

Mont Royal Resources Limited

ABN 12 625 237 658

Consolidated Interim Financial Statements

For the three and six months ended 30 April 2026 and 2025

(Unaudited)

(Stated in Australian Dollars)

Mont Royal Resources Limited
For the three and six months ended 30 April 2026 and 2025

To the Shareholders of Mont Royal Resources Limited
For the three and six months ended 30 April 2026 and 2025:

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying unaudited consolidated interim financial statements of Mont Royal Resources Limited (the "Company") and its subsidiaries (together, the "Group") were prepared by management in accordance with AASB 134 Interim Financial Reporting and the *Corporations Act 2001* (Cth).

The unaudited consolidated interim financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the annual consolidated financial statements of the Group for the year ended 31 October 2025 and any public announcements made by the Group during the period in accordance with the continuous disclosure requirements of the *Corporations Act 2001* (Cth) and the ASX Listing Rules.

The accounting policies adopted in the preparation of the unaudited consolidated interim financial statements are consistent with those applied in preparation of the Group's annual consolidated financial statements for the year ended 31 October 2025.

Only changes in accounting policies have been disclosed in these unaudited consolidated interim financial statements. Management acknowledges responsibility for the preparation and presentation of the unaudited consolidated interim financial statements, including responsibility for significant accounting judgments and estimates and the choice of accounting principles and methods that are appropriate to the Group's circumstances.

Management has established processes, which are in place to provide them sufficient knowledge to support management representations that they have exercised reasonable diligence that (i) the unaudited consolidated interim financial statements do not contain any untrue statement of material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it is made, as of the date of and for the periods presented by the unaudited consolidated interim financial statements and (ii) the unaudited consolidated interim financial statements fairly present in all material respects the financial position, results of operations and cash flows of the Group, as of the date of and for the periods presented by the unaudited consolidated interim financial statements.

The Board of Directors are responsible for reviewing and approving the unaudited consolidated interim financial statements together with other financial information of the Group and for ensuring that management fulfils its financial reporting responsibilities.

An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the financial reporting process and the unaudited consolidated interim financial statements together with other financial information of the Group. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the unaudited consolidated interim financial statements together with other financial information of the Group for issuance to the shareholders.

Management recognizes its responsibility for conducting the Group's affairs in compliance with established financial standards, and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

These unaudited consolidated interim financial statements are authorised for issue by the Board of Directors on 12 June 2026.

They are signed on the Group's behalf by:



Nicholas Holthouse
Managing Director and CEO



Cameron Henry
Executive Chairman

Mont Royal Resources Limited
Statement of profit or loss and other comprehensive income
For the three and six months ended 30 April 2026 and 2025

		For the three months ended 30 April		For the six months ended 30 April	
Note		Consolidated		Consolidated	
		2026	Restated ¹ 2025	2026	Restated ¹ 2025
		\$	\$	\$	\$
	Other income	8,574	10,721	22,095	21,814
	Flow-through premium recovery	-	-	-	59,346
Expenses					
	Corporate expenses	(291,628)	(675,634)	(539,630)	(940,098)
	Depreciation and amortisation expense	(8,443)	(9,131)	(17,308)	(18,176)
	Employee benefits expense	(184,743)	(297,744)	(355,542)	(917,034)
	Finance costs	(1,249)	(2,564)	(2,873)	(5,380)
	Foreign exchange gain/(loss)	2,261	416	1,990	(2,373)
	Other expenses	(184,771)	(146,949)	(324,310)	(335,454)
	Share of loss from associate	-	(58,734)	-	(132,106)
	Share-based payment expense	14	(136,577)	(895,240)	(121,763)
Loss before income tax expense		(796,576)	(1,301,382)	(2,110,818)	(2,391,224)
	Income tax expense	-	-	-	-
Loss after income tax expense for the period		(796,576)	(1,301,382)	(2,110,818)	(2,391,224)
Other comprehensive income/(loss)					
<i>Items that may be reclassified subsequently to profit or loss</i>					
	Foreign currency translation	(1,745,876)	(834,683)	(3,831,307)	(95,452)
	Other comprehensive income/(loss) for the period, net of tax	(1,745,876)	(834,683)	(3,831,307)	(95,452)
Total comprehensive income/(loss) for the period		<u>(2,542,452)</u>	<u>(2,136,065)</u>	<u>(5,942,125)</u>	<u>(2,486,676)</u>
Loss for the period is attributable to:					
	Non-controlling interest	(5,232)	-	(5,260)	-
	Owners of Mont Royal Resources Limited	(791,344)	(1,301,382)	(2,105,558)	(2,391,224)
		<u>(796,576)</u>	<u>(1,301,382)</u>	<u>(2,110,818)</u>	<u>(2,391,224)</u>
Total comprehensive loss for the period is attributable to:					
	Non-controlling interest	(34,519)	-	(67,875)	-
	Owners of Mont Royal Resources Limited	(2,507,933)	(2,136,065)	(5,874,250)	(2,486,676)
		<u>(2,542,452)</u>	<u>(2,136,065)</u>	<u>(5,942,125)</u>	<u>(2,486,676)</u>
		Cents	Cents	Cents	Cents
	Basic and diluted loss per share	9	(0.41)	(1.09)	(2.21)

