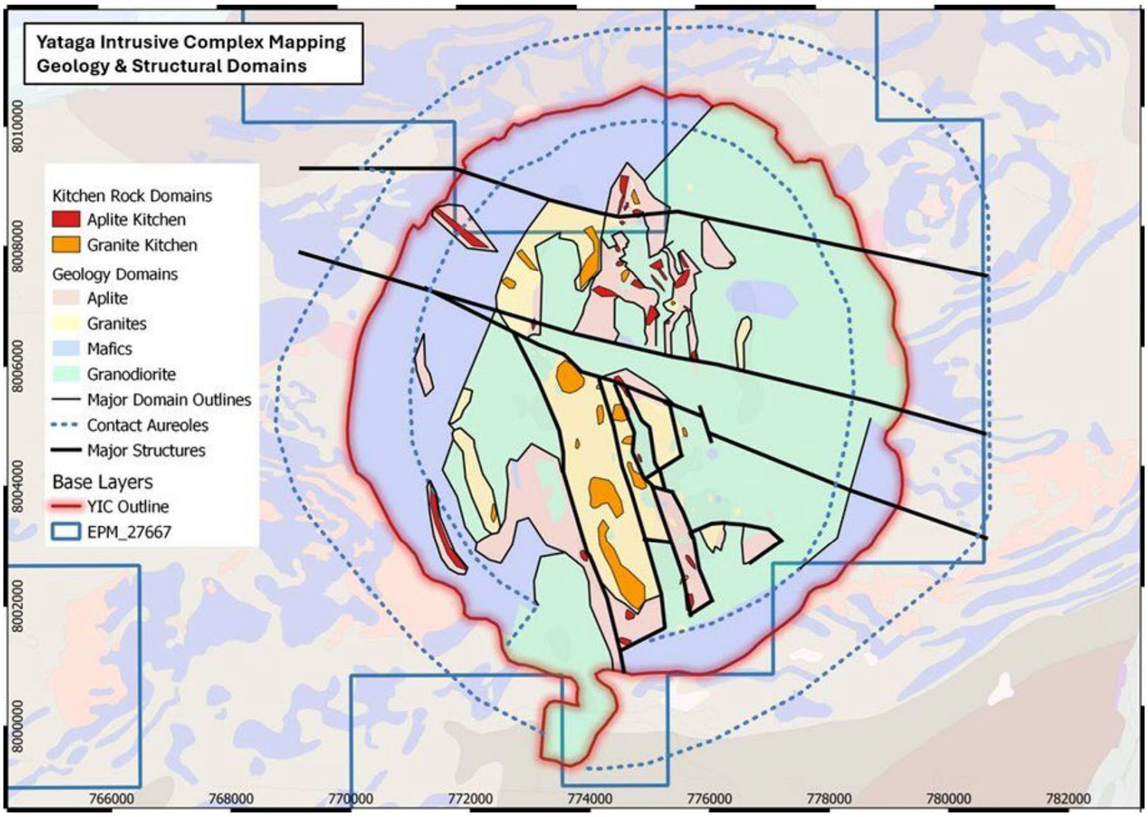

Figure 2: Yataga Intrusive Complex magnetic and geology map

Geological Setting and Mineralisation

Exploration completed to date demonstrates that copper mineralisation is distributed throughout the Yataga Intrusive Complex and is interpreted to emanate from a fractionated granitic core. Mineralisation is expressed at surface within veins, shear zones and aplite dyke swarms, with the Fiery Creek and Yataga Valley prospects representing structurally focused zones within the broader system.

Copper mineralisation is associated with anomalous molybdenum, silver, bismuth and tellurium, with zonation patterns consistent with a porphyry-style intrusive system. Gold mineralisation is also present and is considered an integral component of the broader copper–gold system rather than a peripheral or unrelated overprint.

