ADMIRALTY RESOURCES NL

ABN 74 010 195 972

ANNUAL REPORT

2025

Contents

Corporate Directory

Directors:

Mrs Qing Zhong
Executive and Managing Director

Mrs Jian Barclay
Executive Director

Mr Bin Li
Executive Chairperson

Mr Greg Starr
Independent Non-Executive Director

Group Secretary:

Ms Louisa Le Yi Ho

Bank:

National Australian Bank
Level 13, Tower B
799 Pacific Highway
Chatswood NSW 2067

Scotiabank Azul
Av. Costanera Sur 2710
Piso 21 Torre A
La Condes, Santiago
Chile

Auditor:

In.Corp Audit & Assurance Pty Ltd
Level 1/6, 10 O'Connell Street
Sydney NSW 2000

Telephone: +61 2 8999 1199

Solicitors:

Australia
Hamilton Locke Pty Ltd
Level 37, 180 George Street
Sydney NSW 2000

Telephone: +61 2 8072 8271

Chile
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Av. Isidora Goyenechea 3477, piso 19
Las Condes | Santiago 7550106 | Chile

Telephone: +56 2 2472 7083

For shareholder information, contact:

Share registry:

Boardroom Limited
Level 8, 210 George Street
Sydney NSW 2000

Email: services@boardroomlimited.com.au

Website: boardroomlimited.com.au

Stock exchange:

ASX Limited
ASX: ADY

Capital structure:

2,629,479,399 Fully paid ordinary shares

No options issued

For information on the Group contact:

Principal & Registered Office:

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North Sydney NSW 2065

Email: info@ady.com.au
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Chairman's Review

Dear Fellow Shareholders,

On behalf of the Board of Admiralty Resources NL ("Admiralty"), it is my great pleasure to present the Company's Annual Report for the 2025 Financial Year (FY25). This period has marked a pivotal phase in Admiralty's development, particularly with the Mariposa Iron Ore Project advancing into pre-production.

The Board recognises the substantial efforts of management and the project team in progressing key milestones, including infrastructure enhancements, electrical works, and equipment commissioning. The achievement of formal environmental approvals for temporary ore transport and the successful completion of a non-renounceable rights issue have further strengthened our operational and financial foundation.

It is also important to acknowledge Admiralty's commitment to corporate governance and compliance. An internal review conducted during the year identified an inadvertent omission in the disclosure of certain tenement interests. Prompt corrective action has been taken to ensure ongoing compliance with ASX Listing Rules and to uphold the highest standards of transparency.

The lodgement of the Company's audited annual financial statements for the year ended 30 June 2025 was delayed due to the Mariposa Project's entry into a pre-production phase, which necessitated more complex considerations as to the correct financial reporting treatment, including the accurate determination of the Company's proportionate share of revenue, expenditure, assets, and liabilities in compliance with AASB 6 (Exploration for and Evaluation of Mineral Resources) and AASB 10 (Consolidated Financial Statements). The audited financial statements have since been completed and finalised following the completion of the audit. The delay in lodgement also reflected the requirement to obtain audited project accounts from Hainan Xinlei Mining Pty Ltd (Hainan), which were necessary to complete the audit process and were the responsibility of Hainan under the relevant project agreement. To minimise the risk of similar delays in the future reporting periods, the Company has implemented enhanced procedures and communication protocols, including maintaining open and ongoing engagement with Hainan to facilitate the timely provision of information required for financial reporting and audit purposes.

The Board remains confident in Admiralty's strategic direction and operational execution. We are focused on supporting the Mariposa team as they prepare for further iron ore shipments and the transition to commercial production. The coming year will be critical as we seek to realise the value of the Mariposa Project for all shareholders.

Thank you for your continued trust and support.

Yours sincerely,

Bin Li
Executive Chairperson
Admiralty Resources NL

Chief Executive Officer's Review of Operations

Dear Fellow Shareholders,

The past financial year has been one of significant progress and achievement for Admiralty Resources NL ("Admiralty") as we continue advancing the Mariposa Iron Ore Project towards production.

I am pleased to report that the project has entered the pre-production phase, marking a critical step towards establishing Mariposa as a near-term producer of high-quality iron ore concentrate. The Mariposa team has made strong progress across infrastructure, processing, and power supply, including key milestones such as the installation of additional processing equipment, upgrades to road infrastructure, and completion of the electrical substation and transmission line works.

Trial production and equipment commissioning have confirmed stable concentrate grades averaging approximately 66% Fe, with stockpiling activities underway as we prepare shipments of concentrated iron ore. We remain focused on progressing towards more consistent commercial shipments, subject to operational readiness and regulatory approvals. The completion of the transmission line at the Mariposa Mine represents a significant milestone for the Mariposa Project, as it secures direct access to grid electricity at the mine site and is anticipated to lower the cost of electricity supply from using fuel generators at the mine.

The successful completion of a non-renounceable rights issue during the year has strengthened Admiralty's financial position, supporting ongoing project development and operational activities.

Looking forward, our priority remains supporting the Mariposa team for a safe and efficient transition from pre-production to full commercial operations, optimising plant performance, and delivering consistent product quality to market. We remain committed to transparent communication and will continue to provide updates as the project advances.

I would like to thank our shareholders for their ongoing support and confidence in Admiralty's growth journey.

Yours Sincerely,

Qing Zhong
CEO & Managing Director
Admiralty Resources NL

Review of Operations

Mariposa

Iron Ore Project Pre-Production Phase

During the financial year, the Mariposa Iron Ore Project advanced into the pre-production phase, following ongoing progress across multiple workstreams. Development activities have focused on preparing the site for the commencement of iron ore production and transportation, with key milestones achieved in infrastructure, power supply, processing, and logistics.

Infrastructure Development

Work continued upgrading road access and site infrastructure to support the transport of iron ore from the Mariposa mine to Las Losas Port. The processing plant underwent further development during the period, including the installation of an additional wet magnetic drum to improve processing capacity, with further infrastructure works progressing on the crushing circuit, tailings handling, and water and power supply to support the ramp-up in production and shipment activity during the year.

Electrical and Transmission Works

The Company achieved a significant milestone at the Mariposa Project with the successful commissioning of the transmission line and direct grid power connection to the mine site. The plant was energized via the Agrosuper substation at 23 kV, establishing a reliable electricity supply for mining operations and reducing reliance on diesel-powered generators, with anticipated benefits in operating costs and efficiency. All commissioning activities within the defined scope were completed, including the successful no-load energization of the primary transformer. The Mariposa Project team subsequently progressed internal electrical connections and testing of the processing plant, with the remaining energization activities schedules to occur as processing equipment is brought online and operations commence under load.

Equipment Commissioning and Stockpile Preparation

Commissioning of processing equipment and trial production activities were conducted during the second half of the financial year. These activities were aimed at verifying equipment performance and identifying any required operational adjustments. Output volumes during this phase were limited and variable, consistent with early-stage testing and commissioning processes.

Since the commencement of testing in Q4 FY24, approximately 30,000 tonnes of concentrated iron ore have been produced, with test results indicating an average iron content of approximately 66% Fe. During 2025 financial year, the Company completed its first shipments of concentrate from Las Losas Port, with further shipments progressing in line with the Company's ramp-up of production activities..

Outlook

Development work at the Mariposa Iron Ore Project is expected to continue into the next financial period, with a focus on completing pre-production activities, establishing consistent output, and achieving commercial shipments. The Company will continue to monitor progress and assess any operational requirements necessary to support full-scale production.

Environmental Approval and Export Update

During the reporting period, the Mariposa Iron Ore Project in Chile received formal approval from the Local Environmental Department for temporary road transport access. This approval permits the transport and export of up to 150,000 tonnes of iron ore concentrate over 180 days, with up to three shipments of approximately 50,000 tonnes each.

The temporary transport approval forms part of the broader project development plan and supports the staged implementation of pre-production activities. The material is being transported under an existing operational agreement with Hainan Xinlei Management Co Ltd (Project Manager), which continues to fund most project-related costs during this phase.

Review of Operations (continued)

The Company continues to monitor all activities conducted under the Hainan Agreement and remains engaged with the Project Manager as it works with the relevant Chilean authorities to progress the final Environmental Qualification Resolution, which is required for full-scale project development.

Further updates will be provided as the Project progresses and material developments occur.

Soberana

Water from the Soberana source continues to be supplied to Mariposa via a reservoir constructed in 2023 for water storage.

Admiralty continues going through a process of test work and is applying for a production permit of 5,000 tonnes for Soberana.

La Chulula

Admiralty continues to progress the second stage of environmental approvals. Further updates will be provided as this project advances, with the benefit of its proximity to the Mariposa mine site.

Australian Projects

Pyke Hill
No activities during FY25.

Corporate

During the financial year ended 30 June 2025, the following key activities were undertaken by the Group from a Corporate perspective:

Non-Renounceable Rights Issue and Capital Raising Activities

During the financial year, the Company conducted a non-renounceable entitlement offer to raise additional capital to support its operational and project development objectives, including ongoing works at the Mariposa Iron Ore Project.

The entitlement offer was undertaken on the basis of 1 new share for every 1.63 existing fully paid ordinary shares held, at an issue price of $0.007 per share. The offer was open to eligible shareholders with a registered address in Australia and subject to restrictions in New Zealand, Hong Kong, Singapore and China as at the record date.

The offer raised a total of $7,000,038 (before costs). A shortfall of 393,338,511 shares was recorded, and the Company considered options to place the shortfall in accordance with the Corporations Act and ASX Listing Rules.

The proceeds from the offer were directed towards:
- Continued development of the Mariposa Iron Ore Project;
- Working capital requirements; and
- Costs associated with the offer.

Annual General Meeting and Shareholder Resolutions

The Company held its Annual General Meeting (AGM) on 22 November 2024 in accordance with the Corporations Act 2001 and the Company's Constitution. The Notice of Meeting, Explanatory Memorandum, and proxy materials were lodged with the ASX and made available to all shareholders.

Resolutions considered included the adoption of the financial statements, re-election of Directors, the Remuneration Report, and other standard items of business.

The results of the meeting were released to the ASX on the same day, confirming that all resolutions were carried in accordance with shareholder voting.

Directors' Report

The Directors present their report on Admiralty Resources NL ("Admiralty" or the "Group") for the financial year ended 30 June 2025 (the "financial year").

Directors

The names and details of the Directors of the Group in office during the financial year and until the date of this report are as follows. Directors were in office for this entire period.

Mrs Qing Zhong	Managing Director & CEO *(appointed on 4 December 2013)*
Mrs Jian Barclay	Executive Director *(appointed on 26 February 2019)*
Mr Bin Li	Executive Chairperson *(appointed on 22 September 2014)*
Mr Greg Starr	Independent Non-Executive Director *(appointed 17 March 2023)*

Names, Qualifications, Experience and Special Responsibilities

Mrs Qing Zhong *(Managing Director & Chief Executive Officer, appointed 4 December 2013)*

Mrs Zhong has been involved in capital management and investment businesses for over 20 years. Mrs Zhong has been responsible for mining investments in Mexico and Australia, and her involvement has been instrumental in securing capital to enable the Group to continue exploration activities and negotiate with potential financers to commence construction and production at the Mariposa Mine.

Mrs Jian Barclay *(Executive Director, appointed 26 February 2019)*

Mrs Barclay has been associated with the Group for the past 10 years and has been a key member of the executive team that has assisted in the more recent project development and site visits to Chile.

Through these visits, Mrs Barclay has become intimately involved in understanding and navigating the requirements of the Chilean projects (including regulatory and compliance requirements) and has assisted in the successful negotiation of contracts and sourcing of local expertise necessary to progress the Group's interests in the region.

Mr Bin Li (*Executive Chairperson, appointed 22 September 2014)*

Mr Li is a senior mining engineer with over 35 years of experience in metallurgy and a graduate of mining and metallurgy from the Jiang Xi Metallurgy University, and this technical experience is relevant to the Group's current and next stages of development.

Mr Li and Mrs Qing Zhong (Managing Director & CEO) have been the driving force behind negotiating with potential financiers to commence construction and production at the Mariposa Mine.

Mr Greg Starr (Independent Non-*Executive Director, appointed 17 March 2023)*

Mr Starr is an experienced public Group director, who joined in March 2023, having held senior board positions in several ASX-listed companies for over 20 years. Over the past 3 years, Mr Starr has held executive and non-executive board positions in ASX-listed companies, Moonlight Resources Ltd (ASX:ML8), Diatreme Resources Limited (ASX: DRX), Investor Centre Limited (ASX: ICU), Scalare Partners Holdings Limited (formerly, Candy Club Limited) (ASX: SCP), and Raptor Resources Ltd (formerly, Eastern Metals Limited) (ASX:RAP).

Mr Starr has extensive corporate leadership skills and strong financial and business planning capabilities. This enables him to guide the Group in a diversity of corporate and commercial matters, including corporate governance, regulatory compliance, stakeholder engagement, strategy development, corporate financing, transaction management, and investor relations.

The Group continues a strong governance system driven by an Independent Non-Executive director as the Group moves towards the construction and production of the Mariposa Mine.