¹ Refer to note 2 for further details

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

Mont Royal Resources Limited
Statement of financial position
As at 30 April 2026 and 31 October 2025

		Consolidated	
	Note	30 Apr 2026	31 Oct 2025
		\$	\$
Assets			
Current assets			
Cash and cash equivalents		4,794,187	10,165,403
Prepayments and other receivables	4	3,174,538	4,088,822
Other current assets		36,315	38,095
Total current assets		<u>8,005,040</u>	<u>14,292,320</u>
Non-current assets			
Right-of-use assets		30,778	50,543
Property, plant and equipment		1,888	2,006
Exploration and evaluation	5	56,335,515	59,378,995
Reclamation bonds		82,169	87,308
Total non-current assets		<u>56,540,350</u>	<u>59,518,852</u>
Total assets		<u>64,455,390</u>	<u>73,811,172</u>
Liabilities			
Current liabilities			
Trade and other payables	6	301,887	4,622,061
Lease liabilities		38,719	44,106
Provisions		34,311	-
Total current liabilities		<u>374,917</u>	<u>4,666,167</u>
Non-current liabilities			
Lease liabilities		-	17,647
Total non-current liabilities		<u>-</u>	<u>17,647</u>
Total liabilities		<u>374,917</u>	<u>4,683,814</u>
Net assets		<u>64,080,473</u>	<u>69,127,358</u>
Equity			
Issued Capital	7	131,842,032	131,842,032
Reserves	8	12,336,985	15,210,437
Accumulated losses		(81,031,964)	(78,926,406)
Equity attributable to the owners of Mont Royal Resources Limited		63,147,053	68,126,063
Non-controlling interest		933,420	1,001,295
Total equity		<u>64,080,473</u>	<u>69,127,358</u>

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

Mont Royal Resources Limited
Statement of profit or loss and other comprehensive income
For the six months ended 30 April 2026 and 2025

	Issued capital \$	Reserves \$	Accumulated losses \$	Non- controlling interest \$	Total equity \$
Consolidated					
Balance at 1 November 2024 – Restated ¹	116,736,473	13,769,894	(72,369,983)	-	58,136,384
Loss after income tax expense for the period	-	-	(2,391,224)	-	(2,391,224)
Other comprehensive income for the period, net of tax	-	(95,452)	-	-	(95,452)
Total comprehensive loss for the period	-	(95,452)	(2,391,224)	-	(2,486,676)
Transactions with owners in their capacity as owners:					
Share-based payments	-	117,956	-	-	117,956
Balance at 30 April 2025 – Restated ¹	<u>116,736,473</u>	<u>13,792,398</u>	<u>(74,761,207)</u>	<u>-</u>	<u>55,767,664</u>
	Issued capital \$	Reserves \$	Accumulated losses \$	Non- controlling interest \$	Total equity \$
Consolidated					
Balance at 1 November 2025	131,842,032	15,210,437	(78,926,406)	1,001,295	69,127,358
Loss after income tax expense for the period	-	-	(2,105,558)	(5,260)	(2,110,818)
Other comprehensive loss for the period, net of tax	-	(3,768,692)	-	(62,615)	(3,831,307)
Total comprehensive loss for the period	-	(3,768,692)	(2,105,558)	(67,875)	(5,942,125)
Transactions with owners in their capacity as owners:					
Share-based payments (note 14)	-	895,240	-	-	895,240
Balance at 30 April 2026	<u>131,842,032</u>	<u>12,336,985</u>	<u>(81,031,964)</u>	<u>933,420</u>	<u>64,080,473</u>

