

Freehill Mining Limited

ABN 27 091 608 025

Interim Report - 31 December 2025

Freehill Mining Limited
Corporate directory
31 December 2025

Directors	Paul Davies Benjamin Jarvis Peter Williams
Registered office	Level 24, 570 Bourke St Melbourne, Victoria, Australia, 3000
Principal place of business	Level 24, 570 Bourke St Melbourne, Victoria, Australia, 3000
Share register	Automic Registry Services Level 5, 126 Phillips Street Sydney NSW 2000
Auditor	Connect National Audit Pty Ltd 60 Toorak Road South Yarra, Victoria 3141
Stock exchange listing	Freehill Mining Limited shares are listed on the Australian Securities Exchange (ASX code: FHS)
Website	www.freehillmining.com

Freehill Mining Limited
Directors' report
31 December 2025

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'consolidated entity') consisting of Freehill Mining Limited (referred to hereafter as the 'company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 31 December 2025.

Directors

The following persons were directors of Freehill Mining Limited during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Paul Davies
Benjamin Jarvis
Peter Williams

Principal activities

During the financial half-year the principal continuing activities of the consolidated entity consisted of:

- Continue to develop position as leading supplier of material to Infrastructure and Construction Sectors in La Serena Region;
- Diversify product offering within waste material business; and
- Reviewing potential acquisitions predicated on adding shareholder value.

Review of operations

The loss for the consolidated entity after providing for income tax amounted to \$766,692 (31 December 2024: \$219,904).

For the six months to 31 December 2025, Freehill Mining Limited recorded revenue of \$976,000 for H1 FY2026, with second-quarter revenue increasing to \$580,000, a 46% improvement on the first quarter result of \$396,000, and that positive momentum continued into the quarter after the reporting period.

During the period the Company completed the relocation of its largest plant and operations to a new site, Islon, located on the fringes of the La Serena/Coquimbo metropolitan area. Operational issues with the plant, arising from the move, were identified and addressed, with a reduced head count and the appointment of experienced personnel to strengthen operations. These changes are delivering cost savings and improved efficiencies. The establishment of a second site closer to a large regional centre in Chile has also broadened Freehill's customer base, with multiple new customers secured, and a strong working relationship has developed with the local municipality for feedstock acquisition and potential purchases for local works, supporting a more reliable feedstock supply and predictable revenue streams.

The two key projects covered by the options are Blanco y Negro and Joshua. The Blanco y Negro project is a granted mining-lease asset that hosts a JORC-2012 Indicated and Inferred Mineral Resource of 1.5 million tonnes at 1.4% Cu and 0.5 g/t Au (approximately 20,000 t contained copper and 24,000 oz contained gold). The resource is oxide-dominated with transition and fresh components, is open to the northwest and down-dip, and sits within trucking distance of local copper processing plants. Historical drilling at Blanco y Negro includes multiple high-grade intercepts, supporting both near-term mine-planning potential and further resource expansion through targeted drilling. Work planned at Blanco y Negro includes exploration, mine surveying, and permitting and planning to support the supply and transport of mined material to a nearby, government owned copper processing plant.

The Joshua project is a large, multi-phase porphyry system with a broad alteration footprint (multiple porphyry phases mapped across an area of roughly 6 km by 3 km) and compelling historical drill results, including long, coherent porphyry-style intersections (notably 400 m @ ~0.33% CuEq from surface reported in historical drilling). Joshua contains multiple, largely untested porphyry target, including a priority, drill-ready target at Joshua West, and only a small proportion of the system has been drill tested to date, providing significant exploration upside. Given its scale and character, Joshua is being assessed for partner opportunities as well as direct advancement.

Freehill's assessment is that the projects deliver an early path to revenue at Blanco y Negro while Joshua offers significant longer-term exploration upside. These projects complement Freehill's growing aggregates business in Region IV, Chile. This growth is further reflected in gross sales reported for the first two months of the March of approximately \$580,000, matching the total gross sales achieved in the entire December quarter, which demonstrates a clear and accelerating sales momentum. This strong start to the March quarter reflects higher customer uptake and improved operational throughput following commencement of stable operations at the Islon plant. Freehill expects this sustained momentum to support stronger cash flow generation, to reduce reliance on project-by-project variability, and to underpin further investment in operational efficiencies and the development of new projects.