Directors' Report

Interest in the Shares and Options of the Group

As at the date of this report, the interests of the Directors in the shares and options of Admiralty Resources NL were as follows:

Shareholder	Ordinary Shares	Unlisted Options
Qing Zhong	230,880,500	Nil
Jian Barclay	20,432,687	Nil
Bin Li	25,000,000	Nil
Greg Starr	Nil	Nil

Earnings per share

Basic and diluted earnings per share for the year was ($0.177) cents, 2024: ($0.043) cents.

Dividends

No amounts have been paid or declared by way of dividend of the Group since the date of incorporation, and the Directors do not recommend the payment of any dividend.

Operating and Financial Review

Admiralty Resources NL is a public Company limited by shares that is incorporated and domiciled in Australia with foreign subsidiaries.

Nature of Operations and Principal Activities

The principal activity of the Group during the financial year was mineral exploration.

Results from Operations and Financial Position

The Group incurred a net loss after tax for the year ended 30 June 2025 of $4,045,058 (2024: $599,225 loss). Net cash outflows from operating activities, excluding proceeds received on behalf of the joint venture as disclosed in Note 3, were $2,108,886 (2024: $788,773).

As at 30 June 2025, the Group had cash on hand of $1,754,479 (2024: $20,198). The Directors believe the Group maintains a prudent capital structure and is in a robust position to continue progressing its projects.

Review of Operations

During the financial year, the Group was principally focused on exploration in Chile.

For further information on these projects, please refer to the Review of Operations within this Annual Report.

Directors' Report

Risk Management

Exploration, Resource and Reserve Risk

The Company's Mineral Resource and Ore Reserve estimates for the Mariposa Project are based on geological interpretation, sampling, and modelling techniques undertaken in accordance with the JORC Code 2012. While these estimates have been prepared by a qualified Competent Person, they remain inherently uncertain and may be revised as further drilling, mining, or processing data becomes available. There is no guarantee that the tonnages, grades, or recoveries reflected in current estimates will be achieved in practice, and any material downward revision could adversely affect the Company's operational and financial performance.

Mining, Processing and Infrastructure Risk

The Company's ability to extract and process ore at the rates and grades anticipated is subject to a range of operational risks, including equipment failure, geotechnical instability, ore variability, and processing plant performance. The Mariposa Project's location in northern Chile also exposes operations to reliance on third-party infrastructure, including rail, port, power, and water supply. Any disruption to this infrastructure, or delays in accessing it, could materially affect production schedules and cost outcomes.

Commodity Price and Currency Risk

The Company's future revenue is directly exposed to fluctuations in the international price of iron ore, which is driven by global steel demand, particularly from China, and by broader macroeconomic conditions outside the Company's control. Realised prices are further affected by grade-based discounts or premiums applied to the Company's Total Fe (TFe) product relative to benchmark indices. As a Chilean operation reporting in Australian dollars, the Company is also exposed to movements in the CLP/USD/AUD exchange rates, which may affect the translation of costs and revenues and the Company's reported financial position.

Regulatory and Sovereign Risk

The Mariposa Project operates within the Chilean regulatory framework, including oversight by Sernageomin and compliance with Chilean environmental and mining permitting requirements. Changes to Chilean mining law, royalty arrangements, or taxation policy, including any changes to the mining royalty regime applicable to larger-scale producers could increase the cost of operations or affect the Project's economics. The Company is also subject to general sovereign and political risk associated with operating in a foreign jurisdiction, including changes in government policy, community relations requirements, and indigenous consultation obligations.

Funding and Financial Risk

As an emerging producer, the Company's ability to fund the continued development, expansion, or operation of the Mariposa Project may depend on its capacity to raise additional capital through equity, debt, or other financing arrangements. There is no assurance that such funding will be available on acceptable terms, or at all, and any inability to secure adequate funding may affect the Company's ability to meet its operational and growth objectives, and in certain circumstances may raise going concern considerations.

Environmental, Social and Governance (ESG) Risk

The Company's operations are subject to environmental approval and monitoring requirements relating to water usage, tailings management, and land disturbance. Northern Chile's arid climate presents a particular risk in relation to water availability for processing activities, and broader climate-related transition risk may affect long-term demand for lower-grade iron ore products as the global steel industry moves toward decarbonisation. Maintaining the Company's social licence to operate, including its relationship with local communities and adherence to consultation obligations, remains an ongoing management priority.

Corporate, Legal and Title Risk

The Company's rights to explore and mine the Mariposa Project depend on the continued validity and security of its underlying mining concessions and tenements. Any challenge to title, delay in concession renewal, or dispute with third parties could affect the Company's ability to continue operations. The Company is also subject to general corporate risks, including the adequacy of insurance coverage, exposure to litigation, and cybersecurity risk affecting its operational and financial systems.

Directors' Report

Risk Management (continued)

The Group takes a proactive approach to risk management. The Board is responsible for ensuring that risks, including emerging risks, and opportunities, are identified on a timely basis, and the Group's objectives and activities are aligned with the risks and opportunities identified by the Board.

Directors' Meetings

The number of meetings of Directors (including meetings of committees of Directors) held during the financial year and the number of meetings attended by each Director were as follows:

Note there were no meetings of the Directors' Remuneration and Nomination committee, as the general meetings of the Board's address any issues arising from these committees.

	Directors' Normal Meetings		Directors' Remuneration and Nomination Meetings		Directors' Audit and Risk Management Meetings	
	No. Eligible	No. Attended	No. Eligible	No. Attended	No. Eligible	No. Attended
Qing Zhong	6	6	-	-	-	-
Jian Barclay	6	6	-	-	-	-
Bin Li	6	6	-	-	-	-
Greg Starr	6	6	-	-	-	-

Committee Membership

As at the date of this report, the Group has separately constituted Audit and Risk, Remuneration and Nomination Committees, with the following representation of the Board.

	Audit and Risk	Remuneration and Nomination Committees
Qing Zhong	Yes	Yes
Jian Barclay	Yes	No
Bin Li	No	Yes
Greg Starr	Chair	Chair

Significant Changes in the State of Affairs

During the financial year, the Group advanced the Mariposa Iron Ore Project into the pre-production phase, completed key infrastructure and electrical works, commenced trial production and stockpiling , and completed its first shipments of iron ore concentrate.

The Company also received temporary environmental approval for the road transport and export of iron ore concentrate and completed a non-renounceable rights issue to support ongoing project development.
In addition, an internal review identified an oversight in the disclosure of certain tenement interests, which has since been corrected.

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

Directors' Report

Matters Subsequent to the End of the Financial Year

Mariposa Iron Ore Purchase Contract – Trafigura

Subsequent to year end, the Company's wholly owned subsidiary, Admiralty Minerals Chile Pty Ltd, entered into a purchase contract with Trafigura Pte Ltd for the international marketing of Mariposa Iron Ore. The agreement establishes a transparent pricing framework linked to global market indices and supports the commercialisation of the Mariposa Project as it transitions from trial production towards full production. The arrangement provides access to Trafigura's global marketing expertise, customer network, and commercial execution capabilities, supporting the development of a sustainable sales pipeline and future revenue generation. The Company will provide further updates as shipments are loaded and depart from Las Losas Port.

Mariposa Iron Ore Shipments

The Company's first shipment of Mariposa Iron Ore Concentrate shipped in January 2026, and the second overseas shipment of Mariposa Iron Ore Concentrate was completed in April 2026. Following the sourcing of a vessel by Trafigura, a total of 58,087 tonnes of iron ore concentrate was loaded onto the MV IDAWN FZ at Las Losas Port. The vessel departed on 1 April 2026 bound for customers in China, representing a further milestone in the commercialisation of the Mariposa Project and the ongoing development of the Company's export sales activities.

Other Chilean Iron Ore Projects

Soberana

25,000 tonnes of waste rock was blasted, and 20,000 tonnes of material was mined and transported to Mariposa

La Chulula

Drilling has been completed at the No.2 platform of the La Chulula mine. Blasting is planned to extract 40,000 tonnes of ore to meet production needs, including removing 10,000 tonnes of waste rock.

April 2026 Extraordinary General Meeting

The Company held an Extraordinary General Meeting of Shareholders on 28 April 2026. The results of the meeting were released to the ASX, with all resolutions put to shareholders via a poll and carried.

New Auditor

As a result of the resolutions passed at the Extraordinary General Meeting of Shareholders held on 28 April 2026, In.Corp Audit & Assurance Pty Ltd (InCorp) has been appointed the Company's new auditor. The Board believes this appointment supports the evolving operational and reporting requirements as the Mariposa Project moves towards the production phase.

Directors' Report

Environmental Issues

The Company remains engaged with relevant Chilean authorities in relation to ongoing environmental compliance and the progression of the final Environmental Qualification Resolution (RCA) required for full- scale operations. No material environmental issues or breaches have arisen since the end of the reporting period.

Other than the above, there have been no matters or circumstances that have arisen which have significantly affected, or may significantly affect, the Company's operations, financial position, or results in future periods.

Indemnification and Insurance of Directors and Officers

During the financial year, the Group does not have in place insurance that covers Director and Officers liability.

Indemnification of Auditors

The Group has not indemnified its auditors, InCorp, as part of the terms of its audit engagement agreement against claims by third parties arising from the audit. No payment has been made to indemnify InCorp during or since the financial year.

Auditor Independence and Non-Audit Services

Section 307C of the *Corporations Act 2001* requires the Group's Auditor to provide the Directors of Admiralty Resources NL with an Independence Declaration in relation to the audit of the full-year financial report. This report has been received and is attached to the Directors' Report at page 17.

Non-Audit Services

During the financial year, the entity's auditor, InCorp, provided no non-audit services.

Remuneration Report (Audited)

This Remuneration Report outlines the Director and Executive remuneration arrangements of the Group in accordance with the requirements of the *Corporations Act 2001* and its Regulations. For this report, Key Management Personnel (KMP) are defined as those persons having authority and responsibility for planning, directing and controlling the major activities of the Group, directly or indirectly, including all Directors of the Group.

Details of Key Management Personnel

Qing Zhong	Managing Director & CEO *(appointed on 4 December 2013)*
Jian Barclay	Executive Director *(appointed on 26 February 2019)*
Bin Li	Executive Chairperson *(appointed on 22 September 2014)*
Greg Starr	Independent Non-Executive Director *(appointed 17 March 2023)*

There were no changes to KMP after the reporting date and before the date the financial report was authorised for issue.

Remuneration Report (Audited) (continued)

Remuneration and Nomination Committee

The Remuneration and Nomination Committee comprises Mr Gregory Starr (Chairperson), Mrs Qing Zhong and Mr Bin Li.

The Remuneration and Nomination Committee reviews and approves the Group's remuneration policy to ensure that the Group can attract and retain Executives and Directors who will create value for Shareholders, having regard to the amount considered to be commensurate for an entity of the Group's size and level of activity, as well as the relevant Directors' time, commitment and responsibility.

Remuneration Philosophy

The performance of the Group depends upon the quality of its Directors and Executives. To prosper, the Group must attract, motivate and retain highly skilled Directors and Executives.

To this end, the Group embodies the following principles in its remuneration framework:

- Provide competitive rewards to attract high-calibre Executives;
- Establish appropriate hurdles for variable executive remuneration; and
- Encourage the creation of an 'employer of choice' culture within the Group.

Remuneration Structure

In accordance with best practice corporate governance, the structure of Non-Executive and Executive Director Remuneration is separate and distinct.

Non-Executive Director Remuneration

Objective

The Board seeks to set aggregate remuneration at a level which provides the Group with the ability to attract and retain Directors of the highest calibre, whilst keeping costs acceptable to shareholders.

Structure

The Constitution and the ASX Listing Rules specify that the aggregate remuneration of Non-Executive Directors shall be determined from time to time by a general meeting.

The amount of aggregate remuneration sought to be approved by shareholders and the way it is apportioned amongst Directors is reviewed annually. The Board considers the fees paid to Non-Executive Directors of comparable companies when undertaking the annual review process.

Each Non-Executive Director receives a fee for serving as a Director of the Company. The remuneration of Non-Executive Directors for the years ended 30 June 2024 and 30 June 2025 is detailed later in this report.

Non-Executive Directors have long been encouraged by the Board to hold shares in the Group (purchased by the Director on the market). In addition, long-term incentives in the form of options may be awarded to Non-Executive Directors, subject to shareholder approval, in a manner which aligns this element of remuneration with the creation of shareholder wealth.

Executive Remuneration

Objective

The Group aims to reward Executives with a level and mix of remuneration commensurate with their position and responsibilities within the Group, and to:

- Reward Executives for Group and individual performance against targets set by reference to appropriate benchmarks;
- Align the interests of Executives with those of shareholders;
- Link reward with strategic goals; and
- Ensure total remuneration is competitive by market standards.

Directors' Report (continued)

Remuneration Report (Audited) (continued)

Structure

In determining the level and make-up of Executive remuneration, the Board considers market conditions and remuneration paid to Senior Executives of companies similar in nature to Admiralty Resources NL. Remuneration consists of the following key elements:

- Fixed Remuneration
- Variable Remuneration

Fixed Remuneration

Objective

The level of fixed remuneration is set to provide a base level of remuneration that is both appropriate to the position and competitive in the market.

Fixed remuneration is reviewed annually by the Board, and the process consists of a review of individual performance, relevant comparative remuneration in the market and, where appropriate, external advice on policies and practices.

Structure

Executives are given the opportunity to receive their fixed (primary) remuneration in a variety of forms. It is intended that the manner of payment chosen will be optimal for the recipient without creating undue cost for the Group.