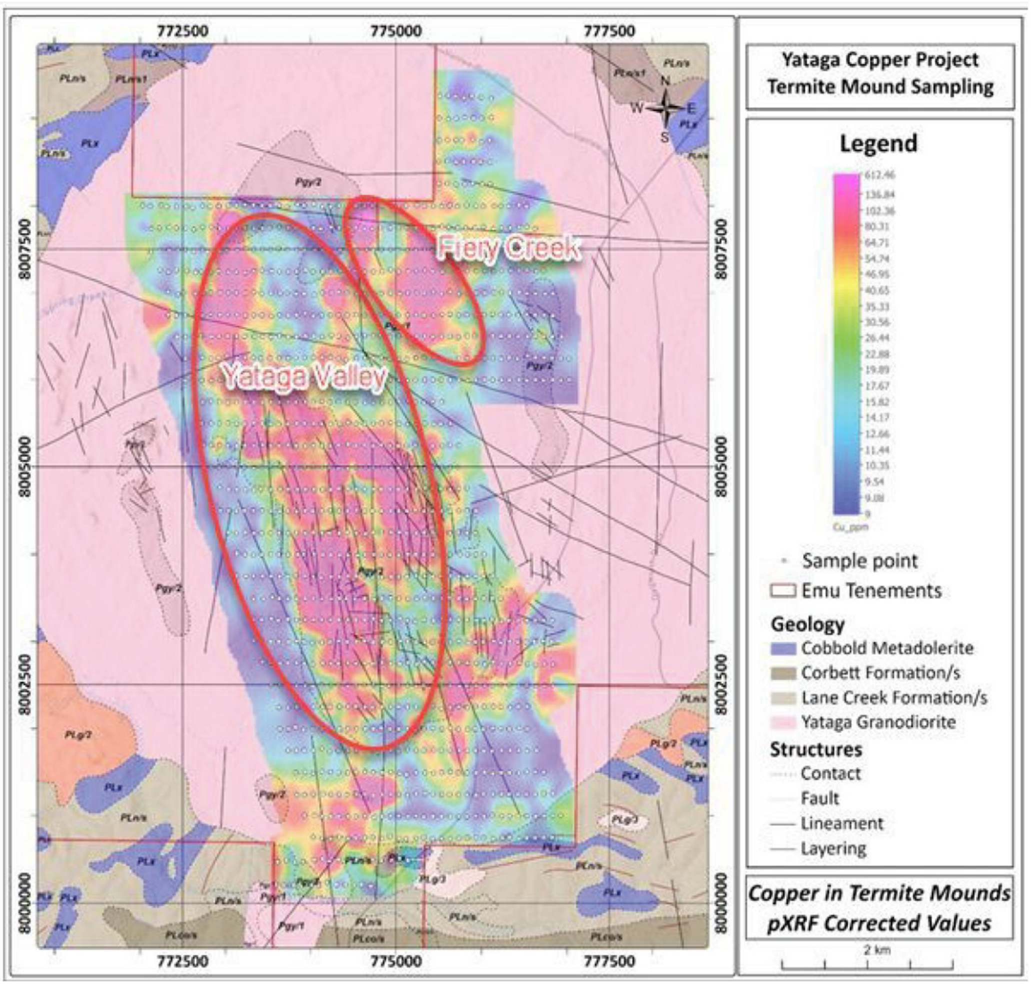

Figure 3: Soil (termite mound) geochemical sample grid with copper heat map showing the main prospects at Yataga Valley and Fiery Creek within the circular shaped Yataga Intrusive Complex

EMU

DIRECTORS' REPORT (Continued)

Fiery Creek Prospect – Maiden Drilling Programme

Planning and Preparatory Work (June – September 2025)

During the June and September 2025 quarters, EMU completed extensive preparatory work to bring the Fiery Creek Prospect to drill-ready status. This included:

- Finalisation of geological and structural interpretations;
- Integration of geochemical and geophysical datasets;
- Drill hole targeting and collar planning;
- Land access and permitting;
- Contractor selection and mobilisation planning.

The maiden drilling programme was originally scheduled to commence in August 2025 but was deferred pending review by the newly appointed Board following corporate changes during the September quarter.

Drilling Activities (November – December 2025)

The maiden reverse circulation ("RC") drilling programme at Fiery Creek commenced in November 2025.

Key outcomes during the period included:

- 12 RC drill holes completed for 1,978 metres, out of a planned 15 holes (~2,500 metres);
- Drilling was temporarily suspended in late December due to adverse weather conditions associated with the onset of the wet season.

RC drilling intersected visible primary copper sulphide mineralisation in multiple drill holes, including:

- Disseminated and vein-hosted chalcopyrite;
- Associated bornite and secondary cuprite;
- Mineralisation observed to be structurally controlled and concordant with mapped surface features.

All samples were dispatched for laboratory analysis, with assay results expected to be reported in the subsequent reporting period.

DIRECTORS' REPORT (Continued)

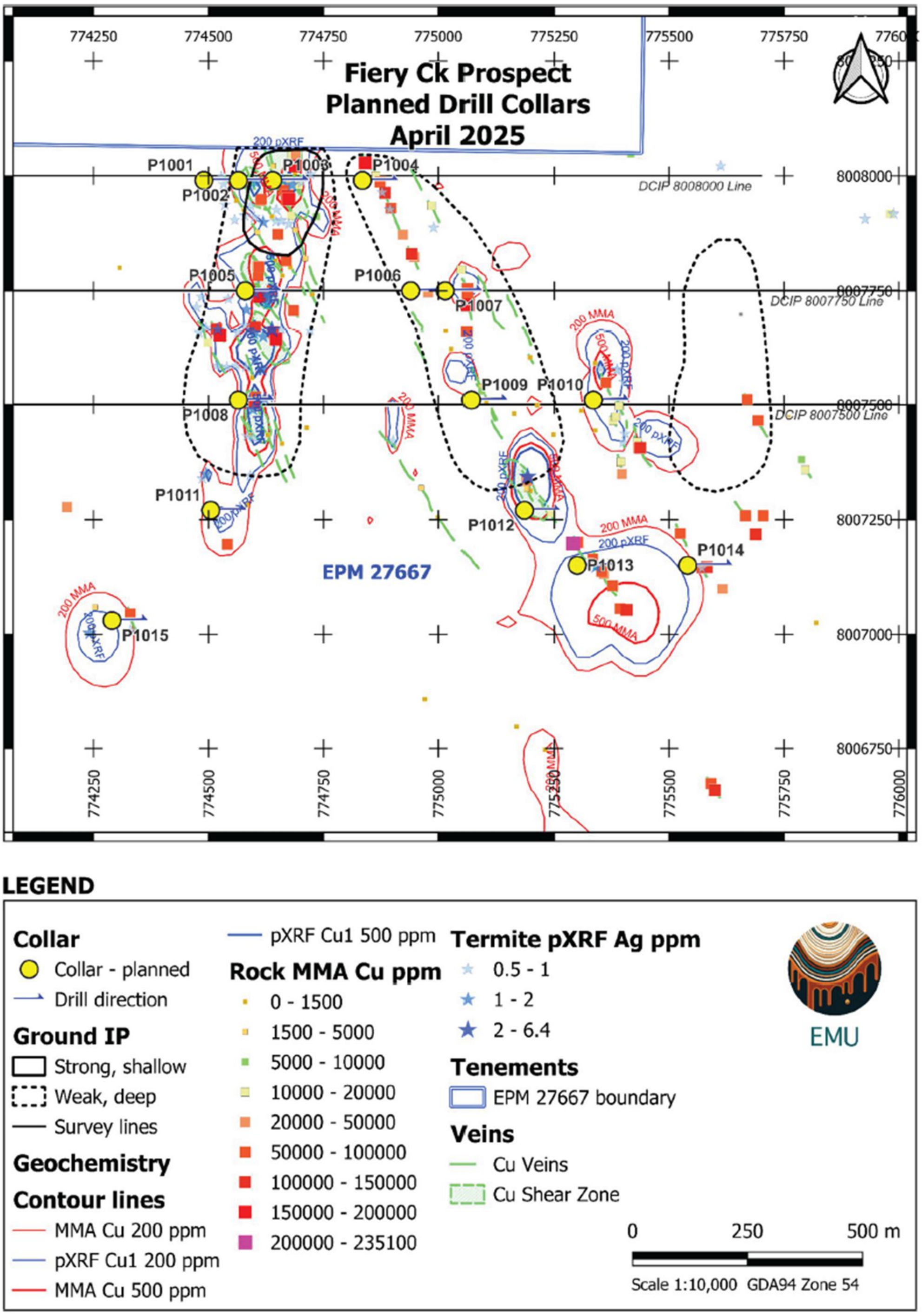

Figure 4. Shows the location of the planned drill holes at the Fiery Creek prospect and their relationship with soil geochemistry, outcropping mineralisation and geophysical anomalies.