¹ Refer to note 2 for further details

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

Mont Royal Resources Limited
Statement of cash flows
For the six months ended 30 April 2026 and 2025

		Consolidated
		Restated¹
Note	30 Apr 2026	30 Apr 2025
	\$	\$
Cash flows from operating activities		
Payments to suppliers and employees (inclusive of GST)	(4,585,798)	(863,814)
Interest received	21,618	14,479
	<u>(4,564,180)</u>	<u>(849,335)</u>
Net cash used in operating activities		
Cash flows from investing activities		
Payments for exploration and evaluation	(993,392)	(1,382,132)
Government grants and tax credits received	307,613	-
	<u>(685,779)</u>	<u>(1,382,132)</u>
Net cash used in investing activities		
Cash flows from financing activities		
Proceeds from exercise of options	434,901	-
Share issue transaction costs	(525,694)	-
Repayment of lease liabilities	(25,905)	(24,019)
	<u>(116,698)</u>	<u>(24,019)</u>
Net cash used in financing activities		
Net decrease in cash and cash equivalents	(5,366,657)	(2,255,486)
Cash and cash equivalents at the beginning of the financial period	10,165,403	2,722,449
Effects of exchange rate changes on cash and cash equivalents	(4,559)	33,640
	<u>4,794,187</u>	<u>500,603</u>
Cash and cash equivalents at the end of the financial period		

¹ Refer to note 2 for further details

Mont Royal Resources Limited
Notes to the financial statements
For the periods ended 30 April 2026 and 2025

Note 1. Material accounting policy information

Mont Royal Resources Limited (the "Company" or "Mont Royal"), was incorporated under the laws of Australia on 26 March 2018. Directly and through its 100% owned subsidiary, Commerce Resources Corp. ("Commerce") Mont Royal owns an interest in mineral properties located in Nunavik, Quebec, for the purposes of exploration and evaluation. Through its 100% owned subsidiary, Mont Royal Quebec Inc., Mont Royal owns an interest in mineral properties located in the James Bay Region of Quebec, for the purposes of exploration and evaluation.

The Company's head office is located at Level 8, 2 Bligh Street Sydney NSW 2000.

The Company's ordinary shares are dual-listed on the Australian Securities Exchange ("ASX") and the TSX Venture Exchange ("TSXV"), trading under the symbol "MRZ".

The material accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to the periods presented, unless otherwise stated. These financial statements cover Mont Royal Resources Limited as a consolidated entity consisting of Mont Royal Resources Limited and its subsidiaries ("the consolidated entity" or "the Group").

Basis of preparation

These general purpose financial statements for the interim reporting period ended 30 April 2026 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the *Corporations Act 2001* (Cth).

(i) Compliance with IFRS

The financial statements of Mont Royal Resources Limited also comply with International Financial Reporting Standards ("IFRS") including International Accounting Standard 34 *Interim Financial Reporting*, and International Accounting Standards as issued by the International Accounting Standards Board ("IASB") and Interpretations (collectively, "IFRS Accounting Standards").

New or amended Accounting Standards and Interpretations adopted

Certain new and amended accounting standards and interpretations have been published that are not mandatory for 30 April 2026 reporting periods and have not been early adopted by the Company.

The Group has assessed these new and amended standards and has determined that they do not have a material impact on the current reporting period and are not expected to have a material impact on the Company when adopted in future reporting periods.