The fixed remuneration component of the Directors is detailed later in this report.

Remuneration Report (Audited)

Employment Contracts

The Chief Executive Officer, Mrs Qing Zhong, is employed under contract. The material terms of Mrs Qing Zhong's consultancy agreement are as follows:

- Commencement date : 1st July 2014
- Term: No fixed term
- Remuneration: $140,000 p.a. (plus GST)
- Termination: 12 months' notice by the board

Mrs Zhong has been engaged by the Group through her consultancy trust, Commercial Property Trust.

Services Agreements – Executive and Non-Executive Directors

On appointment to the Board, all Executive and Non-Executive Directors enter into a service agreement with the Group in the form of a letter of appointment. The letter summarises the Board's policies and terms, including compensation, relevant to the Director, and among other things:

- the terms of the Director's appointment, including governance, compliance with the Group's Constitution, committee appointments, and re-election.
- the Directors' duties, including disclosure obligations, exercising powers, use of office, attendance at meetings and commitment levels.
- the fees payable, in line with shareholder approval, any other terms, timing of payments and entitlements to reimbursements.
- insurance and indemnity.
- disclosure obligations; and
- confidentiality

Name	Base Salary (including superannuation)
Ms Jian Barclay	$66,000
Mr Bin Li	$48,000
Mr Greg Starr	$51,333

Directors' Report

Remuneration of Key Management Personnel

The remuneration tables below set out the remuneration information for the Directors and Executives, which includes the Chief Executive Officer, who is a KMP of the Group.

						Post-		Performance
			Short-term		Long-term	employment	Total	related
2025	Salary & fees $	STI bonus $	SBP Options $	Other $	Other $	Superannuation $	$	%
Directors								
Qing Zhong[1]	139,992	-	-	-	-	-	139,992	-
Jian Barclay[2]	60,000	-	-	-	-	6,000	66,000	-
Greg Starr[3]	51,333	-	-	-	-	-	51,333	-
Bin Li[4]	48,000	-	-	-	-	-	48,000	-
Total Directors	**299,325**	-	-	-	-	**6,000**	**305,325**	-
Total KMP	**299,325**	-	-	-	**-**	**6,000**	**305,325**	-

Notes:

1. Payments to Mrs Zhong are net of GST and paid via her services trust, Commercial Property Trust.
2. Payments to Mrs Barclay are net of GST and paid via her Group, JB Admin Pty Limited.
3. Payments to Mr Greg Starr are net of GST and paid via his service Group, Tearum Advisors Pty Limited.
4. Remuneration for Mr Bin Li includes a back payment of $48,000 in respect of unpaid service during the year ended 30 June 2025, formalised by Board resolution on 1 July 2026.
5. The Group has entered into a commercial rent agreement with Sun Investment & Holdings Pty Limited for $2,000 per month plus GST, which is an associated entity of Qing Zhong.
6. Refer to Note 26 for the details of loans with Directors.

			Short-term		Long-term	employment	Total	related
2024	Salary & fees $	STI bonus $	SBP Options $	Other $	Other $	Superannuation $	$	%
Directors								
Qing Zhong[1]	128,326	-	-	-	-	-	128,326	-
Jian Barclay[2]	71,666	-	-	-	-	6,000	77,666	-
Greg Starr[3]	33,000	-	-	-	-	-	33,000	-
Bin Li	-	-	-	-	-	-	-	-
Total Directors	**232,992**	-	-	-	-	**6,000**	**238,992**	-
Total KMP	**232,992**	-	-	-	**-**	**6,000**	**238,992**	-

Notes:

1. Payments to Mrs Zhong are net of GST and paid via her services trust, Commercial Property Trust.
2. Payments to Mrs Barclay are net of GST and paid via her Group, JB Admin Pty Limited.
3. Payments to Mr Greg Starr are net of GST and paid via his service Group, Tearum Advisors Pty Limited.
4. The group has entered into a commercial rent agreement with Sun Investment & Holdings Pty Limited for $2,000 per month plus GST, which is an associated entity of Qing Zhong.
5. Refer to Note 26 for the details of loans with Directors.

Remuneration Report (Audited) (Continued)

Share-based compensation

Issue of shares
There were no shares issued to directors and other key management personnel as part of compensation during the year ended 30 June 2025.

Options
There were no options over ordinary shares issued to directors and other key management personnel as part of compensation that were outstanding as at 30 June 2025.

There were no options over ordinary shares granted to or vested by directors and other key management personnel as part of compensation during the year ended 30 June 2025.

Shareholdings of Key Management Personnel

The interests of KMP of the Group in shares at the end of the financial year 2025 is as follows:

2025	Balance as at 1 July 2024	Granted as Remuneration	Purchased	Net Change/ Other	Shares Issued on Exercise of Options	Balance as at 30 June 2025
Qing Zhong	214,953,465	-	15,927,035	-	-	230,880,500
Jian Barclay	12,663,604	-	7,769,083	-	-	20,432,687
Bin Li	25,000,000	-	-	-	-	25,000,000
Greg Starr	-	-	-	-	-	-
Total	**252,617,069**	-	23,696,118	-	-	**276,313,187**

Additional information

The earnings of the consolidated entity for the five years to 30 June 2025 are summarised below:

	2025 $	2024 $	2023 $	2022 $	2021 $
Other income	211,971	2,529,681	598,858	663,576	1,862,255
EBITDA	(1,889,050)	1,485,355	(1,313,574)	(1,415,040)	1,512,612
EBIT	(2,093,716)	1,475,410	(1,315,622)	(1,421,592)	1,493,754
Loss after income tax	(4,045,058)	(599,225)	(2,073,238)	(3,501,076)	(737,317)

The factors that are considered to affect total shareholders' return (TSR) are summarised below:

	2025 Cents	2024 Cents	2023 Cents	2022 Cents	2021 Cents
Share price at FY25	0.006	0.011	0.006	0.001	0.002
Basic earnings per share (cents per share)	(0.177)	(0.043)	(0.16)	(0.27)	(0.06)

End of Remuneration Report

Competent Person Statement

Mineral Resources Estimates

Mr Sergio Alvarado Casas, from Geoinvest Limitada. (Geoinvest), was engaged to undertake an updated mineral ore reserves for the Mariposa Project in compliance with the JORC Code 2012 guidelines. Mr Casas is a Chilean Competent Person in compliance with ASX Listing Rules and the JORC Code 2012, being qualified personnel under the Comisión Calificadora de Competencias en Recursos y Reservas Mineras (Chilean Mining Commission or Comisión Minera).

The Mariposa Project contains Inferred Mineral Resources of 59.74 Mt, with Measured Mineral Resources of 6.65 Mt, Indicated Mineral Resources of 39.16 Mt and total Mineral Resources of 105.6 Mt (cut-off grade 15% TFe) – a JORC 2012 compliant resource (refer ASX Announcement 4 October 2023).

These resources will be updated during the second half of 2026, as an in-fill drilling campaign is currently underway to upgrade the inferred mineral resources to measured and indicated levels.

Estimated Ore Reserves comprise 36.3 million tonnes (Mt) at a cut-off grade of 15% TFe, with Total Fe concentrate of approximately 14 Mt at a grade of 65% TFe (refer ASX Announcement 14 February 2024).

The JORC 2012-compliant Ore Reserves estimate is an important step in demonstrating the economic significance of this emerging project to ASX investors, highlighting the value of the Chilean iron ore project.

Iron Ore Extraction

Iron ore extraction volumes for the period 1 February 2024 to 30 June 2025:
Mining: 357,700 tonnes
Ore concentrate: 135,024 tonnes (commenced April 2024, and no ore concentrate produced in April 2025)

Iron ore extraction volumes for the period 1 July 2025 to 30 June 2026:
Mining: 514,970 tonnes
Ore concentrate: 165,346 tonnes

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original ASX announcements referred to above, and that all material assumptions and technical parameters underpinning the estimates in those announcements continue to apply and have not materially changed. Mr Casas consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

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

In.Corp Audit & Assurance Pty Ltd
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To the directors of Admiralty Resources NL:

As lead auditor of the audit of Admiralty Resources NL for the year ended 30 June 2025, I declare that, to the best of my knowledge and belief, there have been:

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

This declaration is in respect of Admiralty Resources NL and the entities it controlled during the year.

In.Corp Audit & Assurance Pty Ltd

Daniel Dalla
Director

14 July 2026

Corporate Governance

Introduction

The Directors of Admiralty Resources NL (the "Company") are committed to and support the implementation of best practice in corporate governance, applied in a manner that is appropriate to the Company's circumstances. These policies and procedures are summarised below.

The Company's corporate governance practices and procedures are directed to provide an appropriate framework for the pursuit of this objective, while protecting the rights and interests of shareholders and ensuring that the Company conducts its business lawfully and ethically. It influences how the objectives of the Company are achieved, how risk is monitored and assessed and how performance is optimised.

The Board and management are committed to corporate governance and, to the extent that they are applicable to the Company, have adopted the Corporate Governance Principles as set out in the Corporate Governance Principles and Recommendation (4th Edition) as published by the ASX Corporate Governance Council, which came into effect on 1 January 2020.

The Board of Directors has put in place a framework of internal policies, procedures and guidelines for the governance of the Company, which has appropriate regard to the ASX Principles and Recommendations.

Whilst the Board has demonstrated, and continues to demonstrate, its commitment to best practice in corporate governance, it emphasises that good corporate governance is only one factor contributing to the success of the Company's operations.

The governance framework is reviewed annually by the Board with the object of always achieving the highest standards of corporate governance and ethical corporate behaviour.

Additional information about the Company's corporate governance practices is set out on the Company's website at **www.ady.com.au**.

Council Principle 1: Lay solid foundations for management and oversight

Role of the Board

The Board's primary role is the protection and enhancement of medium to long-term shareholder value. To fulfil this role, the Board is accountable to shareholders and regulators for the activities and performance of the Company and has overall responsibility for the Company's core business together with its corporate governance. The Board provides guidance to the management team that manages the business and affairs of the Company.

Responsibility of the Board

The corporate governance framework includes guidelines covering Board membership and operation that formalise the functions and responsibilities of the Board. This includes the nature of matters referred to the Board and guidelines for the operation and management of the Board.

The Board is collectively responsible for promoting the success of the Company by:

- Overseeing the Company, including its control and accountability systems and the performance of the Managing Director;
- Review and ratification of the integrity of the Company's financial management and reporting systems and processes;
- Establishment and monitoring of risk assessment and management, internal compliance and control procedures;
- Review and approval of the Company's yearly and half-yearly financial reports and other financial reporting in compliance with the applicable accounting standards, the Listing Rules of the Australian Securities Exchange and the Corporations Act 2001;
- Appointment, removal and remuneration of and delegation of authority to the Managing Director;
- Appointment, removal and monitoring of the performance of the Company Secretary and the Company's external accountants;

Corporate Governance

- Appointment of, liaison with, and regular review of the effectiveness and independence of the Company's external auditor;
- Regularly receiving, reviewing and applying reports and recommendations from the Managing Director concerning significant aspects of the Company's business and operations;
- Approving and monitoring financial and other reporting;
- Setting the strategic direction of the Company and monitoring the progress of those strategies;
- Informing itself about and considering the implications of events and circumstances that could significantly affect the Company;
- Taking responsibility for corporate governance;
- Ensuring that appropriate policies and procedures are in place for sound corporate governance, including compliance with continuous disclosure requirements and other legal compliance; and
- Reviewing and ratifying systems for health, safety and environment management; risk and internal control and regulatory compliance for both employees and contractors.

The Board must convene regular meetings with such frequency as is sufficient to appropriately discharge its responsibilities. Between regular meetings, it will also ensure that important matters are addressed by way of circular resolutions. The Board may, from time to time, delegate some of the responsibilities listed above to its senior management team.

Responsibility of the Managing Director:
Responsibility for management of the Company's business and affairs, within the scope of the governance framework established by the Board, is delegated to the Managing Director, and subject to the oversight and supervision of the Board. It is the responsibility of the Managing Director, acting within his delegated authority, to manage the Company and its business.

The responsibilities of the Managing Director include:

- developing and recommending to the Board strategies, business plans and annual budgets for the Company;
- implementing the strategies, business plans and budgets adopted by the Board;
- managing resources within budgets approved by the Board;
- ensuring compliance with applicable laws and regulations; and
- ensuring the Board is given sufficient information to enable it to perform its functions, set strategies, and monitor performance.

Appointment, induction and training
In selecting new Directors, the Board must ensure that the candidate has the appropriate range of skills, experience and expertise that will best complement Board effectiveness.

The Company ensures that appropriate background checks are undertaken regarding the potential new Director's character, experience, education, criminal record and bankruptcy history before appointing or putting forward a Director to shareholders for election as a Director.

The Company also provides its shareholders with all material information in its possession that is relevant to their decision on whether or not to elect or re-elect a Director through the Notice of Meeting, Director Resumes and other information contained in the Annual Report and on the Company's website.

Upon appointment, each Director will receive a written agreement which sets out the terms of their appointment. New Directors will also attend an induction program where they are briefed on the Company's:

- operations and the industry sectors in which it operates;
- financial, strategic, operational and risk management position;
- governance matters, policies and procedures; and
- the Director and committee members' rights, duties and responsibilities.

