Polymetals Resources Ltd

ABN 73 644 736 247

Appendix 4E - Preliminary Final Report - 30 June 2026

Polymetals Resources Ltd
Appendix 4E
Preliminary final report

1. Company details

Name of entity:	Polymetals Resources Ltd
ABN:	73 644 736 247
Reporting period:	For the year ended 30 June 2026
Previous period:	For the year ended 30 June 2025

2. Results for announcement to the market

	2026 $	2025 $	Change $	Change %
Loss after tax attributable to the owners of Polymetals Resources Ltd	(47,042,826)	(47,848,266)	805,440	(2%)
Revenue from ordinary activities	100,002,365	-	100,002,365	100%
Loss Before Interest, Tax, Depreciation and Amortisation (EBITDA)	(33,197,836)	(42,436,359)	9,238,523	(22%)

	Consolidated 2026 $	2025 $
Reconciliation of loss before income tax to EBITDA (unaudited):		
Loss before income tax	(47,042,826)	(47,848,266)
Finance costs	3,938,266	2,333,500
Interest revenue	(173,323)	(244,762)
Depreciation	10,080,047	3,323,169
	(33,197,836)	(42,436,359)

Comments
The loss for the consolidated entity after providing for income tax amounted to $47,042,826 (30 June 2025: $47,848,266).

The first shipments of concentrate occurred during the year. Revenue for the year ended 30 June 2026 was $100,002,365 (2025: $nil).

Refer to the attached *Commentary on results* for further information regarding the consolidated entity's results and operations for the year ended 30 June 2026.

3. Net tangible assets

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	3.88	3.91

4. Control gained over entities

Not applicable.

5. Loss of control over entities

Not applicable.

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6. Dividends

Current period
There were no dividends paid, recommended or declared during the current financial period.

Previous period
There were no dividends paid, recommended or declared during the previous financial period.

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7. Dividend reinvestment plans

Not applicable.

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8. Details of associates and joint venture entities

Not applicable.

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9. Foreign entities

Details of origin of accounting standards used in compiling the report:

Not applicable.

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10. Audit qualification or review

Details of audit/review dispute or qualification (if any):

An audit of the consolidated financial statements is currently in progress.

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11. Attachments

Details of attachments (if any):

The Preliminary Final Report of Polymetals Resources Ltd for the year ended 30 June 2026 is attached.

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12. Signed

Signed Date: 31 August 2026

David Sproule
Executive Chairman

Directors	David Sproule - Executive Chairman Alistair Barton - Non-Executive Director Jess Oram - Executive Director
Company secretary	John Haley
Registered office	Solution Accountants 627 Stafford Road Stafford QLD 4053
Principal place of business	Endeavor Mine Louth Road, Cobar NSW, 2835
Share register	MUFG Corporate Markets (AU) Limited Liberty Place, Level 41, 161 Castlereagh St Sydney NSW 2000
Auditor	RSM Australia Partners Level 27, 120 Collins Street Melbourne VIC 3000
Lawyers	K&L Gates LLP Level 31, 1 O'Connell St Sydney NSW 2000
Bankers	Commonwealth Bank of Australia 86 Woodlark Street Lismore NSW 2480
Stock exchange listing	Polymetals Resources Ltd shares are listed on the Australian Securities Exchange (ASX code: POL)
Website	www.polymetals.com
Corporate Governance Statement	www.polymetals.com/company/corporate-governance/

Review of operations

The loss for the consolidated entity after providing for income tax amounted to $47,042,826 (30 June 2025: $47,848,266).

The consolidated entity's commercial focus remained on reducing operating costs and ramping up product shipments to market. Over the year, unit operating costs declined and management's focus going forward continues to be further cost reduction, improving revenue conversion cycles and disciplined treasury management.

Prior to the suspension of operations on 28 October, due to the mining incident that claimed the lives of two of our miners, the Company's production performance started strongly. Operations recommenced on a staged basis in mid-November progressing to continuous mining by month end. Despite the challenges arising from the incident, the team has worked exceptionally well, with operational performance stabilising and returning to expected levels during the latter part of December. From then, the consolidated entity's operational focus remained on safely stabilising production while advancing growth initiatives aimed at increasing mine life, production scale and ore grades. The following tables summarise the production performance for the year:

Performance

		Year ended 30 June 2026
Silver produced	oz	1,108,400
Gold produced	oz	1,554
Zinc produced	t	10,272
Lead produced	t	5,165
Group operating costs*	A$M A$/t ore	128.45 358.9
Exploration	A$M	3.66