Planned Diamond Drilling – Fiery Creek

Based on observations from RC drilling, EMU planned a targeted diamond drilling programme to further evaluate the geometry, thickness and structural controls of mineralised zones intersected at Fiery Creek. Diamond drilling is intended to twin selected RC holes and test the cataclastic–mineralised shear zones at depth, subject to weather conditions.

Yataga Valley Prospect

Within the Yataga Intrusive Complex, Yataga Valley is recognised as EMU's highest-priority copper target. The prospect is defined by a regionally significant structural corridor coincident with strong geochemical and geophysical anomalies and remains largely untested by drilling.

During the half-year, planning commenced for a maiden drilling programme at Yataga Valley, targeted for execution at the earliest opportunity during the 2026 field season, following completion of initial work at Fiery Creek.

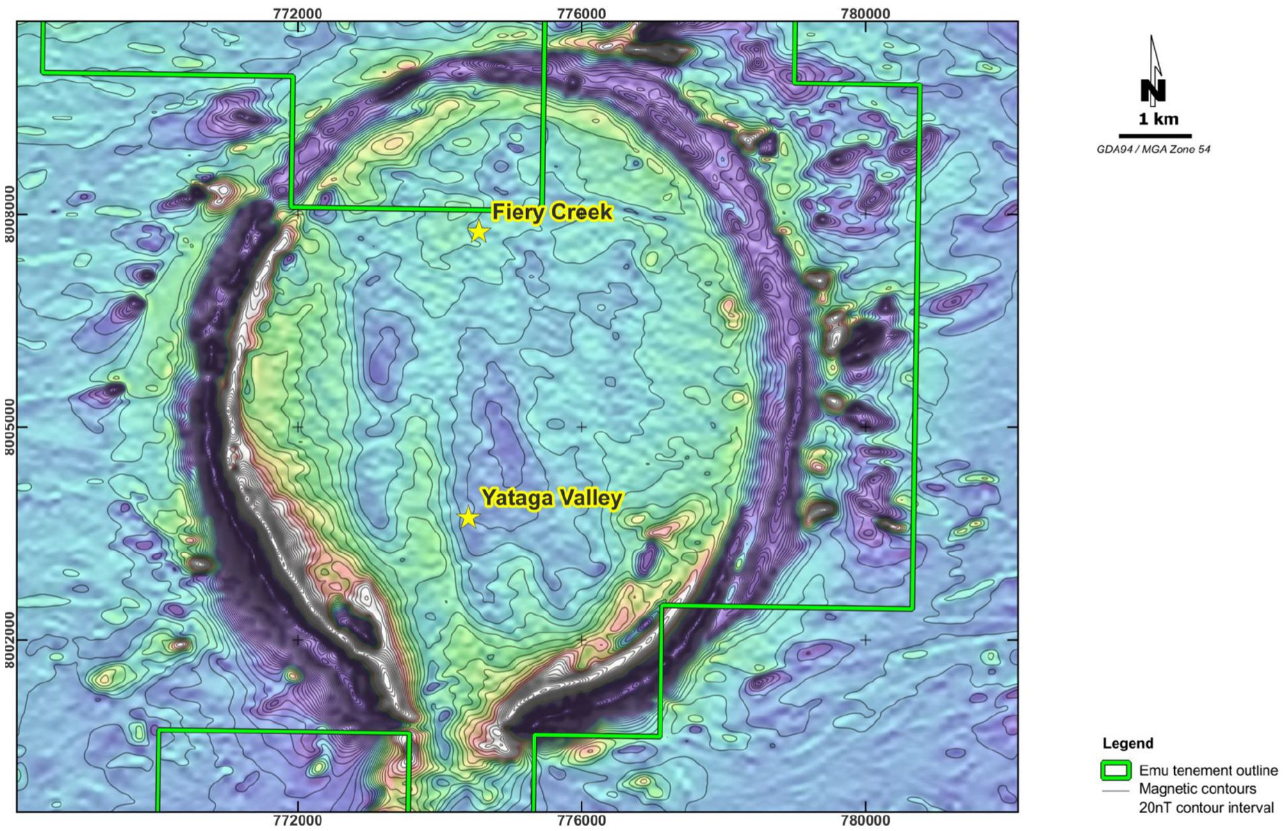

Figure 5. Example of a filtered magnetic intensity anomaly pseudocolour image shown as a transparent image on a filtered greyscale background (tmi-rtp-hvd on 1vdagc) zoomed-in to show the Yataga Project area. Areas of low magnetic intensity within the central part of the Yataga intrusion may be caused by magnetite destruction from contact metamorphism and may be associated with Cu mineralisation.

EMU

DIRECTORS' REPORT (Continued)

Gold Exploration – Georgetown Project

In addition to copper exploration, EMU reviewed historic gold data across the Georgetown Project area. Numerous historic gold occurrences are recorded within the tenements, with reported rock chip grades of up to 224 g/t Au recorded at numerous prospects.

The Company commenced planning for renewed gold-focused field programmes, aimed at:

- Establishing geological and structural vectors to mineralisation;
- Integrating gold targets into the broader copper–gold system model;
- Prioritising drill-ready gold targets for the 2026 exploration season.

Corporate Activities

During the half-year, EMU:

- Completed the sale of the Badja Gold Project in Western Australia;
- Retired all outstanding corporate debt;
- Completed equity raisings to fund exploration activities;
- Undertook Board and management changes;
- Responded to and resolved matters before the Takeovers Panel.

Health, Safety, Environment and Community

- Health & Safety: No injuries or reportable incidents recorded during the period.
- Environment: No environmental incidents reported.
- Social and Heritage: EMU continued engagement with stakeholders to maintain its social licence to operate.

Forward Work Programme

The Company's immediate priorities following the end of the half-year include:

- Completion of remaining RC drilling at Fiery Creek;
- Commencement of diamond drilling at Fiery Creek;
- Advancement of Yataga Valley to maiden drilling including deep drilling of geophysical targets within the core of the system;
- Field-based gold exploration across the Georgetown Project during the 2026 season.