Corporate Governance

Directors are also provided with regular professional development opportunities to develop and maintain the skills and knowledge needed to perform their role as Directors effectively.

Company Secretary

All Directors have access to the Company Secretary. The Company Secretary is accountable to the Board, through the Chair, on all corporate governance matters.

The Company Secretary is accountable directly to the Board, through the Chair, on all matters to do with the proper functioning of the Board.

The role of the Company Secretary includes:

- advising the Board and its committees (as established from time to time) on governance matters;
- monitoring that Board and committee policy and procedures are followed;
- coordinating the timely completion and dispatch of board and committee papers;
- ensuring that the business at Board and committee meetings is accurately captured in the minutes; and
- helping to organise and facilitate the induction and professional development of directors.

Diversity Policy

The Company is committed to ensuring an inclusive workplace that encourages and embraces diversity and has established a Diversity Policy, which is available on the Company's website.

The respective proportions of men and women on the Board, in senior executive positions and across the Company are below:

	Men	**Women**
Board	50%	50%
Senior executive	33%	67%

Performance Review of Directors

As part of the annual review of the performance of the Board, the appropriate size, composition and terms and conditions of appointment to and retirement from the Board are considered. The level of remuneration for non-executive directors is considered with regard to practices of other public companies and the aggregate amount of fees approved by shareholders. The Board also reviews the appropriate criteria for Board membership collectively.

The Board had undertaken a review and agreed to maintain the current Director fees by considering the current working capital needs of the Company.

Performance review of Executives

A performance evaluation of the Managing Director is conducted annually. The Managing Director is requested to provide feedback on how they feel they have performed over the 12-month period.

The Board had undertaken a review of the Executive Directors and agreed to maintain the current Director fees by considering the current working capital needs of the Company.

Corporate Governance

Council Principle 2: Structure the board to add value

The Company considers that each Director possesses skills and experience suitable for building the Company. The skills, experience and expertise relevant to the position of each Director (who is in office at the date of the Annual Report and their term of office) are detailed in the Directors' Report. To add value to the Company, the Board is structured to discharge adequately its responsibilities and duties in respect of the size and scale of operations.

Nomination Committee

The Nomination and Remuneration Committee (Nomination Committee) addresses succession issues and ensures the Board has the appropriate balance of skills, knowledge, experience, independence and diversity to enable it to discharge its duties and responsibilities effectively through regular review and assessment.

The Chair of the Nomination Committee is Independent and Non-Executive Director, Mr Gregory Starr, and the Members consist of Executive Chairman, Mr Bin Li and Managing Director, Mrs Qing Zhong. The Nomination Committee does not consist of fully independent Directors due to the limited size of the Board. The Board will continue to assess the need for a fully independent Nomination Committee.

Board Skills and Experience

The length of service of each Director is set out in the Directors' Report of the Annual Report. The skills and experience of the directors are set out in the matrix below.

Experience	Industry
• Mining investment • Mine engineering, development and management • Capital raising management • Corporate Finance • Corporate Governance • Accounting	• Mining & Geology • Investment Banking • Legal • Finance and Accounting

Independent Directors

Currently, the Board does not have a majority of independent Directors, with Mr Gregory Starr being the only Independent Non-Executive Director. However, the Company believes it has the right mix of skills, independence and experience on the Board at this time, given the Company's current business objectives and stage of growth.

At all times during the year, the Company has maintained a separation between the Chair and Managing Director roles.

Corporate Governance

The following table provides information in relation to the independence of Directors as at year-end:

Name	Position	Independent	Factors affecting independence	Length of Service
Bin Li	Executive Chairman	No	Nominated by the majority shareholder and elected as Non-Executive Director at the General Meeting of Members on 22 September 2014.	10 years
Qing Zhong	Managing Director	No	Employed in an executive capacity as Managing Director.	11 years, 6 months
Jian Barclay	Executive Director	No	Employed in an executive capacity.	6 years, 3 months
Gregory Starr	Independent Non-Executive Director	Yes	There are no known factors affecting independence.	2 years, 3 months

Induction and Training

When appointed to the Board, a new director will receive an induction appropriate to their experience.

Directors are encouraged to seek professional development to develop and maintain the skills and knowledge needed to perform their role as directors effectively.

Council Principle 3: Instil a culture of acting lawfully, ethically and responsibly

Core Values

Due to the size of the Board and the Company not having permanent employees, the Board has not expressly articulated its values. However, the Board is committed to cultivating a corporate culture whereby all directors and employees behave lawfully, ethically and responsibly.

Code of Conduct

The Board has adopted a Corporate Code of Conduct to establish and encourage observance of standards of ethical and responsible decision-making and behaviour that is necessary to maintain confidence in the Company's integrity. This enables Directors to recognise legal, social and other obligations and guide compliance with the Company's shareholders and stakeholders.

All staff and employees are required to report any breach of the Code to the Board.

Directors are required to disclose to the Board actual or potential conflicts of interest that may or might reasonably be thought to exist insofar as they affect the activities of the Company. Directors are required to take actions to ensure they act in accordance with the Corporations Act. This may include taking no part in discussions or the decision-making process, where a conflict exists.

Whistleblower Policy

The Board has adopted a Whistleblower Policy, and all employees are encouraged to speak up about any unlawful, unethical or irresponsible behaviour within the organisation.

The Company's anti-bribery and corruption policy is included as part of its Code of Conduct.

Corporate Governance

Council Principle 4: Safeguard integrity in corporate reporting

Audit Committee

The Audit and Risk Committee (Audit Committee) functions as outlined in the Audit and Risk Committee Charter:

- overseeing the reliability and integrity of the Company's accounting policies, financial reporting and disclosure practices;
- reviewing financial reporting, due diligence, financial systems integrity and business risks;
- reviewing and monitoring the Company's external Audit and Risk management procedures;
- monitoring and reviewing the effectiveness of the Company's internal compliance and control;
- reviewing the external auditor's qualifications and independence;
- reviewing the performance of the external auditor;
- assessment of whether the Company's external reporting is consistent with Board Members' information and knowledge and is adequate for shareholder needs; and
- ensuring proper procedures for the selection, appointment or removal of the external auditor and rotation of the external audit engagement partner.

The Chair of the Nomination Committee is Independent and Non-Executive Director, Mr Gregory Starr, and the Members consist of Managing Director, Mrs Qing Zhong and Executive Director, Mrs Jian Barclay. The Audit Committee does not consist of fully independent Directors due to the limited size of the Board. The Board will continue to assess the need for a fully independent Audit Committee.

Chief Executive Officer - Declaration under 295A of the Corporations Act 2001

The Company received from its Chief Executive Officer and Chief Financial Officer a declaration that, in their opinion, the financial records of the entity have been properly maintained and that the financial statements comply with the appropriate accounting standards and give a true and fair view of the financial position and performance of the entity and that the opinion has been formed based on a sound system of risk management and internal control which is operating effectively.

External Auditor

In.Corp Audit & Assurance Pty Ltd (InCorp) are the appointed external auditors of the Company and were appointed at the Company's April 2026 Extraordinary General Meeting. The performance of the external auditor is reviewed periodically and, if necessary, applications for tender of external audit services will be requested as deemed appropriate.

It is the practice of the Company to require the external auditor to attend the Annual General Meeting and be available to answer shareholders' questions about the conduct of the annual audit and the content of the auditor's report.

There are no non-audit services provided by InCorp. The external auditors provide an annual declaration of their independence to the Company.

Verify the integrity of any periodic corporate report it releases to the market that is not audited or reviewed by an external auditor.

In the limited event where the unaudited financial information is released to the market, such information is prepared by independent qualified accountants.

Corporate Governance

Council Principle 5: Make timely and balanced disclosure

Continuous Disclosure

All Directors have been made aware of the continuous disclosure requirements of the ASX Listing Rules and have been provided with a copy of the relevant rules and guidance notes. Continuous disclosure is included on the agenda for all formal meetings of the directors. Directors are made aware of the constraints applicable to private briefings and broker and analyst presentations.

The Directors have allocated responsibility to each director and the company secretary to alert the Board to any operational or regulatory matters, respectively, which they consider may require disclosure to the market under the continuous disclosure requirements of the ASX Listing Rules. The Directors then consider and approve the form of any such announcement.

All Company announcements require the approval of the board, with provision for available directors to approve urgent announcements. The company secretary is responsible for communication with ASX.

All new and substantive investor or analyst presentations will be released to the ASX.

The Annual Report contains a review of operations.

Council Principle 6: Respect the rights of shareholders

Communication Policy

The Company has guidelines to promote effective communication with shareholders and encourage effective participation through a policy of open, balanced disclosure of all material information with respect to the Company's affairs to shareholders, regulatory authorities and stakeholders.
Information will be communicated to shareholders as follows:

- The Annual Report is distributed to all shareholders. The Board ensures that the Annual Report includes relevant information about the operations of the consolidated entity during the year, changes in the state of affairs of the consolidated entity and details of future developments, in addition to the other disclosures required by the Corporations Act. The Annual Report is made available on the Company's website and is provided in hard copy format to shareholder who requests it.
- The Half-Year Report contains summarised financial information and a review of the operations of the consolidated entity during the year. The half-year audited financial report is prepared in accordance with the requirements of applicable Accounting Standards and the Corporations Act and is lodged with the Australian Securities Exchange. The Half-Year Report is made available on the Company's website and is sent to any shareholder who requests it.
- The Quarterly Report contains summarised cash flow financial information and details about the Company's activities during the quarter. The Quarterly Report is made available on the Company's website and is sent to any shareholder who requests it.
- Announcements in accordance with the ASX Listing Rules and the Continuous Disclosure obligations;
- A general meeting of shareholders held at least annually, including providing them with notice of meeting and a proxy form; and
- The Company's website is well promoted to shareholders, and shareholders may register to receive updates, either by email or in hard copy.

The Board encourages full participation of shareholders at the Annual General Meeting to ensure a high level of accountability and identification with the consolidated entity's strategy and goals. Important issues are presented to the shareholders as resolutions. The Company also ensures that the audit partner attends the Annual General Meeting.

The Company endeavours to ensure that all substantive resolutions at a meeting of security holders are decided by a poll rather than by a show of hands.

Corporate Governance

Company's Website

The Company maintains a website at www.ady.com.au

On its website, the Company makes the following information available on a regular and up-to-date basis:

- Company announcements and Latest information briefings;
- Notices of meetings and explanatory materials; and
- Quarterly, Half-Year and Annual Reports.

The website is being continuously updated with any information the Directors and management may feel is material. All relevant announcements made to the market and related information are placed on the website after they have been released to the Australian Securities Exchange.

The website also provides information about the last three years' press releases/announcements, including three years of financial data.

Council Principle 7: Recognise and manage risk

Oversight and Management of Material Business Risks

The Company is aware of the risks involved in an exploration and mining company, and the specific uncertainties for the Company continue to be regularly monitored and reviewed by the Board. All proposals reviewed by the Board include a conscious consideration of the issues and risks of the proposal.

It has not established a separate committee to deal with these matters, as the directors consider the size of the Company, and its operations do not warrant a separate committee at this time.

The potential exposures associated with operating the Company are managed by the Managing Director, the Company Secretary and consultants who have significant, broad-ranging industry experience, who work together as a team and regularly share information on current activities. During the year, the Managing Director has disclosed to the Board the effectiveness of the Company's management of the material business risks.

Additionally, it is the responsibility of the Board to assess the adequacy of the Company's internal control systems and ensure that its financial affairs comply with applicable laws, regulations and professional practice. The Managing Director and the Company Secretary declare in writing to the Board that the financial reporting, risk management and associated compliance controls have been assessed and found to be operating efficiently and effectively.

The Managing Director and the Company Secretary make this representation prior to the Directors' approval of the release of the annual and six-monthly accounts. This representation is made after enquiry of, and representation by, appropriate levels of management.

This assessment was completed as part of the 30 June 2025 Annual Report and 31 December 2024 Half Year Report.

Internal Audit

The Company does not have an internal audit function, and due to its size and current activities, the Board does not believe one is warranted at this time. The Board evaluates and monitors internal control processes to continually improve the effectiveness of its risk management.

Corporate Governance

Material exposure to economic, environmental and social sustainability risks

This information is disclosed in Note 4 – Financial Risk Management in the Annual Report.

Council Principle 8: Remunerate fairly and responsibly

Remuneration Committee

The Board has established a Remuneration Committee that reviews annually the remuneration of the executive directors, senior executives and employees.

The Board's policy is to remunerate Executive and Non-Executive Directors based on external data, including information published by various recruiting firms, the time commitment of Directors, the size and scale of the Company's operations, the quantum of the tasks in the initial phases of development of the Company, market capitalisation and various other factors.

The Company distinguishes the structure of Non-Executive Directors' remuneration from that of Executive Directors.

There are no elements of remuneration related to performance paid to Non-Executive Directors, and there are currently no schemes for retirement benefits for Non-Executive Directors. Non-Executive Directors' fees are determined within an aggregate pool limit, which is periodically recommended for approval by shareholders.

The Company does not have an equity-based remuneration scheme.