Going Concern

The financial statements have been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the normal course of business. The Directors believe that the entity will continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report based on the Group having sufficient funds to meet the Group's working capital requirements as at the date of this report.

The Directors believe the Group will have sufficient working capital to meet all commitments and working capital requirements.

The financial report does not contain any adjustments relating to the recoverability and classification of recorded asset amounts, nor to the amounts or classification of liabilities that might be necessary should the Group not be able to continue as a going concern.

Comparatives

The amounts have been re-presented and comparatives have been realigned where necessary to be consistent with the current year presentation. Refer to Note 3 for further details.

Estimates

When preparing the financial statements, management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results.

The judgements, estimates and assumptions applied in the financial statements, including the key sources of estimation uncertainty, were the same as those applied in the Group's last consolidated annual financial statements for the year ended 31 October 2025.

Mont Royal Resources Limited
Notes to the financial statements
For the periods ended 30 April 2026 and 2025

Note 2. Restatement of Comparatives

Change in presentation currency

Commerce Resources Corp. has had a CAD functional currency and previously reported in CAD. During the previous financial year ended 31 October 2025, following the transaction with Mont Royal Resources Limited, the Group voluntarily changed its presentation currency from Canadian Dollars (CAD) to Australian Dollars (AUD) in accordance with AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors. All comparative financial information for the 30 April 2026 consolidated interim report, previously reported in Canadian dollars has been amended into AUD using the procedures outlined below:

- The consolidated statement of profit or loss and other comprehensive income and consolidated statement of cash flows have been translated to AUD using average exchange rates for the year, being CAD/AUD exchange rate of 0.8993 for the comparative six months ended 30 April 2025 and CAD/AUD exchange rate of 0.8955 for the comparative three months ended 30 April 2025;
- The equity section of the consolidated statement of financial position has been translated into AUD using historical exchange rates; and
- All disclosures, including loss per share disclosures have also been amended to AUD.

Note 3. Operating Segments

Identification of reportable operating segments

The consolidated entity's operations are in one reportable business segment, being mineral exploration and development. The Company operates in one geographical segment, being Canada.

The operating segment information is the same information as provided throughout the consolidated financial statements and therefore not duplicated. The information reported to the CODM is on a monthly basis.

Note 4. Current assets - prepayments and other receivables

	Consolidated	
	30 Apr 2026	31 Oct 2025
	\$	\$
Prepayments	617,765	510,714
Tax Credit receivable	2,445,495	2,906,035
GST/QST receivable	67,423	178,000
Receivable for the exercise of options	-	434,901
Other receivables	43,855	59,172
	<u>3,174,538</u>	<u>4,088,822</u>

Mont Royal Resources Limited
Notes to the financial statements
For the periods ended 30 April 2026 and 2025

Note 5. Non-current assets – exploration and evaluation

	Consolidated	
	30 Apr 2026	31 Oct 2025
	\$	\$
Opening balance	59,378,995	55,397,454
Exploration and evaluation acquired (i)	-	4,712,875
Exploration expenditure capitalised	568,316	2,060,535
Canadian mining tax credit (ii)	-	(2,598,422)
Foreign exchange movement	(3,611,796)	(193,447)
Carrying amount at balance date	<u>56,335,515</u>	<u>59,378,995</u>

- (i) Exploration and evaluation acquired as part of transaction between Mont Royal Resources and Commerce Resources Corp. in the financial year ended 31 October 2025.
- (ii) During the previous financial year, the Company submitted lodgments for refundable credits on duties for losses under the Mining Tax Act. Those refundable credits on duties for losses are applicable on exploration costs incurred in the Province of Quebec. Furthermore, the Company made lodgment for refundable tax credits for resources for mining companies on qualified exploration expenditures incurred. The credits are recorded against the exploration costs incurred as the credits are for exploration costs previously capitalised. The credits are recorded when lodgment for the credits has been made due to the uncertainty around the timing and amount of any tax credits.