CORPORATE

Changes in Securities

During the reporting period:

- 1,138,952 partly-paid contributing shares were issued at $0.001 each as payment of an equity based commitment fee on a loan facility made available by Northmead Holdings Pty Ltd;
- 1,619,051 Performance Rights expired as unexercised on 22 September 2025;
- 34,740,607 fully paid ordinary shares were issued at $0.017 each pursuant to a non-renounceable rights issue resulting in the Company receiving a total of $590,591 before costs;
- 34,740,607 options (exercisable at $0.05 each, expiry 28 September 2030) to acquire fully paid ordinary shares were issued on the basis of 1 option for every 1 shares subscribed pursuant to the above non-renounceable rights issue;
- 1,176,471 fully paid ordinary shares were issued at $0.017 each in satisfaction of professional services rendered to a value of $20,000;
- 1,176,471 options (exercisable at $0.05 each, expiry 28 September 2030) to acquire fully paid ordinary shares were issued in respect of the above issue of shares;

DIRECTORS' REPORT (Continued)

- 3,400,000 options to acquire partly paid contributing shares, subject to a further call of $0.0749 each, were exercised by directors at $0.0001 each;
- 39,000,000 fully paid ordinary shares were issued at $0.036 each via a private placement to sophisticated and professional investors resulting in the Company receiving a total of $1,404,000 before costs;

Other

A General Meeting of Members was held 29 September 2025. Resolutions to appoint Mr John Anderson as a director, and to remove Messrs Oliver Douglas and Tim Staermose as directors were considered at that meeting and were passed and carried on a poll with the requisite majority. Resolutions to remove Mr Peter Thomas as a director and to elect Mr Keith Rowe as a director were withdrawn, the first as a consequence of Mr Thomas's resignation as a director on 28 September and the second in respect of Mr Rowe's withdrawal of his consent to act as a director of the Company if elected.

The Annual General Meeting of Members (AGM) was held on 28 November 2025. Resolutions to re-elect Messrs John Anderson and Peter Swiridiuk as directors and to approve the ASXLR 7.1A 10% placement capacity were passed and carried on a poll; the resolutions to re-elect Mr Ian Davies was withdrawn; resolutions to adopt the remuneration report, re-elect Mr Adrian Griffin as a director, elect Messrs Paul Ingram, Oliver Douglas as directors, approve the ratification of issues of shares and options in respect of March 2025, May 2025 and September 2025 placements/issues were not carried.

EVENTS SUBSEQUENT TO END OF PERIOD

Since the reporting date, the Company appointed Mr Doug Grewar as Chief Executive Officer and Managing Director of the Company.

Mr Grewar was previously the chief executive officer of the Company from 11 February 2020 until 17 March 2025, when the executive services arrangements were terminated by the Company, with immediate effect, on the basis of alleged breaches of contract.

Following the election of the current Board at the 2025 AGM, the Company subsequently conducted an investigation into the circumstances and processes surrounding the termination of these arrangements.

The Company concluded that review and determined that allegations to support termination of the arrangements without notice could not be substantiated. The review also identified that a written contract between the Company and Mr Grewar had not been executed.

The Company and Mr Grewar (together with his corporate entity, Astrial Pty Ltd) have executed a confidential deed of settlement to release each other from all claims relating to the previous termination of the arrangements with Mr Grewar.

The Company has executed a new Executive Services Agreement with Astrial Pty Ltd to appoint Mr Grewar as Chief Executive Officer and Managing Director, with the following key terms:

- Commencement Date and Term - 15 February 2026 for an initial 2.5-year term which may be extended by mutual agreement;
- Remuneration - $25,000 per month;
- Incentives - Up to 2,500,000 fully paid ordinary shares (performance rights) subject to the attainment of agreed key performance indicators during the next 12 months and subject to shareholder approval;
- Termination - The Executive Services Agreement may be terminated by the giving of six months' notice;
- The Executive Services Agreement otherwise contains usual terms and conditions in respect of duties and responsibilities, conflicts of interest, leave, confidential information and intellectual property.

Other than as noted above, as of the date of this report, no other matter or circumstance has arisen which has significantly affected, or may significantly affect the operations of the Company, the result of those operations, or the state of affairs of the Company in subsequent financial years.

DIRECTORS' REPORT (Continued)

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 13.

This report is made in accordance with a resolution of directors.

Signature affixed to original document and held on file

John Anderson
Chairman
13 March 2026

ELDERTON

AUDIT PTY LTD

AUDITOR'S INDEPENDENCE DECLARATION

To those charged with the governance of EMU NL

As auditor for the review of the financial report of EMU NL for the half-year ended 31 December 2025, I declare that, to the best of my knowledge and belief, there have been:

i) no contraventions of the independence requirements of the *Corporations Act 2001* in relation to the review; and

ii) no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of EMU NL and the entities it controlled during the period.

Signature of Elderton Audit Pty Ltd affixed to original document and held on file

Elderton Audit Pty Ltd

Signature of Sajjad Cheema affixed to original document and held on file

Sajjad Cheema

Director

13 March 2026

Perth

EMU

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 31 DECEMBER 2025

	Notes	Half-Year Ended 31 December	
		2025 $	2024 $
CONTINUING OPERATIONS:			
REVENUE			
Interest revenue		**13,466**	11,148
Expense recoveries		**26,793**	-
FOREX gain		**-**	448
EXPENDITURE			
Depreciation expense		**(8,192)**	(380)
Exploration and tenement expenses		**(679,044)**	(1,204,017)
Key management personnel compensation		**(354,890)**	(216,951)
Share based payments	**9**	**(15,000)**	(61,200)
Other expenses		**(614,860)**	(278,956)
LOSS BEFORE INCOME TAX		**(1,631,727)**	(1,749,908)
Income tax expense		**-**	-
NET LOSS from Continuing Operations, net of tax		**(1,631,727)**	(1,749,908)
NET PROFIT from Discontinued Operations, net of tax		**1,298,416**	-
OTHER COMPREHENSIVE INCOME for the period			
Items that may be reclassified to profit or loss			
		-	-
Other comprehensive income for the period, net of tax		**-**	-
TOTAL COMPREHENSIVE (LOSS) FOR THE PERIOD ATTRIBUTABLE TO MEMBERS OF EMU NL		**(333,311)**	(1,749,908)
Basic and diluted (loss) per share (cents) from Continuing Operations		**(0.68)**	(1.30)
Basic and diluted profit per share (cents) from Discontinued Operations - Profit from discontinued operations is $0 in the previous period		**0.54**	-