Financial Statements

2025

Consolidated Statement of Financial Position

As at 30 June 2025

	Notes	2025 $	2024 $
Assets			
Current assets			
Cash and cash equivalents	11	1,754,479	20,198
Trade and other receivables	12	3,137,674	52,878
Other financial assets	13	30,636	90,000
Prepayments		223,191	-
Total current assets		**5,145,980**	**163,076**
Non-current assets			
Property, plant and equipment	14	346,187	317,481
Other financial assets	13	1,600,507	-
Total non-current assets		1,946,694	317,481
Total assets		**7,092,674**	**480,557**
Liabilities			
Current liabilities			
Trade and other payables	16	535,239	586,147
Other liabilities	17	3,018,295	-
Convertible notes & borrowings	18	11,650,709	2,023,477
Total current liabilities		**15,204,243**	**2,609,624**
Non-current liabilities			
Borrowings	18	5,510,582	13,954,316
Total non-current liabilities		5,510,582	13,954,316
Total liabilities		**20,714,825**	**16,563,940**
Net liabilities		**(13,622,151)**	**(16,083,383)**
Equity			
Issued capital	19	156,884,702	149,941,925
Reserves	20	(2,682,847)	(2,246,358)
Accumulated losses	21	(167,824,006)	(163,778,948)
Deficiency in equity attributable to shareholders		**(13,622,151)**	**(16,083,381)**

The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

Consolidated Statement of Comprehensive Income

For the year ended 30 June 2025

	Notes	2025 $	2024 $
Revenue			
Interest		57,241	-
Other income		-	12,341
Gain on revaluation of equity instruments		15,000	-
Gain on revaluation of financial liabilities		-	285,587
Foreign exchange gain		139,730	1,666
Exploration expenditure recovery		-	2,230,087
Total income		**211,971**	**2,529,681**
Expenses			
Administration		(455,824)	(261,691)
Consultancy & professional expenses		(496,417)	(392,378)
Depreciation expense		(204,666)	(9,945)
Employee benefits expenses		(66,000)	(141,360)
Exploration costs		(656,525)	(100,000)
Finance costs		(2,008,583)	(2,074,635)
Loss on revaluation of financial liabilities		(245,930)	-
Legal expenses		(9,938)	(94,423)
Occupancy costs		(24,000)	(24,000)
Travel expenses		(89,146)	(30,474)
Total expenses		**(4,257,029)**	**(3,128,905)**
Loss before income tax		**(4,045,058)**	**(599,225)**
Income tax	7	-	-
Net loss after income tax		**(4,045,058)**	**(599,225)**
Other comprehensive income			
Other comprehensive income net of tax		(436,489)	(1,458,809)
Total comprehensive loss for the year		**(4,481,547)**	**(2,058,034)**
Loss per share for the year attributable to shareholders			
		Cents	*Cents*
Basic loss per share	8	(0.177)	(0.043)
Diluted loss per share	8	(0.177)	(0.043)

The above Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

Consolidated Statement of Cash Flows

For the year ended 30 June 2025

	Notes	2025 $	2024 $
Cash flows from operating activities			
Receipts from customers		-	84,346
Payments to suppliers and employees		(1,401,383)	(873,119)
Net proceeds from joint venture with/ on behalf of Hainan		(21,092)	(766,060)
Exploration expenditure		(707,503)	-
Net cash used in operating activities	11	**(2,129,978)**	**(1,554,833)**
Cash flows from investing activities			
Purchase of property, plant and equipment		(22,256)	-
Loans to other entities		-	(90,000)
Investments in bonds		(1,532,700)	-
Net cash used in investing activities		**(1,554,956)**	**(90,000)**
Cash flows from financing activities			
Proceeds from issue of ordinary shares, net	19	6,942,777	733,831
Proceeds from borrowings		-	581,988
Repayment of borrowings		(1,069,899)	-
Net cash provided by financing activities		**5,872,878**	**1,315,819**
Net increase/(decrease) in cash and cash equivalents		2,187,944	(329,014)
FX adjustment		(453,663)	(53,774)
Cash and cash equivalents at the beginning of the year		20,198	402,986
Cash and cash equivalents at the end of the year	11	**1,754,479**	**20,198**

The above Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.

Consolidated Statement of Changes in Equity

For the year ended 30 June 2025

Consolidated

	Issued capital	Reserves	Accumulated losses	Total equity
	$	$	$	$
Balance as at 1 July 2024	**149,941,926**	**(2,246,358)**	**(163,778,948)**	**(16,083,380)**
	-	-	-	-
Loss after income tax expense for the year	-	-	(4,045,058)	(4,045,058)
Other comprehensive income for the year, net of tax	-	(436,489)	-	(436,489)
Total comprehensive loss for the year	**-**	**(436,489)**	**(4,045,058)**	**(4,481,547)**
Transactions with owners in their capacity as owners:				
Contributions of equity, net of transaction costs	6,942,776	-	-	6,942,776
Balance at 30 June 2025	**156,884,702**	**(2,682,847)**	**(167,824,006)**	**(13,622,151)**

Consolidated

	Issued capital	Reserves	Accumulated losses	Total equity
	$	$	$	$
Balance as at 1 July 2023	**148,182,094**	**(787,549)**	**(139,737,613)**	**7,656,932**
Loss after income tax expense for the year	-	-	(2,829,312)	(2,829,312)
Other comprehensive income for the year, net of tax	-	(55,437)	-	(55,437)
Restatement on adoption of revised accounting policy (Note 3)	-	(1,403,372)	(21,212,023)	(22,615,395)
Total comprehensive loss for the year	**-**	**(1,458,809)**	**(24,041,335)**	**(25,500,144)**
Transactions with owners in their capacity as owners:				
Contributions of equity, net of transaction costs	1,759,831	-	-	1,759,831
Re-stated Balance at 30 June 2024	**149,941,925**	**(2,246,358)**	**(163,778,948)**	**(16,083,381)**

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Notes to the Financial Statements

For the year ended 30 June 2025

Note 1 – Corporate Information

Admiralty Resources NL is a for profit Group incorporated in Australia whose shares are publicly traded on the Australian Securities Exchange (ASX). The financial statements of the Group for the year ended 30 June 2025 were authorised for issue in accordance with a resolution of the Directors on 14 July 2026.

The nature of the operations and principal activities of the Group are described in the Directors Report.

Note 2 –Material Accounting Policy Information

Basis of preparation

The financial report is a general-purpose financial report, which has been prepared in accordance with the requirements of the *Corporations Act 2001*, Australian Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board. The financial report has been prepared on a historical cost basis, except for certain financial investments that have been measured at fair value. The financial report is presented in Australian dollars.

As a result of the uncertainties inherent in business and other activities, certain items in a financial report cannot be measured with precision but can only be estimated. The estimation process involves best estimates based on the latest information available, which are set out in Note 4.

Comparatives

Certain prior financial year amounts have been reclassified for consistency with the current financial year presentation.

Going concern

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

As disclosed in the financial statements, the Group incurred a loss after tax of $4,045,058. Net cash outflows from operating activities, excluding proceeds received on behalf of the joint venture as disclosed in Note 3, were $2,108,886 (2024: $788,773). As at that date the Group had net current liabilities of $10,058,263 (2024: $2,446,548).

These conditions, along with the matters set out below, indicate the existence of a material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern.

Notwithstanding this material uncertainty, the Directors believe that it remains appropriate to prepare the financial report on a going concern basis. The Directors' assessment is based on the following matters:

- Continued funding of Project expenditure by Hainan under the Joint Operating Agreement, pursuant to which Hainan is responsible for funding capital equipment, development activities and operating costs of the Mariposa Project up to the point of sale. This funding relates specifically to Project expenditure and does not extend to the Group's corporate overheads, audit and legal costs, ASX listed company costs, or other working capital needs of the Group at the corporate level, which are expected to be funded from the sources described below (the funding facility, director/related party support, and proceeds of any future equity raisings)
- As stated in Note 18, successful conversion of the convertible notes (carrying value $8,144,482) into equity. Conversion is conditional on the Group's reinstatement to official quotation on the ASX. The Directors' going concern assessment assumes reinstatement occurs within the assessment period; if this does not occur, the Group may face a cash repayment obligation in respect of the notes, which it may not have the capacity to meet from currently available resources.
- As stated in Note 18, continued financial support from directors and related parties directors, including confirmation received from director lenders that loans to the value of $1,277,285 will not be called within 12 months unless the Company is in a financial position to repay them.

Notes to the Financial Statements

For the year ended 30 June 2025

Note 2 – Material Accounting Policy Information (continued)

- As stated in Note 18, Continued availability of the Group's funding facility, of which $270,335 remains undrawn (of a total facility of $4,500,000) to fund operational and administration expenses over the next 12 months.

If these matters do not occur as anticipated, or if the timing or quantum of funding available to the Group is insufficient to meet its obligations as and when they fall due, the Group may be unable to continue as a going concern and, therefore, may be unable to realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report.

After considering the matters above, the Directors believe that it remains appropriate to prepare the financial report on a going concern basis.

Parent entity information

In accordance with the *Corporations Act 2001,* these financial statements present the results of the consolidated entity only. Supplementary information about the parent entity is disclosed in Note 28.

Principles of consolidation

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of Admiralty Resources NL ("Company") or 'parent entity' as at 30 June 2025 and the results of all subsidiaries for the year then ended. Admiralty Resources NL and its subsidiaries together are referred to in these financial statements as the 'Group'.

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

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

Foreign currency translation

The financial statements are presented in Australian dollars, which is Admiralty Resources NL's functional and presentation currency.

Foreign currency transactions

Foreign currency transactions are translated into Australian dollars using the exchange rates prevailing at the dates of the transactions.

Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

Foreign operations

The assets and liabilities of foreign operations are translated into Australian dollars using the exchange rates at the reporting date. The revenues and expenses of foreign operations are translated into Australian dollars using the average exchange rates, which approximate the rates at the dates of the transactions, for the period. All resulting foreign exchange differences are recognised in other comprehensive income through the foreign currency reserve in equity.

Notes to the Financial Statements

For the year ended 30 June 2025

Note 2 – Material Accounting Policy Information (continued)

Foreign currency translation (continued)

The foreign currency reserve is recognised in profit or loss when the foreign operation or net investment is disposed of.

Borrowings

Loans and borrowings are initially recognised at the fair value of the consideration received, net of transaction costs. They are subsequently measured at amortised cost using the effective interest method.

Fair value measurement

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market. Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use.

Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

Assets and liabilities measured at fair value are classified into three levels, using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. Classifications are reviewed at each reporting date and transfers between levels are determined based on a reassessment of the lowest level of input that is significant to the fair value measurement.

For recurring and non-recurring fair value measurements, external valuers may be used when internal expertise is either not available or when the valuation is deemed to be significant. External valuers are selected based on market knowledge and reputation.

Where there is a significant change in fair value of an asset or liability from one period to another, an analysis is undertaken, which includes a verification of the major inputs applied in the latest valuation and a comparison, where applicable, with external sources of data.

Compliance statement

The financial report complies with Australian Accounting Standards and International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board.

New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the consolidated entity for the annual reporting period ended 30 June 2025. The consolidated entity's assessment of the impact of these new or amended Accounting Standards and Interpretations, most relevant to the consolidated entity, are set out below.

Notes to the Financial Statements

For the year ended 30 June 2025

Note 2 – Material Accounting Policy Information (continued)

New Accounting Standards and Interpretations not yet mandatory or early adopted (continued)

AASB 18 Presentation and Disclosure in Financial Statements
This standard is applicable to annual reporting periods beginning on or after 1 January 2027 and early adoption is permitted. The standard replaces IAS 1 'Presentation of Financial Statements', with many of the original disclosure requirements retained and there will be no impact on the recognition and measurement of items in the financial statements. But the standard will affect presentation and disclosure in the financial statements, including introducing five categories in the statement of profit or loss and other comprehensive income: operating, investing, financing, income taxes and discontinued operations. The standard introduces two mandatory sub-totals in the statement: 'Operating profit' and 'Profit before financing and income taxes'. There are also new disclosure requirements for 'management-defined performance measures', such as earnings before interest, taxes, depreciation and amortisation ('EBITDA') or 'adjusted profit'. The standard provides enhanced guidance on grouping of information (aggregation and disaggregation), including whether to present this information in the primary financial statements or in the notes. The Group will adopt this standard from 1 July 2027 and it is expected that there will be a significant change to the layout of the statement of profit or loss and other comprehensive income.

Note 3 – Change in Accounting Policies

Management has elected to change its accounting policy for exploration and evaluation expenditure from capitalisation to expensing. While capitalisation remains permissible under AASB 6 Exploration for and Evaluation of Mineral Resources, management concluded that immediate expensing results in more reliable and faithful information. Management consider the change improves transparency, reduces estimation uncertainty, and better reflects the inherent risk profile of exploration activities.

	Previously stated	30 June 2024 Adjustments	Restated	Previously stated	1 July 2023 Adjustments	Restated
	$	$	$	$	$	$
Statement of Profit or Loss and Other Comprehensive Income						
Tenement expenses	(100,000)	-	(100,000)	-	(2,513,257)	(2,513,257)
Expenditure recovery	-	2,230,087	2,230,087	-	-	-
Loss for the year	(2,829,312)	2,230,087	(599,225)	-*	-*	-*
Statement of Financial Position						
Capitalised Exploration Expenditure	-	-	-	24,845,843	(24,845,843)	-
Mining Development Asset	22,615,396	(22,615,396)	-	-	-	-
Net Assets/Equity (Deficiency)	6,532,014	(22,615,396)	(16,083,382)	7,656,932	(24,845,843)	(17,188,911)

* - This information has not been restated

Notes to the Financial Statements

For the year ended 30 June 2025

Note 4 – Financial Risk Management and Policies

Overview

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

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

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

- credit risk
- liquidity risk
- market risk
- interest rate risk

Credit Risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations. The Group's credit risk exposure arises principally from the Group's other financial assets, receivables, including receivables from related parties, security deposits and cash and cash equivalents.