Note 6. Current liabilities - trade and other payables

	Consolidated	
	30 Apr 2026	31 Oct 2025
	\$	\$
Trade payables	175,253	3,229,401
Other payables	126,634	1,392,660
	<u>301,887</u>	<u>4,622,061</u>

Note 7. Equity - issued capital

	Consolidated			
	30 April 2026	31 October 2025	30 April 2026	31 October 2025
	Shares	Shares	\$	\$
Ordinary shares - fully paid	<u>192,493,084</u>	<u>192,493,084</u>	<u>131,842,032</u>	<u>131,842,032</u>

Mont Royal Resources Limited
Notes to the financial statements
For the periods ended 30 April 2026 and 2025

Movements in ordinary share capital

Details	Date	Shares	Issue price	\$
Balance	1 November 2024	168,021,555		111,415,451
Exercise of Warrants	23 September 2025	80,000	\$0.120	10,538
Reversal of existing legal acquiree shares	21 October 2025	(212,101,555)		-
Mont Royal Resources Limited shares on issue at acquisition date	21 October 2025	18,664,040		-
Shares issued to the vendors of Commerce on acquisition.	21 October 2025	108,341,282		3,732,839
Share Placement	21 October 2025	50,000,000	\$0.200	10,000,000
Convertible note conversion	21 October 2025	11,739,009	\$0.200	2,324,001
Convertible note interest conversion	29 October 2025	1,220,256	\$0.200	241,578
Exercise of Options	30 October 2025	2,528,497	\$0.172	434,901
Share issue transaction costs, net of tax				(1,638,298)
Balance	31 October 2025	192,493,084		131,842,032
Balance	30 April 2026	<u>192,493,084</u>		<u>131,842,032</u>

Note 8. Equity - reserves

	Consolidated	
	30 Apr 2026	31 Oct 2025
	\$	\$
Share-based payment reserve	14,396,467	13,501,227
Foreign currency reserve	(2,059,482)	1,709,210
	<u>12,336,985</u>	<u>15,210,437</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 payment reserve

There were no share-based payments issued during the period. The movement during the period reflects share-based payments that continue to vest.

Mont Royal Resources Limited
Notes to the financial statements
For the periods ended 30 April 2026 and 2025

Note 9. Loss per share

Both the basic and diluted earnings per share have been calculated using the loss attributable to shareholders of the parent entity (no adjustment to losses were necessary during the periods to 30 April 2026 and 30 April 2025).

	Consolidated	
	Three months ended	30 Apr 2025
	30 Apr 2026	30 Apr 2025
	\$	\$
Loss after income tax attributable to the owners of Mont Royal Resources Limited	(791,344)	(1,301,382)
	Number	Number
<i>Weighted average number of ordinary shares</i>		
Weighted average number of ordinary shares used in calculating basic loss per share	192,493,084	108,130,993
Weighted average number of ordinary shares used in calculating diluted loss per share	192,493,084	108,130,993
	Cents	Cents
Basic and Diluted loss per share	(0.41)	(1.20)
	Consolidated	
	Six months ended	30 Apr 2025
	30 Apr 2026	30 Apr 2025
	\$	\$
Loss after income tax attributable to the owners of Mont Royal Resources Limited	(2,105,558)	(2,391,224)
	Number	Number
<i>Weighted average number of ordinary shares</i>		
Weighted average number of ordinary shares used in calculating basic loss per share	192,493,084	108,130,993
Weighted average number of ordinary shares used in calculating diluted loss per share	192,493,084	108,130,993
	Cents	Cents
Basic and Diluted loss per share	(1.09)	(2.21)

The basic loss per share for the comparative period before the acquisition date presented in the consolidated interim financial statements has been calculated using Commerce Resources Corp.'s historical weighted average number of ordinary shares outstanding multiplied by the exchange ratio of 212,021,555 Commerce shares to 108,341,282 Mont Royal shares.