Freehill Mining Limited
Directors' report
31 December 2025

Significant changes in the state of affairs

During the financial half-year the company issued 135,000,000 fully paid ordinary shares raising a total of \$540,000 before costs.

Matters subsequent to the end of the financial half-year

On 27 February 2026, the company announced that is signed options to acquire 100% of the Blanco y Negro Gold Deposit and 75% of the Joshua Copper-Gold Multi Phase Porphyry Project. Both projects are in Chile. The total purchase price is US\$4,005,000 which is payable in the following tranches:-

- US\$155,000 payable on signing the agreement, which has been paid;
- US\$150,000 within 6 months of signing the option agreement;
- US\$250,000 within 30 business days of approval to extract up to 5,000 tons of material per month;
- US\$500,000 with 30 business days of commencing economic production; and
- US\$2,950,000 balance with 12 months of commencing economic production. If this amount is not paid within 6 months of the commencing economic production, the vendor will receive 10% of the net monthly income for the next 6 months

On 11 March 2026 the company issued 500,000,000 fully paid ordinary shares valued at \$0.003 per share raising \$1,500,000 before costs.

No other matter or circumstance has arisen since 31 December 2025 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

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 immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001.

On behalf of the directors



Ben Jarvis
Director

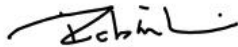
16 March 2026

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

As lead auditor for the review of Freehill Mining Limited for the half-year ended 31 December 2025, I declare that, to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (b) no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Freehill Mining Limited.



ROBIN KING HENG LI CA RCA
DIRECTOR
CONNECT NATIONAL AUDIT PTY LTD
Authorised Audit Company No. 521888
16 March 2026

Freehill Mining Limited

Contents

31 December 2025

Consolidated statement of profit or loss and other comprehensive income	6
Consolidated statement of financial position	7
Consolidated statement of changes in equity	8
Consolidated statement of cash flows	9
Notes to the consolidated financial statements	10
Directors' declaration	16
Independent auditor's review report to the members of Freehill Mining Limited	17

General information

The financial statements cover Freehill Mining Limited as a consolidated entity consisting of Freehill Mining Limited and the entities it controlled at the end of, or during, the half-year. The financial statements are presented in Australian dollars, which is Freehill Mining Limited's functional and presentation currency.

Freehill Mining Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Level 24, 570 Bourke St
Melbourne, Victoria,
Australia, 3000

A description of the nature of the consolidated entity's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 16 March 2026.

Freehill Mining Limited
Consolidated statement of profit or loss and other comprehensive income
For the half-year ended 31 December 2025

		Consolidated	
	Note	Dec 2025	Dec 2024
		\$	\$
Revenue	4	846,736	1,245,524
Expenses			
Mine production costs		(628,638)	(789,190)
Corporate and administration expenses		(791,336)	(545,472)
Depreciation and amortisation expense		(160,384)	(109,995)
Other expenses		(21,696)	(20,771)
Finance costs		(11,374)	-
Loss before income tax expense		(766,692)	(219,904)
Income tax expense		-	-
Loss after income tax expense for the half-year attributable to the owners of Freehill Mining Limited		(766,692)	(219,904)
Other comprehensive income			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Foreign currency translation (note 8)		140,682	131,547
Other comprehensive income for the half-year, net of tax		140,682	131,547
Total comprehensive loss for the half-year attributable to the owners of Freehill Mining Limited		<u>(626,010)</u>	<u>(88,357)</u>
		Cents	Cents
Basic earnings per share	13	(0.022)	(0.007)
Diluted earnings per share	13	(0.022)	(0.007)

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

Freehill Mining Limited
Consolidated statement of financial position
As at 31 December 2025

	Note	Consolidated	
		Dec 2025	Jun 2025
		\$	\$
Assets			
Current assets			
Cash and cash equivalents		24,545	562,670
Trade and other receivables	5	1,058,952	576,054
Inventories		337,804	235,178
Other		111,282	73,712
Total current assets		<u>1,532,583</u>	<u>1,447,614</u>
Non-current assets			
Trade and other receivables	5	834,287	979,204
Property, plant and equipment		872,261	837,080
Right-of-use assets		298,267	340,384
Exploration and evaluation		180,394	134,638
Mining	6	10,409,552	10,438,199
Total non-current assets		<u>12,594,761</u>	<u>12,729,505</u>
Total assets		<u>14,127,344</u>	<u>14,177,119</u>
Liabilities			
Current liabilities			
Trade and other payables		444,161	363,209
Borrowings		24,605	24,455
Lease liabilities		80,950	76,619
Total current liabilities		<u>549,716</u>	<u>464,283</u>
Non-current liabilities			
Lease liabilities		225,809	265,730
Provisions		70,000	70,000
Total non-current liabilities		<u>295,809</u>	<u>335,730</u>
Total liabilities		<u>845,525</u>	<u>800,013</u>
Net assets		<u>13,281,819</u>	<u>13,377,106</u>
Equity			
Issued capital	7	46,155,833	45,625,110
Reserves	8	1,469,921	1,329,239
Accumulated losses		<u>(34,343,935)</u>	<u>(33,577,243)</u>
Total equity		<u>13,281,819</u>	<u>13,377,106</u>