Cash and cash equivalents

The Group's cash and cash equivalents are maintained in banks with credit ratings of AA as per Standard & Poor's as at year-end.

Trade and other receivables

As the Group operates in the mining exploration sector its receivables generally relate to GST receivable from the Australian Taxation Authority and the credit risk is assessed similar to other financial instruments under AASB 9, and the credit risk is low.

The Group also holds receivables in respect of amounts collected on behalf of Hainan under the Mariposa joint operating agreement, with a corresponding payable recognised for amounts not yet remitted.

Presently, the Group undertakes exploration and evaluation activities in Australia. At the balance sheet date there were no significant concentrations of credit risk and none of the Group's receivables are past due or impaired (2024: Nil).

Exposure to credit risk

The carrying amount of the Group's financial assets represents the Group's maximum credit exposure. None of the Group's trade and other receivables are past due (2024: nil). As at 30 June 2025, the Group does not have any collective impairment on its other receivables (2024: nil).

Guarantees

At the date of this report there are no outstanding guarantees (2024: nil).

Liquidity risk

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

The Group manages liquidity risk by maintaining adequate cash reserves by continuously monitoring forecast and actual cash flows.

The Group's liquidity risk arises from other financial liabilities and trade and other payables, together comprising the Group's financial liabilities.

Notes to the Financial Statements

For the year ended 30 June 2025

Note 4 – Financial Risk Management and Policies (continued)

Financial liabilities maturing profiles as follows:

	2025	2024
Maturity profiles	$	$
Less than 6 months	535,239	586,147
6 months to 1 year	11,650,709	-
1 year to 5 years	8,528,877	15,977,793
Greater than 5 years	-	-
Total	**20,714,825**	**16,563,940**

Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

Equity risk

The Group considers its exposure to equity risk minimal and has not developed any policies or procedures to manage such risk.

Currency risk

The Group considers that its exposure to currency risk is minimal and has not developed any policies or procedures to manage such risk.

The Group has not entered into any derivative financial instruments to hedge such transactions and anticipated future receipts or payments that are denominated in a foreign currency.

Exposure to currency risk

The Group's exposure to foreign currency risk at reporting related to US$ accounts and Chilean peso.

Interest rate risk

The Group is exposed to interest rate risk. The Group considers that its exposure to interest risk is minimal, however it has a policy of monitoring interest rates offered by competing financial institutions to ensure it is aware of market trends and it receives competitive interest rates.

Profile

At the reporting date the Group's only exposure to interest rate risk is related to the balance of its cash and cash equivalents. The following table represents the Group's exposure to interest rate risk:

	2025	2024
Variable rate instruments	$	$
Cash and cash equivalents	**1,754,479**	**20,198**

A change of 1% in variable interest rates would have increased or decreased the Group's equity and profit by $17,545 (2024: $202) and would have had the same effect on cash. The 1% sensitivity is based on reasonable possible movements over a financial year, after observation of a range of actual historical rate movement over the past five years.

Notes to the Financial Statements

For the year ended 30 June 2025

Note 4 – Financial Risk Management and Policies (continued)

Fair values

Fair values versus carrying amounts

The fair values of financial assets and liabilities are considered to approximate each other. The estimated fair values and carrying amounts are as follows:

		2025		2024	
		Carrying amount	Fair value	Carrying amount	Fair value
Financial assets and liabilities	Note	$	$	$	$
Cash and cash equivalents	11	1,754,479	1,754,479	20,198	20,198
Trade and other receivables	12	3,137,674	3,137,674	52,878	52,878
Other financial assets	13	1,631,143	1,631,143	90,000	90,000
Trade payables	16	(535,239)	(535,239)	(586,147)	(586,147)
Convertible notes & other payables	17 & 18	(20,179,586)	(20,179,586)	(15,977,793)	(15,977,793)
Total		**(14,191,529)**	**(14,191,529)**	**(16,400,864)**	**(16,400,864)**

The Directors consider the carrying amount of the financial instruments to be a reasonable approximation of their fair value on account of their short to medium-term maturity cycle.

Capital management

When managing capital, management's objective is to ensure that the Group continues as a going concern as well as to maintain optimal returns to shareholders and benefits for other stakeholders. Management also aims to maintain a capital structure that ensures the lowest cost of capital available to the Group.

The Group will raise equity through the issue of shares from time to time as the board sees fit to ensure it meets its objective of continuing as a going concern.

The Group is not subject to any externally imposed capital requirements.

Notes to the Financial Statements

For the year ended 30 June 2025

Note 5 – Significant 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 and estimates on historical experience and on various factors it believes to be reasonable under the circumstances, the result of which form the basis of the carrying values of assets and liabilities that are not readily apparent from other sources.

Management has identified the following critical accounting policies for which significant judgements, estimates and assumptions are made. Actual results may differ from these estimates under different assumptions and conditions and may materially affect financial results or the financial position reported in future periods.

Further details of the nature of these assumptions and conditions may be found in the relevant notes to the financial statements.

Mining Development Asset and Joint Operating Agreement

On 25 June 2024, Admiralty entered into a Joint Operating Agreement ("Agreement") with Hainan Xinlei Mining Management Co Ltd ("Hainan") to develop and manage the Mariposa Ore Project (The Project). In terms of that agreement, Hainan will provide all capital equipment and undertake all development activities required to commence production at a rate of 500,000 t/pa (Phase 1) and to progress towards a 2,000,000 t/pa capacity production plant. Hainan will be liable for all liabilities, costs, and expenses incurred in connection with the Project including project expenditure to the point of sale of the products. Admiralty will retain 20% of the notional net profit after tax.

In terms of the Agreement, an Operating Committee was established with one representative from Admiralty and two from Hainan. All decisions of the Operating Committee are decided by Majority vote. To this extent, management has exercised their judgement in determining that Admiralty does not have joint control as contemplated in AASB11, Joint Arrangements, and consequently the arrangement with Hainan will not be accounted for as a Joint Operation or a Joint Venture.

As disclosed in Note 3, the Group changed its accounting policy for exploration and evaluation expenditure from capitalisation to expensing, applied retrospectively in accordance with AASB 108. As a result of this change, the Mining Development Asset previously capitalised in respect of the Project, with a carrying value of $22,615,396 as at 30 June 2024, was derecognised, with $21,212,023 of the adjustment recognised against opening retained earnings/accumulated losses and $1,403,373 recognised against the foreign currency translation reserve, reflecting the cumulative foreign exchange translation effect previously recognised in respect of the asset.

Cash relating to sale proceeds and associated Project costs is received into and paid from the Group's bank accounts, notwithstanding that these amounts are economically attributable to Hainan under the Agreement. As these cash flows reflect the activities of Hainan rather than the Group, they are presented on a net basis within operating activities in the consolidated statement of cash flows for the year ended 30 June 2025, in accordance with AASB 107 *Statement of Cash Flows*.

Convertible note

Included in Note 18 are convertible notes liabilities that initially included a conversion option. The fair value of the conversion option was determined at inception, and the residual value was ascribed to debt. There is significant estimation uncertainty with regards to the estimation of the fair value of the conversion option and the debt.

The terms of the convertible note include:

(a) Proceeds provided by the Lender are denominated in USD. The right to convert the debt into ordinary shares of the Company, which are denominated in AUD;
(b) Right to convert into ordinary shares of the Company equivalent to 80% of the Volume Weighted Average Price per share.

Notes to the Financial Statements

For the year ended 30 June 2025

Note 6 – Segment information

Accounting policies adopted

The predominant activity of the Group is the exploration for mineral resources. Geographically, the Group operates in two geographical locations being – Australia and Chile. The head office and management activities of the Group take place predominately in Australia. Exploration, appraisal, development and production activities for mineral resources takes place in Chile.

Consolidated 2025	Australia	Chile	Total
	$	$	$
Revenue			
Revenue from continuing operations	211,971	-	211,971
Total Revenue	**211,971**	**-**	**211,971**
Total segment result			
Loss before income tax expense	(3,076,084)	(968,974)	(4,045,058)
Income tax expense	-	-	-
			(4,045,058)
Assets			
Segment assets	3,089,054	4,003,620	7,092,674
Total assets			**7,092,674**
Liabilities			
Segment liabilities	16,203,250	4,511,575	20,714,825
Total liabilities			**20,714,825**

Consolidated 2024	Australia	Chile	Total
	$	$	$
Revenue			
Revenue from continuing operations	-	2,244,094	2,244,094
Total Revenue	**-**	**2,244,094**	**2,244,094**
Total segment result			
Profit/(Loss) before income tax expense	(2,705,265)	2,106,040	(599,225)
Income tax expense	-	-	-
			(599,225)
Assets			
Segment assets	163,077	317,481	480,558
Total assets			**480,558**
Liabilities			
Segment liabilities	14,385,767	2,178,174	16,563,941
Total liabilities			**16,563,941**

Notes to the Financial Statements

For the year ended 30 June 2025

Note 7 – Income tax expense

	Consolidated	
	2025	2024
	$	$
Numerical reconciliation of income tax to prima facie tax		
Loss from continuing operations before tax	**(4,045,058)**	**(599,225)**
Tax at the Australian rate of 25% (2024: 25%)	**(1,011,265)**	**(149,806)**
Tax effect amounts which are not deductible in calculation taxable income	**559,600**	**447,262**
Tax effect of Chilean recoveries not assessable for Australian tax purposes	**-**	**(557,522)**
Tax losses not brought to accounts deferred tax asset	**451,665**	**260,066**
	-	**-**

	Consolidated	
	2025	2024
	$	$
The estimated deferred tax assets not brought to account		
Assessed losses not brought to account	65,699,931	61,671,790
Tax effect	16,424,983	15,417,948

Deferred tax assets have not been recognised as, in the Directors' opinion, it is not probable that future taxable profit will be available against which the Group can utilise the benefits. The utilisation of tax losses are subject to compliance with taxation legislation.

Note 8 – Earnings per share

Consolidated	2025	2024
	$	$
Loss after income tax attributed to the owners of Admiralty Resources NL	(4,045,058)	(599,225)
	Number	*Number*
Weighted average number of ordinary shares used in calculating basic earnings per share	2,284,272,035	1,386,237,203
Weighted average number of ordinary shares used in calculating diluted earnings per share	2,284,272,035	1,386,237,203
	Cents	*Cents*
Basic losses per share	(0.177)	(0.043)
Diluted losses per share	(0.177)	(0.043)

Notes to the Financial Statements

For the year ended 30 June 2025

Note 9 – Director and executive disclosures

(a) Details of Key Management Personnel

Qing Zhong	Managing Director *(appointed 4 December 2013)*
Jian Barclay	Executive Director *(appointed on 26 February 2019)*
Bin Li	Non-executive Chairperson (appointed 22 September 2014)
Greg Starr	Independent Non- executive Director (appointed 17 March 2023)

There were no changes of Key Management Personnel after the reporting date and before the date that the financial report was authorised for issue. Key Management Personnel remunerations are reflected in the Remuneration report.

Note 10 – Auditors' remuneration

	2025 $	2024 $
Remuneration of RSM Australia partners		
Audit and review of the financial report Independent limited assurance reports	**48,800**	**72,500**
Remuneration of In.Corp Audit & Assurance Pty Ltd		
Audit of the financial report Independent limited assurance reports	**67,500**	**-**
	116,300	**72,500**

Note 11 – Cash and cash equivalents

	2025 $	2024 $
Cash and cash equivalents		
Cash at bank and on hand	1,754,479	20,198
Reconciliation of net loss after income tax to net cash flow from operations		
Net loss after income tax	(4,045,058)	(599,225)
Adjustments to reconcile profit before tax to net operating cash flows		
Non-cash exploration expenditure recovery (Note 3)	-	(2,230,087)
Cash flows related to joint venture (Note 3)	-	(666,061)
Depreciation	204,666	9,945
Interest expense	2,008,583	2,074,635
Gain of fair value of derivative liability	230,930	(285,587)
Foreign exchange differences	(139,732)	(1,666)
Changes in assets and liabilities		
(Increase)/decrease in receivables	(3,205,990)	19,127
(Decrease)/increase in payables	2,816,623	124,084
Net cash used in operating activities	**(2,129,978)**	**(1,554,835)**

Notes to the Financial Statements

For the year ended 30 June 2025

Note 12 – Trade and other receivables

Current	2025 $	2024 $
GST receivable	121,379	52,878
VAT refundable	1,581,699	-
Trade receivable due on behalf of Hainan	1,434,596	-
	3,137,674	**52,878**

VAT refundable of $1,581,699 (2024: $Nil) and receivable on behalf of Hainan of $1,434,596 (2024: $Nil) relate to the Group's role under the Joint Operating Agreement described in Note 5, under which the Group holds mining rights and acts as the vehicle through which Project-related transactions, including Chilean VAT recoveries and sale proceeds, are administered on behalf of Hainan. As these amounts are economically attributable to Hainan, they are matched by a corresponding payable to Hainan disclosed in Note 17.