Mont Royal Resources Limited
Notes to the financial statements
For the periods ended 30 April 2026 and 2025

Note 10. Contingent liabilities

The Northern Lights Project is subject to various royalty obligations pursuant to the Mineral Rights Acquisition Agreement for blocks that comprise the Northern Lights Project. Of the 845 exploration titles currently held by the Company, 537 exploration titles are subject to a net smelter return royalty. Specifically:

- (i) Alta Royalties and Focus No 1 Royalty: 32 exploration titles are subject to a 2% net smelter return royalty held by Resources Minière Alta Inc. (Alta) and a 0.5% net smelter return royalty held by Focus Graphite Inc. (Focus); and
- (ii) Focus No 2 Royalty: 505 exploration titles are subject to a 2.5% net smelter return royalty held by Focus.

The Eldor Property is subject to royalty obligations over eight mineral claims. Those eight mineral claims, as acquired by Commerce from Virginia, are subject to a 1% net smelter return royalty to Virginia. In addition to the Virginia royalty, there is a private agreement held by two individuals for a 5% net profit interest royalty in five of the eight tenements. Commerce has the right to buy back the net profit interest royalty for CAD 500,000.

The Directors are not aware of any other contingent liabilities or commitments as at 30 April 2026 (31 October 2025: \$nil)

Note 11. Events after the reporting period

On 9 June 2026, 600,000 unlisted options exercisable at \$0.30 expiring on 8 June 2029 were issued to consultants under an employee incentive plan.

No other matter or circumstance has arisen since 30 April 2026 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.

Note 12. Financial instruments

Financial risk management objectives

The consolidated entity's activities expose it to a variety of financial risks: market risk (including foreign currency risk and interest rate risk) and liquidity risk. The consolidated entity's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the consolidated entity.

Market risk

Foreign currency risk

The consolidated entity undertakes certain transactions denominated in foreign currency and is exposed to foreign currency risk through foreign exchange rate fluctuations.

Foreign exchange risk arises from future commercial transactions and recognised financial assets and financial liabilities denominated in a currency that is not the entity's functional currency. The risk is measured using sensitivity analysis and cash flow forecasting.

The Group is exposed to foreign exchange rate risk arising from cash and deposits held in Canadian dollars. At the reporting date the sensitivity for the Group's foreign exchange exposures was:

	Carrying Amount 30 Apr 2026 \$	Carrying Amount 31 Oct 2025 \$
Cash on deposit – CAD \$241,114 (31 Oct 2025: CAD \$18,537)	247,653	20,231
A change of 10% in CAD:AUD foreign exchange rates at the end of the reporting period would have increased/(decreased) profit and loss and equity by the amounts shown below. The analysis assumes that all other variables remain constant. This analysis is performed on the same basis for 31 October 2025:		
10% increase	24,765	2,023
10% decrease	(24,765)	(2,023)

Interest rate risk

The consolidated entity's exposure to the risks of changes in market interest rates relates primarily to the consolidated entity's short-term deposits with a floating interest rate. These financial assets with variable rates expose the consolidated entity to cash flow interest rate risk. All other financial assets and liabilities in the form of receivables and payables are non-interest bearing. The consolidated entity does not engage in any hedging or derivative transactions to manage interest rate risk. In regard to its interest rate risk, the consolidated entity continuously analyses its exposure. Within this analysis consideration is given to potential renewals of existing positions, alternative investments and the mix of fixed and variable interest rates. The sensitivity to the movement in interest rates for the likely range of outcomes is immaterial.

At 30 April 2026, if interest rates had changed by 10% during the three months with all other variables held constant, profit/(loss) for the three months and equity would have been \$2,162 lower/higher, mainly as a result of lower/higher interest income from cash and cash equivalents.

A sensitivity of 10% has been selected as this is considered reasonable given the current level of both short term and long term Australian dollar interest rates. A 10% increase sensitivity would move short term interest rates at 30 April 2026 from around 4.10% to 4.50% (10% decrease: 3.70%) representing a 40 basis points shift. This would represent one decrease which is reasonably possible in the current environment with the bias coming from the Reserve Bank of Australia and confirmed by market expectations that interest rates in Australia are more likely to move down than up in the coming period.

Based on the sensitivity analysis only interest revenue from variable rate deposits and cash balances is impacted, resulting in a decrease or increase in overall income.