**Group operating costs include mining, processing, site admin, transport and logistics, treatment charges, refining charges, royalties, finance costs & corporate.*

Production physicals

		Year ended 30 June 2026
Ore mined	tonnes	357,876
Ore processed	tonnes	357,658
Ore grade (processed)	Silver (g/t) Gold (g/t) Zinc (%) Lead (%)	122.5 0.14 3.6% 1.8%
Recovery**	Silver (%) Gold (%) Zinc (%) Lead (%)	79% 100% 80% 79%
Metal recovered***	Silver (oz) Gold (oz) Zinc (t) Lead (t)	1,108,400 1,554 10,272 5,165

***Production figures include both concentrate and direct shipping ore (DSO). There is no payable gold in concentrates, but DSO assumes 100% silver gold recovery*

****Metal recovered is after on-site milling and processing which does not recover 100% of the metals produced*

Mining

Best mining production since recommissioning was achieved during the June 2026 quarter, increasing by 48% quarter-on-quarter. Ore was drawn from both the Main Lode and the Upper North Lode (UNL).

Logistics
During the year, the consolidated entity completed six product shipments comprising three zinc concentrate shipments (18,612 dry tonnes), one lead shipment (4,516 dry tonnes) and two DSO shipments (11,055 dry tonnes). Monthly product transport to port continues to ramp up towards a steady-state rate of about 10,000 tonnes per month.

Endeavor Mine Rehabilitation Bond
On the 1 August 2024, the consolidated entity completed the acquisition of Cobar Operations Pty Ltd and Endeavor Operations Pty Ltd (the owners of the Endeavor Mine and 1,100km^2 of exploration tenements in the Cobar Basin), which included the requirement to replace the existing Endeavor Mine Rehabilitation Bonds by 1 August 2026. During the year ended 30 June 2026, the NSW Resources Regulator increased the Endeavor Mine Rehabilitation Bonds by $2,947,000 to a total of $30,903,000. The increase is being settled under a payment plan agreed with the Regulator, in quarterly instalments to June 2028. Payments of $837,375 relating to the increase were made in the year, with a further seven quarterly payments of $301,375 to be made under the payment plan. Subsequent to the year end, the $27,956,000 Rehabilitation Bond previously held by the vendor was replaced (refer note 22).

Exploration highlights
- High-grade silver-lead-zinc mineralisation confirmed adjacent to the historic Upper Main Lode subsidence by underground diamond drilling.
- Underground drilling program expanded to evaluate the scale and continuity of remnant Main Lode mineralisation.
- Surface drilling advanced new seismic-gravity targets, with extensive alteration and quartz veining intersected in PSX001 and follow-up drilling has commenced.
- Near-mine drilling continued to refine alteration vector models and validate pXRF targeting techniques.
- Planning progressed for the Deep Zinc Lode underground resource drilling program.
- Regional geophysical interpretation advanced with wet weather delaying commencement of drilling.

Exploration
During the year, the consolidated entity commenced underground drilling at the Upper Main Lode, adjacent to the historic 1996 ground subsidence. Initial results confirmed that high-grade silver-lead-zinc mineralisation remains intact next to existing underground development. This supports the Company's view that the 1996 subsidence affected a smaller volume of the original orebody than previously assumed.

Surface drilling also tested targets generated from passive seismic, gravity and structural data. Follow-up drilling and geological observations are improving the Company's understanding of the broader Endeavor mineralising system and are generating further drill-ready targets.

The Company's exploration priorities remain which is to find mineable mineralisation close to existing underground infrastructure whilst advancing regional targets that could support long-term production growth.

In-Mine Exploration
The consolidated entity's highest priority exploration activity during the year was underground diamond drilling targeting remnant mineralisation within the Upper Main Lode adjacent to the historic 1996 subsidence area.

Assay results confirmed that the first twelve holes of the program intersected significant widths of high-grade silver-lead-zinc mineralisation. These results validated the Company's reinterpretation that the historic subsidence area was considerably smaller than previously believed and that substantial volumes of mineralisation remain intact immediately adjacent to existing mine development.