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

Freehill Mining Limited
Consolidated statement of changes in equity
For the half-year ended 31 December 2025

Consolidated	Issued capital \$	Reserves \$	Accumulated losses \$	Total equity \$
Balance at 1 July 2024	43,981,593	1,201,147	(32,772,433)	12,410,307
Loss after income tax expense for the half-year	-	-	(219,904)	(219,904)
Other comprehensive income for the half-year, net of tax	-	131,547	-	131,547
Total comprehensive loss for the half-year	-	131,547	(219,904)	(88,357)
<i>Transactions with owners in their capacity as owners:</i>				
Contributions of equity, net of transaction costs	449,139	-	-	449,139
Balance at 31 December 2024	<u>44,430,732</u>	<u>1,332,694</u>	<u>(32,992,337)</u>	<u>12,771,089</u>
Consolidated	Issued capital \$	Reserves \$	Accumulated losses \$	Total equity \$
Balance at 1 July 2025	45,625,110	1,329,239	(33,577,243)	13,377,106
Loss after income tax expense for the half-year	-	-	(766,692)	(766,692)
Other comprehensive income for the half-year, net of tax	-	140,682	-	140,682
Total comprehensive loss for the half-year	-	140,682	(766,692)	(626,010)
<i>Transactions with owners in their capacity as owners:</i>				
Contributions of equity, net of transaction costs (note 7)	530,723	-	-	530,723
Balance at 31 December 2025	<u>46,155,833</u>	<u>1,469,921</u>	<u>(34,343,935)</u>	<u>13,281,819</u>

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

Freehill Mining Limited
Consolidated statement of cash flows
For the half-year ended 31 December 2025

	Consolidated	
	Dec 2025	Dec 2024
	\$	\$
Cash flows from operating activities		
Receipts from customers	541,434	995,055
Interest and other finance costs paid	(11,374)	-
Payments to suppliers and employees (inclusive of indirect taxes)	<u>(1,414,566)</u>	<u>(1,153,130)</u>
Net cash used in operating activities	<u>(884,506)</u>	<u>(158,075)</u>
Cash flows from investing activities		
Payments for property, plant and equipment	(102,166)	(81,530)
Payments for exploration and evaluation	<u>(45,756)</u>	<u>(227,501)</u>
Net cash used in investing activities	<u>(147,922)</u>	<u>(309,031)</u>
Cash flows from financing activities		
Proceeds from issue of shares	540,000	500,100
Share issue transaction costs	(9,277)	(22,961)
Repayment of lease liabilities	<u>(36,908)</u>	<u>-</u>
Net cash from financing activities	<u>493,815</u>	<u>477,139</u>
Net increase/(decrease) in cash and cash equivalents	(538,613)	10,033
Cash and cash equivalents at the beginning of the financial half-year	562,670	63,481
Effects of exchange rate changes on cash and cash equivalents	<u>488</u>	<u>681</u>
Cash and cash equivalents at the end of the financial half-year	<u><u>24,545</u></u>	<u><u>74,195</u></u>

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

Freehill Mining Limited
Notes to the consolidated financial statements
31 December 2025

Note 1. Material accounting policy information

These general purpose financial statements for the interim half-year reporting period ended 31 December 2025 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report 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 accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

Going concern

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

As disclosed in the financial statements, the consolidated entity incurred a loss of \$766,692 (31 December 2024: \$219,904) and had operating cash outflows of \$884,506 (31 December 2024: \$158,075).