Note 13 – Other financial assets

Current	2025 $	2024 $
Deposit	30,636	90,000
	30,636	90,000
Non-current		
Bond	1,600,507	-
	1,600,507	**-**

The subordinated note of $1,600,507 (2024: $Nil) is a variable, subordinated fixed-to-floating rate note issued by Commonwealth Bank of Australia Ltd, with a call date of 27 November 2034 and legal maturity date of 27 November 2039, carrying a coupon/margin of 6.152%. The note is measured at fair value through profit or loss. The fair value of the note is categorised as Level 2 in the fair value hierarchy, based on a valuation provided by the issuing bank. A fair value gain/loss of $40,249 (2024: $Nil) was recognised in profit or loss during the year in respect of this note.

Notes to the Financial Statements

For the year ended 30 June 2025

Note 14 – Property, plant and equipment

Non-current assets	2025 $	2024 $
Land – cost	132,956	112,597
	132,956	112,597
Buildings – cost	71,835	66,296
Less: Accumulated depreciation	(1,842)	-
	69,993	**66,296**
Plant & equipment – at cost	316,238	57,168
Less: Accumulated depreciation	(200,165)	(57,168)
	116,073	**-**
Motor vehicles – at cost	22,622	150,582
Less: Accumulated depreciation	-	(11,994)
	22,622	**138,588**
Office furniture & equipment – at cost	7,702	5,210
Less: Accumulated depreciation	(3,159)	(5,210)
	4,543	-
Net property, plant & equipment	**346,187**	**317,481**

Notes to the Financial Statements

For the year ended 30 June 2025

Note 15 – Mining development assets

Mariposa mine expenditure	2025 $	2024 $
Capitalised exploration and evaluation – at cost	-	-
Less: Impairment	-	-
	-	**-**

Movement in capitalised mine expenditure	2025 $	2024 $
Opening balance – at cost	-	23,196,909
Correction on adoption of revised accounting policy (Note 3)	-	(23,196,909)
Opening balance (restated)	-	-
Additions	-	-
Closing balance	**-**	**-**

As disclosed in Note 3, the Group changed its accounting policy for exploration and evaluation expenditure from capitalisation to expensing during the year, applied retrospectively in accordance with AASB 108. Refer Note 5 for details of the Hainan Joint Operating Agreement and the accounting treatment adopted.

Note 16 – Trade and other payables

	2025 $	2024 $
Trade creditors	90,578	81,714
Accrued expenses	258,456	369,656
Client deposits	186,205	134,777
	535,239	**586,147**

Note 17 – Other liabilities

	2025	2024
	$	$
Hainan Xinlei Mining Management Pty Ltd	3,018,295	-

Movement in other liabilities	$	$
Opening balance – carrying value	-	2,896,148
Plus: Advances during the year	-	5,763,276
Plus: Costs funded by, and sale proceeds collected on behalf of, Hainan during the year	11,706,575	-
Less: Assets transferred Hainan Xinlei Mining Management Pty Ltd	-	(8,659,424)
Less: Amounts settled/remitted during the year	(8,688,280)	-
Closing balance	**3,018,295**	**-**

The Group previously entered into a heads of agreement with Hainan Xinlei Mining Management Pty Ltd ("Hainan") for the exploitation of resources at the Mariposa Project. Under that arrangement, Hainan advanced funds to the Group for the purpose of preparing the mine site for production. On the establishment of Hainan's Chilean subsidiary and the execution of the Joint Operating Agreement on 25 June 2024, the assets associated with these advances were transferred to Hainan and the corresponding loan was extinguished.

Under the Joint Operating Agreement now in place, Hainan is responsible for funding all capital equipment, development activities and operating costs associated with the Project. The balance disclosed above represents amounts owed by the Group to Hainan arising from the Group's role in collecting sale proceeds and VAT recoveries on Hainan's behalf, and costs funded directly by Hainan in connection with the Project, as described in Note 12.

Notes to the Financial Statements

For the year ended 30 June 2025

Note 18 – Borrowings

Loans payable - current	2025 $	2024 $
Loan from Director[1]	1,277,285	2,023,477
Convertible Note – debt host liability [2]	8,144,482	-
Embedded derivative [2]	2,228,942	-
	11,650,709	**2,023,477**

Note: The loans are unsecured, interest free, and payable on demand.

Convertible notes and loans payable – non-current	2025 $	2024 $
Convertible Note – debt host liability [2]	-	6,399,423
Embedded derivative [2]	-	1,983,012
Loan from related parties [3]	5,510,582	5,248,174
Other loans	-	323,707
	5,510,582	**13,954,316**

1. *This includes a loan at call of $1,277,285. It is unsecured and non-interest bearing.*
2. *The convertible notes have been drawn down to a value of US$2,927,047 (Conversion of US$672,953 of notes value on 26 March 2024, balance as at 30 June 2023 was (US$3,600,000). The notes bear interest of 12% and are convertible into equity using the 90-day volume weighted average price (VWAP). An amendment was made to the facility extending the maturity date to 31 December 2025. The embedded derivative relates to the conversion option which has been fair valued using a Monte Carlo financial model. The fair value of the convertible note is categorised as Level 3 in the fair value hierarchy, given the valuation relies on significant unobservable inputs.*
3. *The Company has a loan agreement with Shanghai Long Sheng Technology Development Co Limited, providing a drawdown facility to $4,500,000 (unused portion at YE2025 $270,335). Interest is accrued at 5% per annum. Expiry date being extended to 31 December 2025.*

Notes to the Financial Statements

For the year ended 30 June 2025

Note 19 – Issued capital

	Consolidated			
	2025	2024	2025	2024
	No. Shares		Value of shares	
Ordinary shares – fully paid	2,629,479,399	1,629,473,940	158,251,230	151,251,191
Cost of capital raising	-	-	(1,366,528)	(1,309,266)
	2,629,479,399	**1,629,473,940**	**156,884,702**	**149,941,925**

Movement in share capital

	Date	Shares	Issue price	Value
Balance	30-Jun-24	1,629,473,940		149,941,925
Share placement (less cost of capital raising)	4-Nov-24	1,000,005,459	0.007	6,942,777
Balance	30-Jun-25	2,629,479,399		156,884,702

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.

Note 20 – Reserves

	2025 $	2024 $
Foreign currency translation reserve	**(2,682,847)**	**(2,246,358)**

Movement in foreign currency translation reserve	2025 $	2024 $
Opening balance - as previously stated	-	(787,549)
Adjustment on retrospective change in accounting policy (Note 3)	-	(1,403,372)
Opening balance – restated	(2,246,358)	(2,190,921)
Currency translation differences arising during the year	(436,489)	(55,437)
Closing balance	(2,682,847)	(2,246,358)

The reserve is used to recognise exchange differences arising from the translation of the financial statements of foreign operations to Australian dollars.

Notes to the Financial Statements

For the year ended 30 June 2025

Note 21 – Accumulated losses

	2025 $	2024 $
Accumulated losses at the beginning of the financial year – as previously stated	(163,778,948)	(139,737,613)
Restatement on adoption of revised accounting policy (Note 3)	-	(23,442,110)
Accumulated losses at the beginning of the financial year — restated	**(163,778,948)**	**(163,179,723)**
Loss after income tax expense for the year	(4,045,058)	(599,225)
Accumulated losses at the end of the financial year	**(167,824,006)**	**(163,778,948)**

Note 22 – Dividends

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

Note 23 – Expenditure commitments

Exploration commitments

The Group has entered into certain obligations to perform minimum work on mineral tenements held. The amounts are not considered to be material.

Note 24 – Contingent liabilities

At the financial reporting date there are no contingent liabilities

Note 25 – Events subsequent to the reporting date

Mariposa Iron Ore Purchase Contract – Trafigura

Subsequent to year end, the Company's wholly owned subsidiary, Admiralty Minerals Chile Pty Ltd, entered into a purchase contract with Trafigura Pte Ltd for the international marketing of Mariposa Iron Ore. The agreement establishes a transparent pricing framework linked to global market indices and supports the commercialisation of the Mariposa Project as it transitions from trial production towards full production. The arrangement provides access to Trafigura's global marketing expertise, customer network, and commercial execution capabilities, supporting the development of a sustainable sales pipeline and future revenue generation. The Company will provide further updates as shipments are loaded and depart from Las Losas Port.

Mariposa Iron Ore Shipments

The Company's first shipment of Mariposa Iron Ore Concentrate shipped in January 2026, and the second overseas shipment of Mariposa Iron Ore Concentrate was completed in April 2026. Following the sourcing of a vessel by Trafigura, a total of 58,087 tonnes of iron ore concentrate was loaded onto the MV IDAWN FZ at Las Losas Port. The vessel departed on 1 April 2026 bound for customers in China, representing a further milestone in the commercialisation of the Mariposa Project and the ongoing development of the Company's export sales activities.

<u>Other Chilean Iron Ore Projects</u>

Soberana

Admiralty blasted 25,000 tonnes of waste rock, with planned mining and transportation of 20,000 tonnes of material in April 2026.

La Chulula

Drilling has been completed at the No.2 platform of the La Chulula mine. Blasting is planned to extract 40,000 tonnes of ore to meet production needs, including removing 10,000 tonnes of waste rock.

<u>April 2026 Extraordinary General Meeting</u>

The Company held an Extraordinary General Meeting of Shareholders on 28 April 2026. The results of the meeting were released to the ASX, with all resolutions put to shareholders via a poll and carried.

<u>New Auditor</u>

As a result of the resolutions passed at the Extraordinary General Meeting of Shareholders held on 28 April 2026, In.Corp Audit & Assurance Pty Ltd (InCorp) has been appointed the Company's new auditor. The Board believes this appointment supports the evolving operational and reporting requirements as the Mariposa Project moves towards the production phase.

Note 26 – Related party transactions.

Payments made to related parties:

			2025	2024
			$	$
Directors	**Name of related entity**	**Nature of payment**		
Qing Zhong	*Commercial Property Trust*	Managing Director	139,992	128,326
Qing Zhong	*Sun Investment & Holdings*	Commercial rent	24,000	24,000
Jian Barclay	JB Admin Pty Limited	Director fee	66,000	77,666
Greg Starr	Tearum Advisors Pty Limited	Director fee	51,333	33,000

Loans to / from related parties – see Note 18 for the terms and conditions:

			2025	2024
			$	$
Directors	**Name of related entity**	**Nature of loan**		
Qing Zhong	Qing Zhong	Loan from director	25,969	277,839
Qing Zhong	Qing Zhong	Loan from director	1,249,446	2,023,477
Qing Zhong	Shanghai Long Sheng Technology Development Co Limited	Loan from director	5,510,582	5,248,174

Note 27 – Interest in subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy.

		Ownership interest	
Name of subsidiary	**Principal place of business / Country of incorporation**	**2025 %**	**2024 %**
Pyke Hill Resources Pty Limited	Australia	100	100
ADY Investment Pty Limited	Australia	100	100
Admiralty Minerals Chile Pty Limited	Australia	100	100
Admiralty Minerals Chile Pty Ltd Agencia en Chile	Chile	100	100
Servicios Admiralty Resources Chile Ltd	Chile	100	100
Admiralty Servicios Mineros SPA[1]	Chile	100	100
Fortune Global Holdings Corporation	British Virgin Islands	100	100

Note 28 – Parent information

Set out below is the supplementary information about the parent entity.

Statement of profit or loss and other comprehensive income

	Parent	
	2025 $	2024 $
Loss after income tax	(3,031,994)	(2,568,956)
Total comprehensive loss	**(3,031,994)**	**(2,568,956)**

Statement of financial position

	Parent	
	2025 $	2024 $
Total current assets	1,488,653	65,282
Total non-current assets	17,265,863	14,405,999
Total assets	**18,754,516**	**14,471,281**
Total current liabilities	16,194,194	351,350
Total non-current liabilities	53,808	13,934,416
Total liabilities	**16,248,002**	**14,285,766**
Equity		
Issued capital	156,884,702	149,941,925
Accumulated losses	(152,788,405)	(149,756,409)
Total equity	**4,096,297**	**185,516**

Consolidated Entity Disclosure Statement

Entity name	Entity type	Place formed/ Country of incorporation	Ownership interest %	Tax residency
Admiralty Servicios Mineros SPA	Body Corporate	Chile	100	Chile
Servicios Admiralty Resources Chile Ltd	Body Corporate	Chile	100	Chile
Admiralty Minerals Chile Pty Ltd Agencia en Chile	Body Corporate	Chile	100	Chile
Admiralty Minerals Chile Pty Limited	Body Corporate	Australia	100	Australia
ADY Investment Pty Limited	Body Corporate	Australia	100	Australia
Pyke Hill Resources Pty Limited	Body Corporate	Australia	100	Australia
Fortune Global Holdings Corporation	Body Corporate	British Virgin Islands	100	British Virgin Islands

Directors' Declaration

For the year ended 30 June 2025

In accordance with a resolution of the Directors of Admiralty Resources NL, I state that:

In the opinion of the Directors:

(a) The financial statements and notes of the Group are in accordance with the *Corporations Act 2001*, including:

(i) giving a true and fair view of the Group's financial position as at 30 June 2025 and its performance for the year ended on that date; and

(ii) complying with Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*; and

(b) The financial statements and notes also comply with International Financial Reporting Standards as disclosed in Note 2; and

(c) Subject to the matters set out in Note 2, there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.