Mont Royal Resources Limited
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For the periods ended 30 April 2026 and 2025

Liquidity risk

Vigilant liquidity risk management requires the consolidated entity to maintain sufficient liquid assets (mainly cash and cash equivalents) and available borrowing facilities to be able to pay debts as and when they become due and payable.

The consolidated entity manages liquidity risk by maintaining adequate cash reserves and available borrowing facilities by continuously monitoring actual and forecast cash flows and matching the maturity profiles of financial assets and liabilities.

Remaining contractual maturities

The following tables detail the consolidated entity's remaining contractual maturity for its financial instrument liabilities. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the financial liabilities are required to be paid.

	Weighted average interest rate %	1 year or less \$	Between 1 and 2 years \$	Between 2 and 5 years \$	Over 5 years \$	Remaining contractual maturities \$
Consolidated – 30 Apr 2026						
Non-derivatives						
<i>Non-interest bearing</i>						
Trade and other payables	-	301,887	-	-	-	301,887
<i>Interest-bearing - fixed rate</i>						
Lease liability	12.00%	38,555	-	-	-	38,555
Total non-derivatives		<u>340,442</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>340,442</u>

	Weighted average interest rate %	1 year or less \$	Between 1 and 2 years \$	Between 2 and 5 years \$	Over 5 years \$	Remaining contractual maturities \$
Consolidated – 31 Oct 2025						
Non-derivatives						
<i>Non-interest bearing</i>						
Trade and other payables	-	4,622,061	-	-	-	4,622,061
<i>Interest-bearing - fixed rate</i>						
Lease liability	12.00%	47,146	19,644	-	-	86,480
Total non-derivatives		<u>4,669,207</u>	<u>19,644</u>	<u>-</u>	<u>-</u>	<u>4,708,541</u>

The cash flows in the maturity analysis above are not expected to occur significantly earlier than contractually disclosed above.

Fair value of financial instruments

Unless otherwise stated, the carrying amounts of financial instruments reflect their fair value.

Mont Royal Resources Limited
Notes to the financial statements
For the periods ended 30 April 2026 and 2025

Note 13. Related Party Transactions

The Company's related parties include key management personnel (KMP) and entities over which they have control or significant influence as described below.

KMP Compensation

The aggregate compensation made to directors and other members of key management personnel of the consolidated entity is set out below:

	Consolidated	Restated¹
	Six months	Six months
	ended 30 Apr	ended 30 Apr
	2026	2025
	\$	\$
Short-term employee benefits	334,451	507,735
Post-employment benefits	40,123	-
Share-based payments	771,875	121,763
	<u>1,146,449</u>	<u>629,498</u>

Transactions with related parties

The following transactions occurred with related parties:

	Consolidated	Restated¹
	Six months	Six months
	ended 30 Apr	ended 30 Apr
	2026	2025
	\$	\$
Payment for goods and services:		
Payment for geological services to Dahrouge Geological Consulting, a related party of Jody Dahrouge (former director of Commerce Resources Corp.)	-	78,043
Payment for advisory fees and office rental charges to Churchill Strategic Investments, a related party of Jeremy Robinson and Cameron Henry	84,950	120,686

Receivable from and payable to related parties

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

	Consolidated	30 Apr 2026	31 Oct 2025
	\$	\$	\$
Current receivables:			
Funds owed in relation to exercise of options on 30 October 2025 from Churchill Strategic Investments, a related party of Jeremy Robinson and Cameron Henry	-		434,901
Current payables:			
Payment for finders fees, advisory fees and office rental charges to Churchill Strategic Investments, a related party of Jeremy Robinson and Cameron Henry	-		52,260

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.

¹ Refer to note 2 for further detail

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Note 14. Share-based payments

Share-based payments during the six months ended 30 April 2026 are summarised below:

(a) Recognised share-based payment expense

	Consolidated	Restated¹
	30 Apr 2026	30 Apr 2025
	\$	\$
Share-based payment expense	895,240	121,763

¹ Refer to note 2 for further details.