Best assay results included:
(1) 45.2 m @ 197 g/t Ag, 8.9% Zn and 11.0% Pb (POL009)
(2) 33.0 m @ 209 g/t Ag, 9.9% Zn and 8.1% Pb (POL002)
(3) 33.0 m @ 205 g/t Ag, 9.6% Zn and 5.5% Pb (POL010)
(4) 24.5 m @ 207 g/t Ag, 12.2% Zn and 6.8% Pb (POL007)
(5) 26.7 m @ 227 g/t Ag, 9.3% Zn and 7.1% Pb (POL011)
(6) 14.9 m @ 304 g/t Ag, 8.5% Zn and 5.9% Pb (POL008)

The drilling program continues from the 10120 Level drill platform and forms part of a planned 34-hole (about 3,100 m) campaign designed to define the continuity, scale and mineability of mineralisation of the upper Main Lode.

Interpretation of historical survey information, mine plans and underground observations also progressed during the year, with three-dimensional modelling of the remnant Main Lode continuing alongside planning studies for potential future development options.

Planning also advanced for underground drilling of the Deep Zinc Lode following completion of decline design and dewatering works. The program is intended to improve geological confidence and support future Mineral Resource updates.

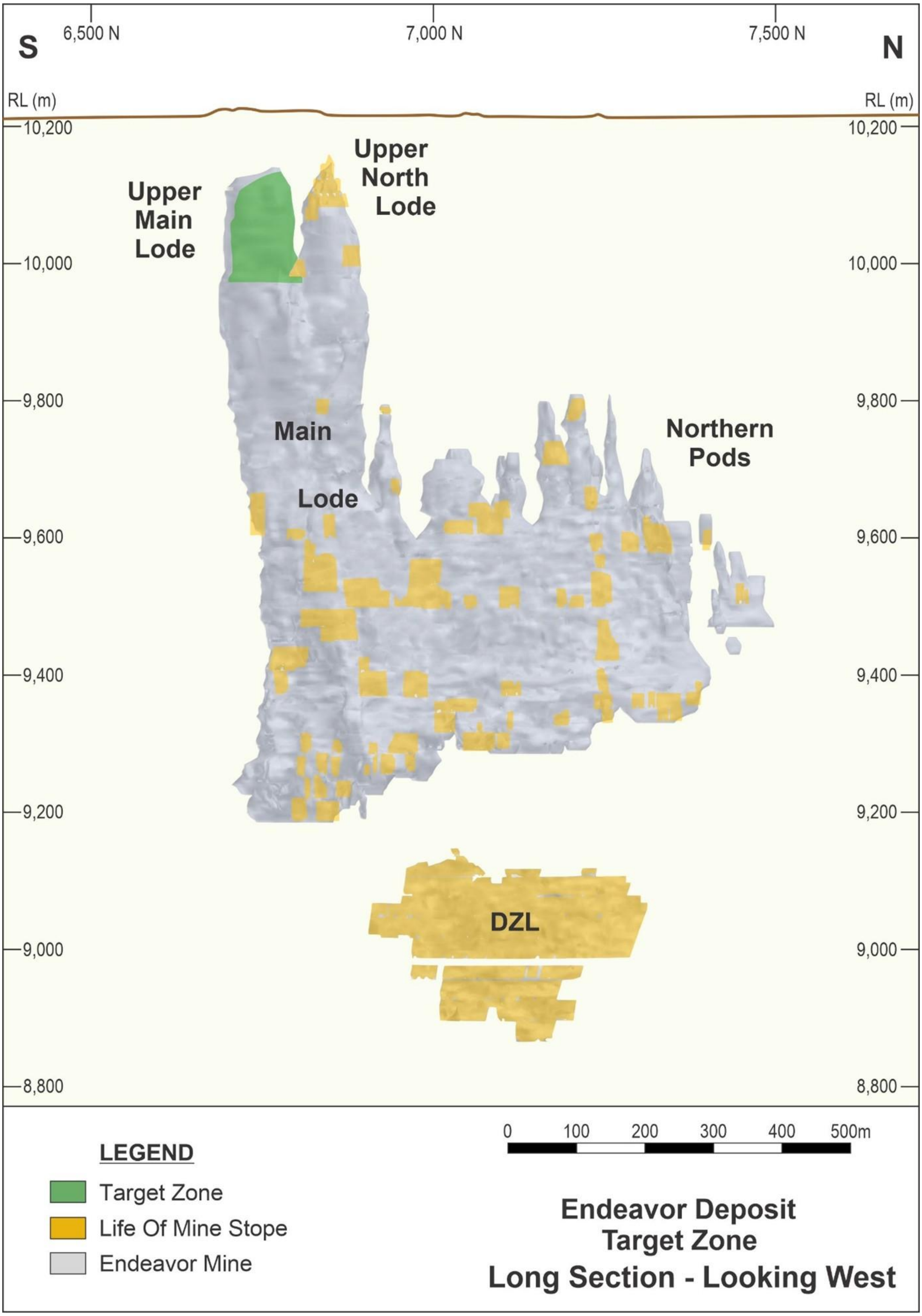


Figure 1. Endeavor Mine Long Section – Life of Mine stopes and Upper Main Lode target area.