The directors have reviewed the cash flow forecast for the next 12 months from the date of signing this financial report, and assessed that there are reasonable grounds to believe the consolidated entity will be able to continue as a going concern due to the following factors:

- On 11 March 2026 the company issued 500,000,000 fully paid ordinary shares valued at \$0.003 per share raising \$1,500,000 before costs.
- The work done over the past 12 months has established the Company's credibility within the supply chains of major players in the construction sector on a project basis, while our new location is allowing us to embed ourselves in the day to day supply chains of the major cement companies across multiple products to significantly strengthen our position in the sector to more than sustain and evolve our position as a going concern;
- As an ASX listed entity, the company has the ability to access equity capital markets and has a history of being able to raise additional capital as and when the Directors consider appropriate; and

The financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or to the amounts and classification of liabilities that might be necessarily incurred should the consolidated entity not continue as a going concern.

Note 2. Critical accounting judgements, estimates and assumptions

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

Freehill Mining Limited
Notes to the consolidated financial statements
31 December 2025

Note 2. Critical accounting judgements, estimates and assumptions (continued)

Impairment of mining assets and exploration and evaluation assets

The consolidated entity assesses impairment of mining and exploration and evaluation assets at each reporting date by evaluating conditions specific to the consolidated entity and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions. It is only during the 2024 financial year that the Yervas Buenas project has gone into production. In April 2024, the site's plant was completed and ready for use, meaning that it could only operate at full capacity from that time. The impairment assessment at 31 December 2025 was based on expected future cash flows from the Yervas Buenas Project; estimation of future cashflows is subject to significant judgement and estimation in making this impairment assessment.

A discounted cash flow has been prepared to support the carrying value of the mining asset. A discount rate of 10% and perpetual growth rate of 5% was used in this calculation.

Note 3. Operating segments

Identification of reportable operating segments

The consolidated entity is organised into one operating segment: Chilean Mining. This operating segment is based on the internal reports that are reviewed and used by the Board of Directors (who are identified as the Chief Operating Decision Makers ('CODM')) in assessing performance and in determining the allocation of resources.

Note 4. Revenue

	Consolidated	Consolidated
	Dec 2025	Dec 2024
	\$	\$
<i>Revenue from contracts with customers</i>		
Mining sales	821,805	1,245,524
<i>Other revenue</i>		
Other revenue	24,931	-
Revenue	<u>846,736</u>	<u>1,245,524</u>

Disaggregation of revenue

The disaggregation of revenue from contracts with customers is as follows:

	Consolidated	Consolidated
	Dec 2025	Dec 2024
	\$	\$
<i>Geographical regions</i>		
Chile	<u>821,805</u>	<u>1,245,524</u>
<i>Timing of revenue recognition</i>		
Goods transferred at a point in time	<u>821,805</u>	<u>1,245,524</u>

Freehill Mining Limited
Notes to the consolidated financial statements
31 December 2025

Note 5. Trade and other receivables

	Consolidated	
	Dec 2025	Jun 2025
	\$	\$
<i>Current assets</i>		
Trade receivables	426,737	120,794
Other receivables	2,039	641
Future indirect tax benefits	630,176	454,619
	<u>1,058,952</u>	<u>576,054</u>
<i>Non-current assets</i>		
Future indirect tax benefits	834,287	979,204
	<u>1,893,239</u>	<u>1,555,258</u>

The majority of the indirect tax receivable relates to Value Added Tax (VAT) in Chile. This will be recovered as VAT on sales in Chile exceeds the VAT on expenses. An amount has been allocated as a current asset based on the expected revenues and expenses over the next 12 months with the balance being disclosed as non-current.

Note 6. Mining

	Consolidated	
	Dec 2025	Jun 2025
	\$	\$
<i>Non-current assets</i>		
Mining - at cost	16,102,259	16,102,259
Less: Accumulated amortisation	(95,490)	(66,843)
Less: Impairment	(5,597,217)	(5,597,217)
	<u>10,409,552</u>	<u>10,438,199</u>

Reconciliations

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

Consolidated	Mining asset \$
Balance at 1 July 2025	10,438,199
Amortisation expense	<u>(28,647)</u>
Balance at 31 December 2025	<u>10,409,552</u>

Note 7. Issued capital

	Consolidated			
	Dec 2025	Jun 2025	Dec 2025	Jun 2025
	Shares	Shares	\$	\$
Ordinary shares - fully paid	<u>3,548,853,592</u>	<u>3,413,853,592</u>	<u>46,155,833</u>	<u>45,625,110</u>

Freehill Mining Limited
Notes to the consolidated financial statements
31 December 2025