(d) This declaration is made after receiving the declarations required to be made to the Directors in accordance with section 295A of the *Corporations Act 2001* for the financial year ending 30 June 2025.

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

On behalf of the Board

Qing Zhong

Executive Director

Sydney, 14 July 2026

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ADMIRALTY RESOURCES NL

INDEPENDENT AUDITOR'S REPORT

In.Corp Audit & Assurance Pty Ltd
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To the members of Admiralty Resources NL

Qualified Opinion

We have audited the financial report of Admiralty Resources NL ("the Company") and its controlled entities ("the Group"), which comprises the consolidated statement of financial position as at 30 June 2025, the consolidated statement of profit and loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, the consolidated entity disclosure statement and the directors' declaration.

In our opinion, except for the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial report of the Group, is in accordance with the *Corporations Act 2001*, including:

a) giving a true and fair view of the Group's financial position as at 30 June 2025 and of its financial performance for the year then ended; and

b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Qualified Opinion

The Group's foreign currency translation reserve includes an opening balance at 1 July 2024 relating to the historical translation of the Group's foreign operations. As described in the predecessor auditor's report for the year ended 30 June 2024, the methodology applied to translate the financial information of the Group's foreign operations was inconsistent with Australian Accounting Standards and the effect of that matter had not been quantified.

We were unable to obtain sufficient appropriate audit evidence to determine the effect, if any, of this matter on the opening foreign currency translation reserve at 1 July 2024 and the foreign currency translation differences recognised in other comprehensive income for the year ended 30 June 2025. Consequently, we were unable to determine whether any adjustments to the opening foreign currency translation reserve, the current-year foreign currency translation differences recognised in other comprehensive income, the statement of changes in equity, or the related disclosures were necessary. Our opinion is not modified in respect of the closing foreign currency translation reserve or total equity balances as at 30 June 2025.

Basis for Qualified Opinion (continued)

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & 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 report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material Uncertainty in Relation to Going Concern

We draw attention to Note 2 to the financial report which indicates that as at 30 June 2025 the Group has a deficiency in net current assets of $10,058,263, and for the year then ended incurred a loss of $4,045,058 and cash outflows from operating activities, excluding contributions received on behalf of the joint venture of $2,108,886. As stated in Note 2, these events or conditions, along with other matters set forth in Note 2, indicate that a material uncertainty exists that may cast significant doubt about the Group's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Other Matter

The financial report of Admiralty Resources NL for the year ended 30 June 2024 was audited by the predecessor auditor, who expressed a qualified opinion on that report on 30 September 2024. The predecessor auditor's qualified opinion related to the unquantified effects of a matter concerning the methodology applied to translate the financial information of the Group's foreign subsidiaries for the purposes of preparing the consolidated financial report.

ADMIRALTY RESOURCES NL

INDEPENDENT AUDITOR'S REPORT (continued)

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the following key audit matters to communicate in our report:

Key Audit Matter	How our Audit Addressed this Matter
Retrospective policy change As described in Note 3, during the year, the Group changed its accounting policy from capitalising exploration and evaluation expenditure to expensing as incurred, applied retrospectively in accordance with *AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors*, resulting in restatement of opening balances and comparatives. The change involves significant management judgement in determining whether the new policy is permitted and results in more relevant and reliable information, and in accurately calculating and applying the retrospective adjustments to opening exploration and evaluation expenditure, foreign currency translation reserve, retained earnings and comparative periods.	Our procedures included, but were not limited to: • We discussed the proposed policy change with management and prepared a technical assessment of the change against the criteria in AASB 108 for a change in accounting policy, including whether the change results in the financial statements providing reliable and more relevant information; • We considered whether the new policy was consistently applied to all comparable exploration and evaluation expenditure across the Group, including at the Chilean component; • We evaluated the interaction between the retrospective adjustment and the foreign currency translation reserve balance, including the translation of reclassified amounts; • We considered the consistency of the restated comparative figures with the prior period financial statements as adjusted, and agreed the opening balance adjustments to the statement of changes in equity; and • We evaluated the adequacy of the disclosures made in the financial statements regarding the nature of the change, the reason the new policy provides reliable and more relevant information, and the amount of the adjustment for each financial statement line item and period presented, against the requirements of AASB 108.

Key Audit Matters (continued)

Key Audit Matter	How our Audit Addressed this Matter
Mariposa Joint Venture – Assessment of Accounting Treatment As described in Note 5, the Group holds a 20% interest in the Mariposa iron ore project, entitling it to 20% of net profits with no exposure to Mariposa's losses or liabilities. This interest has not previously been recognised as an investment in associate or otherwise brought onto ADY's balance sheet. The assessment requires significant judgement in interpreting the substance of the underlying agreement to determine whether the Group's interest gives rise to significant influence and/or rights to net assets consistent with an associate under *AASB 128 Investments in Associates and Joint Ventures,* or whether the arrangement is more appropriately characterised as a right to a stream of profit share that does not meet the recognition criteria for an investment in an associate, joint venture, or other asset requiring on-balance-sheet recognition.	Our procedures included, but were not limited to: • We obtained and reviewed the underlying Mariposa JV agreement with Hainan Xinlei Mining Pty Ltd, to understand ADY's contractual rights and obligations, including the basis of the 20% profit entitlement and the absence of any obligation to fund losses or liabilities; • We evaluated whether ADY has significant influence over Mariposa's financial and operating policies, considering the indicators in AASB 128; • We considered the status of the Mariposa project to assess whether any profits had in fact been earned by Mariposa during the period to which ADY's 20% entitlement would attach, and whether any related amount had become due or receivable to ADY; and • We evaluated the adequacy of the disclosures made in the financial statements regarding the nature of ADY's interest in Mariposa and the basis for non-recognition.

Key Audit Matters (continued)

Key Audit Matter	How our Audit Addressed this Matter
Convertible note valuation As described in Note 18, the Group has convertible notes on issue with a maximum drawdown of USD3,600,000, which is measured at fair value with movements recognised in profit or loss, using a Monte Carlo simulation valuation prepared by an independent expert engaged by management. The valuation is complex and model-driven, involving significant estimation uncertainty and sensitivity to key assumptions including volatility, credit spread, risk-free rate, discount rate, and the probability-weighted assessment.	Our procedures included, but were not limited to: • We obtained and reviewed the terms of the convertible note deed to understand the conversion features, redemption terms, and other conditions relevant to the valuation; • We obtained and reviewed the independent expert's valuation report, prepared using a Monte Carlo simulation methodology; • We assessed the competence, capabilities and objectivity of the expert; • We agreed the key inputs used in the model to underlying source data, the terms of the note deed, and other supporting documentation; • We checked the mathematical accuracy and internal consistency of the model outputs against the reported valuation; • We confirmed the valuation output agreed to the fair value amount recognised in the statement of financial position and the corresponding movement recognised in profit or loss; and • We evaluated the adequacy of the disclosures made in the financial statements regarding the convertible note.

Other Information

The Directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 June 2025, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of:

a) the financial report (other than consolidated entity disclosure statement) that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001*; and

b) the consolidated entity disclosure statement that is true and correct in accordance with the *Corporations Act 2001*, and

for such internal control as the directors determine is necessary to enable the preparation of:

ii) the financial report (other than consolidated entity disclosure statement) that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and

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

In preparing the financial report, the directors are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

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ADMIRALTY RESOURCES NL
INDEPENDENT AUDITOR'S REPORT (continued)

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: https://www.auasb.gov.au/media/bwvjcgre/ar1_2024.pdf. This description forms part of our auditor's report.

REPORT ON THE REMUNERATION REPORT

Opinion on the Remuneration Report

We have audited the remuneration report included in the directors' report for the year ended 30 June 2025.

In our opinion the remuneration report of Admiralty Resources NL for the year ended 30 June 2025 complies with section 300A of the *Corporations Act 2001*.

Responsibilities for the Remuneration Report

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*.

Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

In.Corp Audit & Assurance Pty Ltd

Daniel Dalla
Director

14 July 2026

Schedule of Mining Tenements

as at 30 June 2026

Tenement Reference	Registered Holder	% Held	Country	Project Group
M39/159	Pyke Hill Resources Pty Ltd	50%	Australia	Pyke Hill
Harper South				
NEGRITA 1-4	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Soberana Group
SOBERANA 1-5	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Soberana Group
PHIL 4, 1-15	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Soberana Group
LEO 12, 1-59	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Soberana Group
LEO 101, 1-17	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Soberana Group
LEO 6, 1-58 (11/30-41/59)	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Mariposa Group
LEO 8, 1-60	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Mariposa Group
DANIELA 1-20	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Mariposa Group
LEO 5, 1-60 (11/30-41/60)	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Mariposa Group
LEO 9, 1-60	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Mariposa Group
LEO 10, 1-40	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Mariposa Group
LEO 13, 1-60	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Mariposa Group
LEO 11, 1-40	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Mariposa Group
PORSIACASO 1-4	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Harper South
LEO 14, 1-4	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Harper South
Pampa Tololo				
PAMPA TOLOLO 1-2475	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Pampa Tololo Group
PAMPA TOLOLO 1-2475	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Pampa Tololo Group
CERRO VARILLA 1-732	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Pampa Tololo Group
CERRO VARILLA 1-732	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Pampa Tololo Group
CERRO VARILLA 1-732	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Pampa Tololo Group
CERRO VARILLA 1-732 (615/616)	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Pampa Tololo Group
CERRO VARILLA 1-732 (629/632)	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Pampa Tololo Group
CERRO VARILLA 1-732 (643/647)	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Pampa Tololo Group
CERRO VARILLA 1-732 (657)	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Pampa Tololo Group

CERRO VARILLA 1-732 (658/662)	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Pampa Tololo Group
CERRO VARILLA 1-732 (672)	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Pampa Tololo Group
CERRO VARILLA 1-732 (673/675)	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Pampa Tololo Group
CERRO VARILLA 1-732 (685/688)	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Pampa Tololo Group
CERRO VARILLA 1-732 (698/699)	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Pampa Tololo Group
El Cojin				
LEO 105, 1-30	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Other Tenements
LEO 106, 1-30	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Other Tenements
LEO 107, 1-30	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Other Tenements
COJIN 1-6	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Other Tenements
COJIN 1, 1-11	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Other Tenements
COJIN 2, 1-37	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Other Tenements
COJIN 3, 1	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Other Tenements
COJIN 4, 1	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Other Tenements
COJIN 5, 1	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Other Tenements
COJIN 6, 1-40	Admiralty Minerals Chile Pty Ltd Agencia en Chile	100%	Chile	Other Tenements

Other Information
as at 30 June 2026

Top 20 shareholders - Ordinary Shares

No.	Shareholder	Shares held	% of issued capital
1	BNP PARIBAS NOMS PTY LTD	611,629,468	23.260%
2	SHI YONG	285,714,286	10.866%
3	CITICORP NOMINEES PTY LIMITED	234,354,469	8.913%
4	BNP PARIBAS NOMINEES PTY LTD <IB AU NOMS RETAILCLIENT>	231,952,678	8.821%
5	LI CHEN	145,473,431	5.532%
6	SINO INVESTMENT AND HOLDING PTY LTD	117,161,500	4.456%
7	ZHEREN LI	75,473,431	2.870%
8	SHICHEN JIANG	72,549,168	2.759%
9	SOPHIE ZHONG PTY LTD <I LIKE SHOPPING PROPERTY A/C>	70,501,898	2.681%
10	QIXIONG LI	59,759,146	2.273%
11	MR YIQUN FANG	51,128,603	1.944%
12	ZHAOGONG WANG	28,571,429	1.087%
12	LINHUA ZHU	28,571,429	1.087%
12	YIMING WANG	28,571,429	1.087%
13	BNP PARIBAS NOMINEES PTY LTD <CLEARSTREAM>	25,397,297	0.966%
14	AUSTRALIAN CHILE MINING HOLDINGS PTY LTD	25,290,000	0.962%
15	MR BAOJIANG LIU	25,000,000	0.951%
16	MR GUOQING CHEN	23,718,562	0.902%
17	3D PENCIL PTY LTD <3D PENCIL SUPER FUND A/C>	20,432,687	0.777%
18	HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	19,336,126	0.735%
	Total Securities of Top 20 Holdings	**2,180,587,037**	**82.928%**
	Total of Securities	**2,629,479,399**	**100%**

Substantial Shareholders

The names of substantial shareholders who have notified the Group in accordance with section 671B of the Corporations Act 2011 are:

Shareholder	Shares held	% of issued capital
I Like Shopping Property Trust	230,880,500	8.78
Smart East Global Limited	190,000,000	12.72

Distribution of Shareholders Number

Size of shareholding	Number of holders	Number of shares	% of issued capital
1 – 1,000	86	29,951	0.00
1,001 – 5,000	127	340,274	0.01
5,001 – 10,000	85	647,716	0.02
10,001 – 100,000	314	16,292,691	0.62
100,001 Over	451	2,612,168,767	99.34
Total	**1,063**	2,629,479,399	**100.000**

There is a total of 2,629,479,399 fully paid ordinary shares on issue, all of which are listed on the ASX.

Voting Rights

At shareholder meetings, each ordinary share is entitled to one vote when a poll is called; otherwise, each shareholder has one vote on a show of hands.