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

EMU

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2025

	Notes	31 December 2025 $	30 June 2025 $
CURRENT ASSETS			
Cash and cash equivalents		**2,029,512**	188,691
Trade and other receivables		**180,454**	168,973
TOTAL CURRENT ASSETS		**2,209,966**	357,664
NON-CURRENT ASSETS			
Motor vehicles, plant and equipment		**16,486**	24,678
TOTAL NON-CURRENT ASSSETS		**16,486**	24,678
TOTAL ASSETS		**2,226,452**	382,342
CURRENT LIABILITIES			
Trade and other payables		**473,017**	253,572
TOTAL CURRENT LIABILITIES		**473,017**	253,572
TOTAL LIABILITIES		**473,017**	253,572
NET ASSETS		**1,753,435**	128,770
EQUITY			
Contributed equity	3	**39,422,631**	37,488,455
Reserves	4	**39,840**	101,040
Accumulated losses		**(37,709,036)**	(37,460,725)
TOTAL EQUITY		**1,753,435**	128,770

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

EMU

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2025

	Issued Capital $	Share-based Payments Reserve $	Accumulated Losses $	Total $
BALANCE AT 1 JULY 2024	**34,570,938**	**142,617**	**(34,747,248)**	**(33,693)**
Loss for the period	-	-	(1,749,908)	(1,749,908)
Other comprehensive income	-	-	-	-
TOTAL COMPREHENSIVE INCOME	-	-	**(1,749,908)**	**(1,749,908)**
TRANSACTIONS WITH OWNERS IN THEIR CAPACITY AS OWNERS				
Proceeds from issue of shares	2,725,155	-	-	2,725,155
Share issue costs	(148,874)	-	-	(148,874)
Share based payments - options issued to directors	-	61,200	-+	61,200
Share based payments – broker options	-	9,058		9,058
Options lapsed as unexercised		(103,600)	103,600	-
SUB-TOTAL	**2,576,281**	**(33,342)**	**103,600**	**2,646,539**
BALANCE AT 31 DECEMBER 2024	**37,147,219**	**109,275**	**(36,393,556)**	**862,938**
BALANCE AT 1 JULY 2025	**37,488,455**	**101,040**	**(37,460,725)**	**128,770**
Loss from Continuing Operations for the period	-	-	(1,631,727)	(1,631,727)
Profit from Discontinued Operations for the period			1,298,416	1,298,416
Other comprehensive income	-	-	-	-
TOTAL COMPREHENSIVE INCOME	-	-	**(333,311)**	**(333,311)**
TRANSACTIONS WITH OWNERS IN THEIR CAPACITY AS OWNERS				
Proceeds from issue of shares	2,014,931	-	-	2,014,931
Share issue costs	(71,955)	-	-	(71,955)
Share-based payment – Loan fee	15,000	-	-	15,000
Performance rights lapsed	(85,000)	-	85,000	-
Options exercised	61,200	(61,200)	-	-
SUB-TOTAL	**1,934,176**	**(61,200)**	**85,000**	**1,957,976**
BALANCE AT 31 DECEMBER 2025	**39,422,631**	**39,840**	**(37,709,036)**	**1,753,435**

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

EMU

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2025

	Half Year Ended 31 December	
	2025	2024
	$	$
CASH FLOWS FROM OPERATING ACTIVITIES		
Expenditure on mining interests	**(484,167)**	(1,225,521)
Sale proceeds from discontinued operations	**1,314,721**	-
Payments to suppliers and employees	**(564,378)**	(546,586)
Interest received	**13,466**	11,149
Interest paid	**(1,315)**	-
Legal fees	**(360,482)**	(6,599)
Net cash used in operating activities	**(82,155)**	(1,767,557)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for fixed assets	**-**	(2,500)
Net cash provided by investing activities	**-**	(2,500)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of securities	**1,994,931**	2,726,154
Share issue costs	**(71,955)**	(140,639)
Net cash provided by financing activities	**1,922,976**	2,585,515
Net increase / (decrease) in cash and cash equivalents	**1,840,821**	815,458
Cash and cash equivalents at the beginning of the half-year	**188,691**	158,166
CASH AND CASH EQUIVALENTS AT THE END OF THE HALF-YEAR	**2,029,512**	973,624

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

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1: BASIS OF PREPARATION OF THE HALF-YEAR FINANCIAL REPORT

This condensed consolidated interim financial report for the half-year reporting period ended 31 December 2025 has been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001* and does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2025 and any public announcements made by Emu NL during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

These financial statements have been prepared on an accruals and historical cost basis, except where indicated.

Going concern

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

For the half-year ended 31 December 2025, the Group incurred a loss from continuing operations of $1,631,727, recognised a profit from discontinued operations of $1,298,416, and reported net operating cash outflows of $82,155. The Group does not currently generate significant operating revenues and continues to rely on external funding to finance its exploration activities.

Management has prepared cash flow forecasts covering a period of approximately 16 months from the reporting date. These forecasts include planned exploration and drilling activities. The timing and extent of exploration expenditure are dependent on the Group's available cash resources, and management has the ability to adjust the level of discretionary exploration expenditure if required.

The Group's ability to continue as a going concern is dependent on its ability to raise additional capital or secure other sources of funding to meet its obligations as they fall due and to continue its planned exploration activities.

While the directors believe that the Group will be able to obtain additional funding if required, there can be no assurance that such funding will be available on acceptable terms or at all. These conditions indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern.

The financial statements have nevertheless been prepared on a going concern basis, as the directors believe that the Group will be able to obtain sufficient funding to continue its operations.