Note 7. Issued capital (continued)

Movements in ordinary share capital

Details	Date	Shares	Issue price	\$
Balance	1 July 2025	3,413,853,592		45,625,110
Issue of shares	10 October 2025	43,750,000	\$0.004	175,000
Issue of shares	17 October 2025	60,000,000	\$0.004	240,000
Issue of shares	24 December 2025	31,250,000	\$0.004	125,000
Less cost of capital raising		-	\$0.000	(9,277)
Balance	31 December 2025	<u>3,548,853,592</u>		<u>46,155,833</u>

Ordinary shares

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

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

Share buy-back

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

Note 8. Reserves

	Consolidated	
	Dec 2025	Jun 2025
	\$	\$
Foreign currency reserve	(319,560)	(460,242)
Share-based payments reserve	1,789,481	1,789,481
	<u>1,469,921</u>	<u>1,329,239</u>

Foreign currency reserve

The reserve is used to recognise exchange differences arising from the translation of the financial statements of foreign operations to Australian dollars. It is also used to recognise gains and losses on hedges of the net investments in foreign operations.

Share-based payments reserve

The reserve is used to recognise the value of equity benefits provided to employees and directors as part of their remuneration, and other parties as part of their compensation for services.

Movements in reserves

Movements in each class of reserve during the current financial half-year are set out below:

Consolidated	Share-based payments	Foreign currency	Total
	\$	\$	\$
Balance at 1 July 2025	1,789,481	(460,242)	1,329,239
Foreign currency translation	-	140,682	140,682
Balance at 31 December 2025	<u>1,789,481</u>	<u>(319,560)</u>	<u>1,469,921</u>

Freehill Mining Limited
Notes to the consolidated financial statements
31 December 2025

Note 9. Dividends

There were no dividends paid, recommended or declared during the current or previous financial half-year.

Note 10. Contingent liabilities

On 8 July 2024, the company announced that a fatal accident occurred at the company's Yerbas Beunas site. Since 31 December 2025, the company has received notification from Chilean courts that the claim has been rejected in its entirety with each party liable for their own costs.

Note 11. Related party transactions

Parent entity

Freehill Mining Limited is the parent entity.

Transactions with related parties

There were no transactions with related parties other directors fees during the current and previous financial half-year.

Receivable from and payable to related parties

The following balances are outstanding at the reporting date in relation to transactions with related parties:

	Consolidated	
	Dec 2025	Jun 2025
	\$	\$
Current payables:		
Fees and expenses payable to directors	4,650	24,008

Loans to/from related parties

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

Terms and conditions

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

Note 12. Events after the reporting period

On 27 February 2026, the company announced that is signed options to acquire 100% of the Blanco y Negro Gold Deposit and 75% of the Joshua Copper-Gold Multi Phase Porphyry Project. Both projects are in Chile. The total purchase price is US\$4,005,000 which is payable in the following tranches:-

- US\$155,000 payable on signing the agreement, which has been paid;
- US\$150,000 within 6 months of signing the option agreement;
- US\$250,000 within 30 business days of approval to extract up to 5,000 tons of material per month;
- US\$500,000 with 30 business days of commencing economic production; and
- US\$2,950,000 balance with 12 months of commencing economic production. If this amount is not paid within 6 months of the commencing economic production, the vendor will receive 10% of the net monthly income for the next 6 months

On 11 March the company issued 500,000,000 fully paid ordinary shares valued at \$0.003 per share raising \$1,500,000 before costs.

No other matter or circumstance has arisen since 31 December 2025 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

Freehill Mining Limited
Notes to the consolidated financial statements
31 December 2025

Note 13. Earnings per share

	Consolidated	
	Dec 2025	Dec 2024
	\$	\$
Loss after income tax attributable to the owners of Freehill Mining Limited	<u>(766,692)</u>	<u>(219,904)</u>
	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share	<u>3,458,853,592</u>	<u>3,202,111,923</u>
Weighted average number of ordinary shares used in calculating diluted earnings per share	<u>3,458,853,592</u>	<u>3,202,111,923</u>
	Cents	Cents
Basic earnings per share	(0.022)	(0.007)
Diluted earnings per share	(0.022)	(0.007)

Freehill Mining Limited
Directors' declaration
31 December 2025

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 31 December 2025 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the directors



Ben Jarvis
Director

16 March 2026

**Independent Auditor's Review Report
To the members of Freehill Mining Limited
Report on the Half-year Financial Report**

Conclusion

We have reviewed the accompanying Half-year Financial Report of Freehill Mining Ltd ("the Company") and the entities it controlled ("the consolidated entity"). 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 Freehill Mining Ltd 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 of its performance for the Half-year ended on that date; and
- Complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

The Half-year Financial Report comprises:

- Consolidated statement of financial position as at 31 December 2025;
- Consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the Half-year ended on that date;
- Notes 1 to 13 comprising a summary of material accounting policies and other explanatory information; and
- The Directors' Declaration.