Options

Details of options issued, exercised and expired during the six months ended 30 April 2026 are set out below:

Grant Date	Expiry Date	Exercise Price	1 November 2025	Issued	Exercised	Lapsed	30 April 2026
18 March 2025	18 March 2028	\$0.258	893,913	-	-	-	893,913
28 July 2025	28 July 2028	\$0.300	1,532,423	-	-	-	1,532,423
10 November 2023	10 November 2026	\$1.590	658,500	-	-	-	658,500
25 March 2024	25 March 2026	\$1.370	329,250	-	-	(329,250)	-
21 October 2025	18 December 2025	\$0.624	8,049,557	-	-	(8,049,557)	-
21 October 2025	19 December 2025	\$0.538	4,193,206	-	-	(4,193,206)	-
21 October 2025	20 May 2026	\$0.947	4,133,750	-	-	-	4,133,750
21 October 2025	21 June 2026	\$0.538	15,953,514	-	-	-	15,953,514
21 October 2025	12 August 2026	\$0.430	8,884,757	-	-	-	8,884,757
21 October 2025	30 October 2026	\$0.258	34,840,632	-	-	-	34,840,632
21 October 2025	12 May 2028	\$0.161	561,888	-	-	-	561,888
21 October 2025	22 October 2028	\$0.300	8,000,000	-	-	-	8,000,000
21 October 2025	22 October 2028	\$0.300	1,532,423	-	-	-	1,532,423
			89,563,813	-	-	(12,572,013)	77,991,800

Performance Rights & PSU's

Details of performance rights and PSU's granted, converted and expired during the six months ended 30 April 2026 are set out below:

Tranche	Grant Date	Expiry Date	1 November 2025	Granted	Converted	Expired	30 April 2026	Value of rights expensed during the period (\$)
A²	9 July 2025	21 October 2028	1,532,423	-	-	-	1,532,423	209,399
A²	28 July 2025	21 October 2028	1,021,615	-	-	-	1,021,615	142,918
B	9 July 2025	21 October 2028	1,532,423	-	-	-	1,532,423	49,201
B	28 July 2025	21 October 2028	1,021,615	-	-	-	1,021,615	37,077
C	9 July 2025	21 October 2028	1,532,423	-	-	-	1,532,423	49,201
C	28 July 2025	21 October 2028	1,021,615	-	-	-	1,021,615	37,077
			7,662,114	-	-	-	7,662,114	524,873

² The vesting condition for Tranche A of the Performance Rights and PSU's was met during the period. As such, the share-based payment expense for the Performance Rights and PSU's was accelerated and fully expensed during the period.

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Tranche	Grant Date	Expiry Date	1 November 2025	Granted	Converted	Expired	30 April 2026	Value of PSU's expensed during the period (\$)
PSU A²	21 October 2025	21 October 2028	1,532,422	-	-	-	1,532,422	268,764
PSU B	21 October 2025	21 October 2028	1,532,423	-	-	-	1,532,423	50,802
PSU C	21 October 2025	21 October 2028	1,532,423	-	-	-	1,532,423	50,801
			4,597,268	-	-	-	4,597,268	370,367

Each tranche of performance rights and PSU's on issue has the following vesting condition and probability of achievement as at 30 April 2026:

Tranche	Vesting Condition	Probability of Achievement
A & PSU A²	Volume-weighted average price ('VWAP') of the Company's shares over a period of 20 days on which the Company's shares have actually traded, commencing on or after completion of the Transaction, exceeds \$0.30 within three years from issue.	100%
B & PSU B	Company completing and announcing on a recognised securities exchange, a positive Pre-Feasibility Study for the Company's Ashram Project within three years from issue.	100%
C & PSU C	Company announcing it has secured a significant funding package with an aggregate value of at least AUD\$200 million from a Governmental Agency for a portion of the Company's Ashram Project at either equity or asset level within three years from issue.	100%

² The vesting condition for Tranche A of the Performance Rights and PSU's was met during the period. As such, the share-based payment expense for the Performance Rights and PSU's was accelerated and fully expensed during the period.