NOTE 2: SEGMENT INFORMATION

The Group has identified that it operates in only one segment based on the internal reports that are reviewed and used by the board of directors (chief operating decision makers) in assessing performance and determining the allocation of resources. The Group's principal activity is mineral exploration.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2025

NOTE 3: CONTRIBUTED EQUITY

	31 Dec 2025		31 Dec 2024	
	Number of securities	**$**	Number of securities	$
Movements in Ordinary Shares during the half-year:				
Beginning of the financial period	**213,764,724**	**37,403,455**	80,009,222	34,485,938
Issued during the period:				
Fully paid shares issued – Non-Renounceable Rights Issue and Placements at $0.025 each			48,006,221	1,200,155
Fully paid shares issued – Private placement at $0.025 each			61,000,000	1,525,000
Issue of fully paid shares pursuant to a Controlled Placement Agreement			5,880,000	-
Issue of partly paid shares pursuant to a short-term loan agreement	**1,138,952**	**15,000**	-	-
Fully paid shares issued – Non-Renounceable Rights Issue at $0.017 each	**34,740,607**	**590,591**	-	-
Fully paid shares issued - Consulting services at $0.017 each	**1,176,471**	**20,000**	-	-
Partly-paid shares issued pursuant to exercise of options at $0.0001 each	**3,400,000**	**340**	-	-
Value of 34,000,000 options transferred from reserve to equity when exercised	**-**	**61,200**		
Fully paid shares issued – Private placement at $0.036 each	**39,000,000**	**1,404,000**	-	-
Transaction costs:	**-**	**(71,955)**	-	(148,874)
End of the financial period	**293,220,754**	**39,422,631**	194,895,443	37,062,219
Movements in Performance Rights:				
Beginning of the financial period	**1,619,051**	**85,000**	1,619,051	85,000
Performance Rights lapsed	**(1,619,051)**	**(85,000)**	-	-
End of the financial period	**-**	**-**	1,619,051	85,000

As at 31 December 2025, the Company had 286,165,546 fully paid ordinary shares, 1,349,586 partly paid ordinary (contributing) shares on issue (90 cents paid, 90 cents unpaid), 1,166,670 partly paid ordinary (contributing) shares on issue (0.003 cents paid, $1.20 unpaid), 1,138,952 partly paid ordinary (contributing) shares on issue (0.001 cents paid, $0.05 unpaid) and 3,400,000 partly paid ordinary (contributing) shares on issue ($0.0001 cents paid, $0.0749 unpaid.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2025

NOTE 4: RESERVES

	31 Dec 2025
	$
Share Based Payments Reserve	
Balance at the beginning of the period	101,040
Options exercised to acquire partially paid shares @ $0.0001 each	(61,200)
Balance at the end of the period	**39,840**
Total Reserves	**39,840**

	Number of Options	
	31 Dec 2025	31 Dec 2024
Beginning of the financial period	**47,529,193**	16,327,679
Movements of options during the half-year		
Options lapsed as unexercised 7 October 2024	**-**	(5,748,486)
Issued, exercisable at $0.10 (to acquire one fully paid share), expiring 31 October 2026 – free attaching options issued together with placements of fully paid ordinary shares at $0.025	**-**	30,500,000
Issued to lead manager - options exercisable at $0.10 (to acquire one fully paid share), expiring 31 October 2026	**-**	3,050,000
Issued to directors – options to acquire partly paid shares, exercised at $0.0001 each, before 30 October 2025	**(3,400,000)**	3,400,000
Issued, exercisable at $0.05 (to acquire one fully paid share), expiring 28 September 2030 – free attaching options issued together with issue of sshares pursuant to a rights issue of fully paid ordinary shares at $0.017	**34,740,607**	-
Issued in respect of professional services rendered - options exercisable at $0.05 (to acquire one fully paid share), expiring 28 September 2030 - – free attaching options issued on same basis as securities issued purssuant to rights issue	**1,176,471**	-
End of the financial period	**80,046,271**	47,529,193

NOTE 5: DIVIDENDS

No dividends were paid during the half-year. No recommendation for payment of dividends has been made.

NOTE 6: DISCONTINUED OPERATIONS

SALE OF CORUSCANT MINERALS PTY LTD (CMPL)

On 15 September 2025 EMU announced that it had entered into a conditional agreement to sell all of the issued capital in its wholly owned subsidiary Coruscant Minerals Pty Ltd, the sole owner of the Badja Gold Project in Western Australia, to Nexus Badjer Pty Ltd. It was subsequently announced on 22 September that the sale had been completed. The total consideration was $3,514,721.10 of which $1,314,721.10 was paid with the balance to be paid upon reaching performance milestones based on gold production from the Badja Project.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2025

Those milestone payments are:

- $1,000,000 upon reaching 5000 ounces of gold production; and
- $1,200,000 upon the production of a further 5000 ounces of gold production.

Should the Badja Gold Project (either directly or indirectly through the sale of shares in Coruscant) be on-sold by the current owner, the outstanding performance based payments will become immediately due and payable.

None of the milestones have been reached as at the end of this reporting period.

Loss from discontinued operations

Revenue	1,314,721
Exploration expense	(16,305)
Net profit from discontinued operations for the period	**1,298,416**

Profit from disposal

The carrying value of CMPL at date of disposal was as follows:

Capitalised explorations costs	-
Total Net Assets	**-**
Consideration received in cash	1,314,721
Total consideration	**1,314,721**
Gain on disposal	**1,298,416**
Total gain on discontinued operations	**1,298,416**

NOTE 7: CONTINGENCIES and COMMITMENTS

Tenement Expenditure Commitments

Georgetown Joint venture

The Company advised in September 2025 that a reconciliation of sole expenditure incurred by EMU during the farm-in phase of the Georgetown JV, had been completed and agreed to by its joint venture partner, Rugby Mining Pty Ltd (**Rugby**).

EMU's contribution to expenditure exceeded that required to earn its 80% interest and Rugby has elected to dilute. EMU's increased interest (agreed with Rugby) now aggregates 83%. Rugby has also elected not to contribute to the next approved budget, which will result in EMU's interest increasing further. EMU is the manager of the Joint Venture.

Exploration on the tenements is subject to the native title conditions as per relevant legislation.

Other than as described above, there are no material contingent liabilities or contingent assets of the Group at the reporting date.