Basis for Conclusion

We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 Review of the 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 Half-year Financial Report section of our report. We are independent of the consolidated entity 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 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.

Emphasis of Matter – Material Uncertainty Related to Going Concern

We draw attention to Note 1 in the half-year financial report which indicates that the consolidated entity incurred a loss of \$766,692 (31 December 2024: \$219,904) and had operating cash outflows of \$884,506 (31 December 2024: \$158,075).

The directors have reviewed the cash flow forecast for the next 12 months from the date of signing this financial report, and assessed that there are reasonable grounds to believe the consolidated entity will be able to continue as a going concern due to the following factors:

- On 11 March 2026 the company issued 500,000,000 fully paid ordinary shares valued at \$0.003 per share raising \$1,500,000 before costs;
- The work done over the past 12 months has established the Company's credibility within the supply chains of major players in the construction sector on a project basis, while our new location is allowing us to embed ourselves in the day to day supply chains of the major cement companies across multiple products to significantly strengthen our position in the sector to more than sustain and evolve our position as a going concern; and
- As an ASX listed entity, the company has the ability to access equity capital markets and has a history of being able to raise additional capital as and when the Directors consider appropriate

The financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or to the amounts and classification of liabilities that might be necessarily incurred should the consolidated entity not continue as a going concern.

As stated in Note 1, these events or conditions, along with other matters detailed in the note, indicate the existence of material uncertainty. If these events or conditions are not completed, and within the timeframes forecast, whether the consolidated entity is able to continue as a going concern and therefore realize its assets and settle its liabilities in the ordinary course of business is uncertain. Our conclusion is not modified in respect of this matter.

Emphasis of Matter - Impairment assessment of mining assets and exploration and evaluation assets

As disclosed in Note 2 - Critical accounting judgements, estimates and assumptions – Impairment of mining assets and exploration and evaluation assets in the half-year financial report, that the consolidated entity assesses impairment of mining and exploration and evaluation assets at each reporting date by evaluating conditions specific to the consolidated entity and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions.

A discounted cash flow has been prepared to support the carrying value of the mining asset. A discount rate of 10% and perpetual growth rate of 5% was used in this calculation.

Should the key assumptions not be achieved, or within the timeframe forecasted, then the value-in-use of the entire asset class may not hold and be subject to significant impairment. Our conclusion is not modified in respect of these matters.

Emphasis of Matter – Material Uncertainty Related to Classification of Future Indirect taxes benefits

We draw attention to Note 4 in the half-year financial report which indicates that the consolidated entity had a Future Indirect Taxes Benefits amounted to \$1.46 million disclosed as Trade and Other Receivables.

The Future Indirect Taxes benefits relates to Value Added Tax (VAT) in Chile. The directors assessed that this will be recovered as VAT on sales in Chile when the VAT on revenue exceeds the VAT on expenses. An amount has been allocated as a current asset based on the expected revenues and expenses over the next 12 months with the balance being disclosed as non-current.

Should the key assumptions not be achieved, or within the timeframe forecasted, then the classification of Future Indirect Taxes Benefits class may not hold and be subject to reclassification from current assets to non-current assets. Our conclusion is not modified in respect of these matters.

Responsibilities of the Directors for the Half-year Financial Report

The Directors of the consolidated entity 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 *Corporations Act 2001*
- For such internal control as the Directors determine is necessary to enable the preparation of the Half-year Financial Report that is free from material misstatement, whether due to fraud or error.

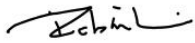
Auditor's responsibility for the review of the Half-year Financial Report

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 2024 and its performance for the half-year ended on that date; and complying with Australian 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.

Connect National Audit

CONNECT NATIONAL AUDIT PTY LTD
Authorised Audit Company No. 521888



ROBIN KING HENG LI CA RCA
DIRECTOR

Date: 16 March 2026