Contingent Receipts on sale of Coruscant Minerals Pty Ltd

On 15 September 2025 EMU announced that it had entered into a conditional agreement to sell all of the issued capital in its wholly owned subsidiary Coruscant Minerals Pty Ltd, the sole owner of the Badja Gold Project in Western Australia. That sale was completed. The total consideration was $3,514,721.10 of which $1,314,721.10

was paid with the balance to be paid upon reaching performance milestones based on gold production from the Badja Project. Those milestone payments are:

- $1,000,000 upon reaching 5000 ounces of gold production; and
- $1,200,000 upon the production of a further 5000 ounces of gold production.

Should the Badja Gold Project (either directly or indirectly through the sale of shares in Coruscant) be on-sold by the new owner, the outstanding performance based payments will become immediately due and payable.

The management has assessed the fair value of the contingent assets as nil as at 31 December 2025.

None of the milestones have been reached as at the end of this reporting period.

NOTE 8: SUBSEQUENT EVENTS

Since the reporting date, the Company appointed Mr Doug Grewar as Chief Executive Officer and Managing Director of the Company.

Mr Grewar was previously the chief executive officer of the Company from 11 February 2020 until 17 March 2025, when the executive services arrangements were terminated by the Company, with immediate effect, on the basis of alleged breaches of contract.

Following the election of the current Board at the 2025 AGM, the Company subsequently conducted an investigation into the circumstances and processes surrounding the termination of these arrangements.

The Company concluded that review and determined that allegations to support termination of the arrangements without notice could not be substantiated. The review also identified that a written contract between the Company and Mr Grewar had not been executed.

The Company and Mr Grewar (together with his corporate entity, Astrial Pty Ltd) have executed a confidential deed of settlement to release each other from all claims relating to the previous termination of the arrangements with Mr Grewar.

The Company has executed a new Executive Services Agreement with Astrial Pty Ltd to appoint Mr Grewar as Chief Executive Officer and Managing Director, with the following key terms:

- Commencement Date and Term - 15 February 2026 for an initial 2.5-year term which may be extended by mutual agreement;
- Remuneration - $25,000 per month;
- Incentives - Up to 2,500,000 fully paid ordinary shares (performance rights) subject to the attainment of agreed key performance indicators during the next 12 months and subject to shareholder approval;
- Termination - The Executive Services Agreement may be terminated by the giving of six months' notice;
- The Executive Services Agreement otherwise contains usual terms and conditions in respect of duties and responsibilities, conflicts of interest, leave, confidential information and intellectual property.

Other than as noted above, as of the date of this report, no other matter or circumstance has arisen which has significantly affected, or may significantly affect the operations of the Company, the result of those operations, or the state of affairs of the Company in subsequent financial years.

NOTE 9. SHARE-BASED PAYMENTS

During the period, the Company negotiated a debt facility (Loan Agreement) with Northmead Holdings Pty Ltd (Lender) a substantial shareholder of the Company. The Lender agreed to lend the Company up to $500,000 (Principal Sum), to be repaid on or before 30 November 2025 (Loan Facility). Interest was payable at the rate of 18% per annum but absent default the lower rate of 15% would be accepted.

The Company agreed to pay the Lender an equity based commitment fee equal to 3% of the Principal Sum, to be satisfied by the issue of 1,138,952 unlisted Contributing Shares, paid to $0.001 and unpaid to $0.05, with no call to be made before 30 July 2028 (Consideration Contributing Shares). The value of the Consideration Contributing Shares was determined by way of an independent valuation.

The Company repaid the loan in full from the sale proceeds of the Badja Project and issued the partly-paid securities in satisfaction of the agreed commitment fee.

The share based payments expense arising from the issue of these Contributing Shares are as follows:

Northmead	$15,000
Total	**$15,000**

These options were independently valued by Scott Hill of Provisio Corporate and an extract from his valuation is as follows:

"Valuation Basis

To estimate the fair value of the partly paid shares based on accounting rules for those shares issued as part of debt facility. The fair value incorporates the opportunity to participate in an upcoming rights issue and compliance with AASB 13 requirements for fair value measurement. The Valuation is based on market-based and income-based approaches incorporating equity instruments pricing models and theoretical ex-rights adjustments, classified under the AASB 13 fair value hierarchy.

Key Assumptions

The valuation is based on the following key components and assumptions:

- Current ordinary share price: $0.026 (25 August 2025);
- EMU Market capitalization: approximately $5,490,000;
- 52-week share price range: $0.017 to $0.036;
- Based on the Australian government bond yield, a risk-free rate of 3.48% per annum was used;
- Volatility: 65% (refer below);
- Company shall immediately pay Lender an equity commitment fee of 3% of the Principal Sum. The equity value equivalent of the 3% fee shall be determined by a recognised valuer where the equity will be in the form of partly paid ordinary shares subject to and on the following terms, namely:
  - (i) they will be credited as paid to $0.001;
  - (ii) an aggregate of up to 5 cents will be payable upon call;
  - (iii) no call to be made before 30 July 2028;
  - (iv) they will not have (despite anything else) any voting rights at the first general meeting of shareholders following their issue;
  - (v) they will be unlisted (but when fully paid the shares will be listed);
  - (iv) they will otherwise upon the same terms as EMU's listed class of contributing shares (i.e. the ability to participate in Rights Issues).
- An upcoming Rights Issue: **One new share for every two held at $0.017, with one free attaching option (*exercisable at $0.05 on or before August 30, 2030*),**

The fair value is derived from two primary components, aligned with AASB 13's requirements for using multiple techniques where appropriate to corroborate the measurement:

1. **Embedded Call Option Valuation (Income Approach - Level 3):**

   The unpaid portion ($0.05) is modelled as an embedded call option on the underlying ordinary shares, with a strike price of $0.05 and time to earliest exercise of approximately 3 years. The Black-Scholes option pricing model is applied, which is an acceptable income approach under AASB 13 for valuing options.

EMU

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2025

Black-Scholes Inputs and Calculation:

- Underlying price (S): \$0.026 (Level 1 observable input).
- Strike price (K): \$0.05 (contractual, unobservable but entity-specific).
- Time to maturity (T): 3 years.
- Risk-free rate (r): 3.48% (observable from market data, Level 2).
- Volatility (σ): 65% (based on historical data, Level 3 and reduced to market implied volatility to reflect unlisted nature of the options).

The formula for a call option value (C) is: $C = S \times N(d1) - K \times e^{(-rT)} \times N(d2)$ Where: $d1 = [\ln(S/K) + (r + \sigma^2/2) \times T] / (\sigma \times \sqrt{T})$ $d2 = d1 - \sigma \times \sqrt{T}$

Step-by-step calculation:

- $\ln(S/K) = \ln(0.026/0.05) = \ln(0.52) \approx -0.6539$
- $\sigma^2/2 = 0.65^2/2 = 0.4225/2 \approx 0.21125$
- $(r + \sigma^2/2) \times T = (0.0348 + 0.21125) \times 3 \approx 0.24605 \times 3 \approx 0.73815$
- Numerator for d1: $-0.6539 + 0.73815 \approx 0.08425$
- Denominator for d1: $0.65 \times \sqrt{3} \approx 0.65 \times 1.732 \approx 1.1258$
- $d1 \approx 0.08425 / 1.1258 \approx 0.0748$
- $d2 \approx 0.0748 - 1.1258 \approx -1.051$
- $N(d1) \approx N(0.0748) \approx 0.5298$ (from standard normal cumulative distribution)
- $N(d2) \approx N(-1.051) \approx 0.1466$
- $C = 0.026 \times 0.5298 - 0.05 \times e^{(-0.0348 \times 3)} \times 0.1466$
- $e^{(-0.0348 \times 3)} = e^{(-0.1044)} \approx 0.9009$
- $0.05 \times 0.9009 \times 0.1466 \approx 0.00660$
- $0.026 \times 0.5298 \approx 0.01377$
- $C \approx 0.01377 - 0.00660 \approx \$0.00717$

This represents the value of the embedded option component per share, adjusted for the restrictions under AASB 13.

2. Rights Issue Participation Value (Market Approach - Level 2):

The contributing shares are entitled to participate in the upcoming rights issue as if fully paid, granting 0.5 new shares per contributing share at \$0.017, each with one free attaching option (strike \$0.05, expected expiry August 30, 2030).

Key Calculations:

- Theoretical ex-rights price (TERP): (2 × \$0.026 + 1 × \$0.017) / 3 ≈ \$0.023 (using observable market prices).
- Attaching option value: Estimated at \$0.006 per option using similar Black-Scholes parameters (Level 3 input for longer maturity).
- Value per right: (TERP + option value - issue price) × rights per share ≈ (\$0.023 + \$0.006 - \$0.017) × 0.5 ≈ \$0.006 per contributing share.

This component captures the economic benefit from the rights issue, using observable inputs where possible.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2025

Final Fair Value Estimate

Component	Value (AUD)
TERP	$0.023
Option benefit (0.5 option)	+$0.00717
Rights discount benefit	+$0.006
Floor value (credited paid)	$0.001
Adjusted Fair Value	**$0.01317**

The fair value is derived from two primary components, aligned with AASB 13's requirements for using multiple techniques where appropriate to corroborate the measurement.

Sensitivity Analysis (AASB Disclosure for Level 3 Inputs)

Parameter	Base Case	+10% Change	-10% Change	Impact on Fair Value per Share
Share Price	$0.026	$0.0286	$0.0234	+$0.0013 / -$0.0012
Volatility	65%	71.5%	58.5%	+$0.0009 / -$0.0008
Time to Call (years)	3	3.3	2.7	+$0.0006 / -$0.0005
Risk-Free Rate	3.48%	3.828%	3.132%	+$0.0002 / -$0.0002

Risks and Considerations

- **Market Volatility:** EMU's share price has ranged from $0.017 to $0.036 over 52 weeks, indicating high uncertainty that could affect Level 1 inputs.
- **Liquidity and Restrictions:** Adjustments for lack of marketability (unlisted status) and voting restrictions are incorporated as per AASB 13.
- **Rights Issue Success:** Assumes full participation; shortfall could alter dilution effects and fair value.
- **Call Risk:** No calls before 2028, but future calls could require additional payment, factored into the model.
- **Regulatory and Company-Specific Risks:** Alignment with EMUCA terms exposes holders to EMU's operational risks (e.g., mining sector volatility). AASB 13 requires consideration of non-performance risk, which is minimal here but noted.

Fair and Reasonable Valuation

Based on the analysis conducted in compliance with AASB 13, the estimated fair value of the partly paid contributing shares is $0.013 per share. This reflects the discounted value of the embedded options and rights entitlements, adjusted for the partly paid nature, restrictions, and market participant assumptions. The measurement uses a combination of market and income approaches, with disclosures provided for Level 3 inputs."

Total expenses arising from share-based payment transactions other than to provide benefits to employees (including directors) recognised during the period were as follows:

31 December	
2025	2024
$15,000	$-

EMU

DIRECTORS' DECLARATION

In the directors' opinion:

1. the financial statements and notes set out on pages 14 to 25 are in accordance with the *Corporations Act 2001*, including:
   (a) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
   (b) 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
2. there are reasonable grounds to believe that Emu NL will be able to pay its debts as and when they become due and payable.

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

Signature affixed to original document and held on file

John Anderson
Chairman
13 March 2026

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Emu NL

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of EMU NL ("the Company") and its subsidiaries ("the Group"), which comprises the consolidated statement of financial position as at 31 December 2025, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, a summary of material accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us to believe that the accompanying half-year financial report of EMU NL is not in accordance with the *Corporations Act 2001* including:

(a) giving a true and fair view of the EMU NL 's financial position as at 31 December 2025 and of its financial performance for the half-year then ended; and

(b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *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 Group in accordance with the auditor independence requirements of *the Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (*including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We 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.

ELDERTON
AUDIT PTY LTD

Report on the Half-Year Financial Report (Continued)

Material Uncertainty related to Going Concern

We draw attention to the note 1 of the financial report, which described that the ability of the Group to continue as a going concern is dependent on raising equity finance. As a result, there is a material uncertainty related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern, and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report.

Our opinion 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 the Australian Accounting Standards and the *Corporations Act 2001* and for such internal 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 Group's financial position as at 31 December 2025, and of its financial performance for the half-year ended on that date, and complying with Accounting Standards 134 *Interim Financial Reporting* and the *Corporations Act 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.

Signature of Elderton Audit Pty Ltd affixed to original document and held on file

Elderton Audit Pty Ltd

Signature of Sajjad Cheema affixed to original document and held on file

Sajjad Cheema
Director

13 March 2026
Perth