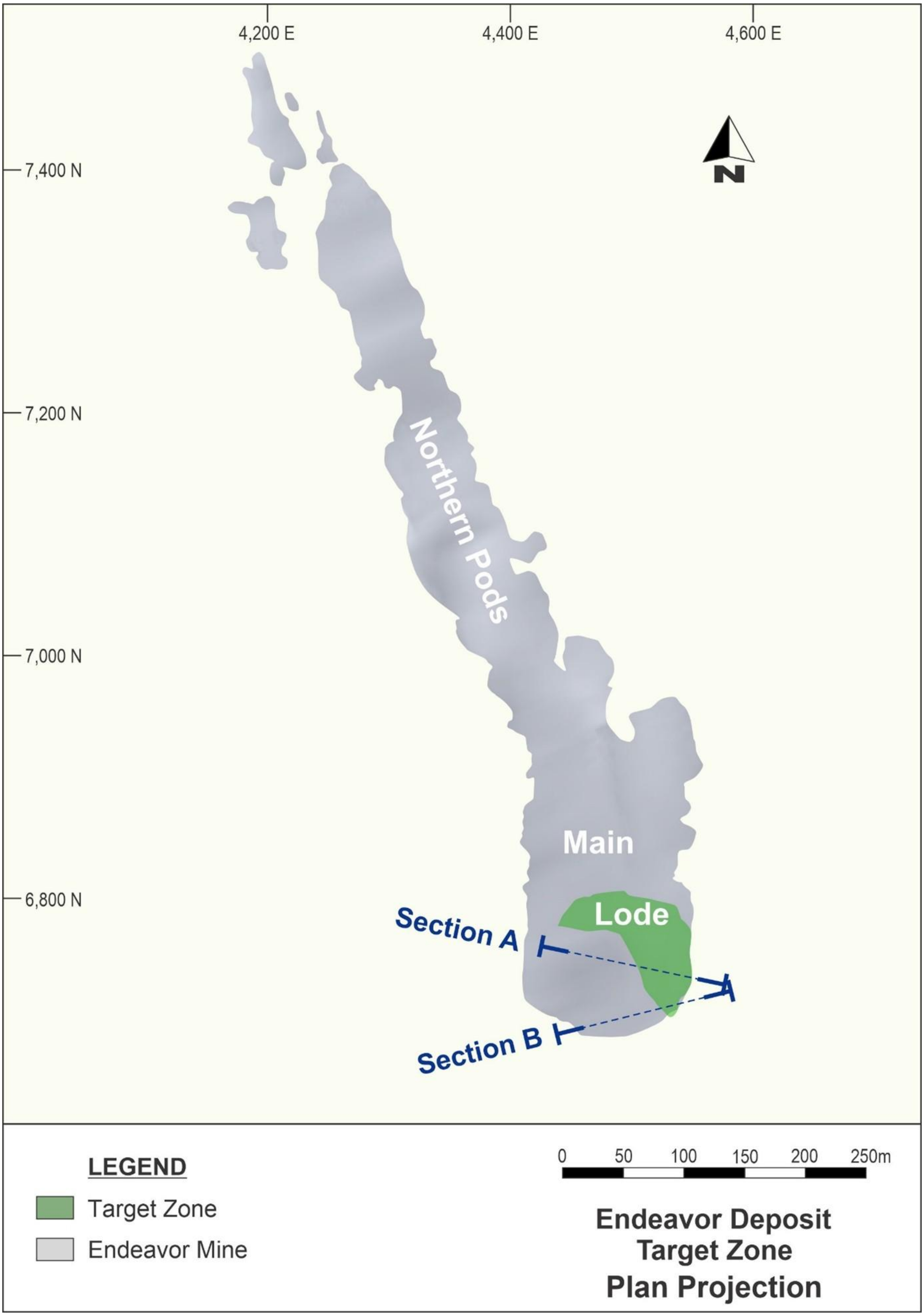
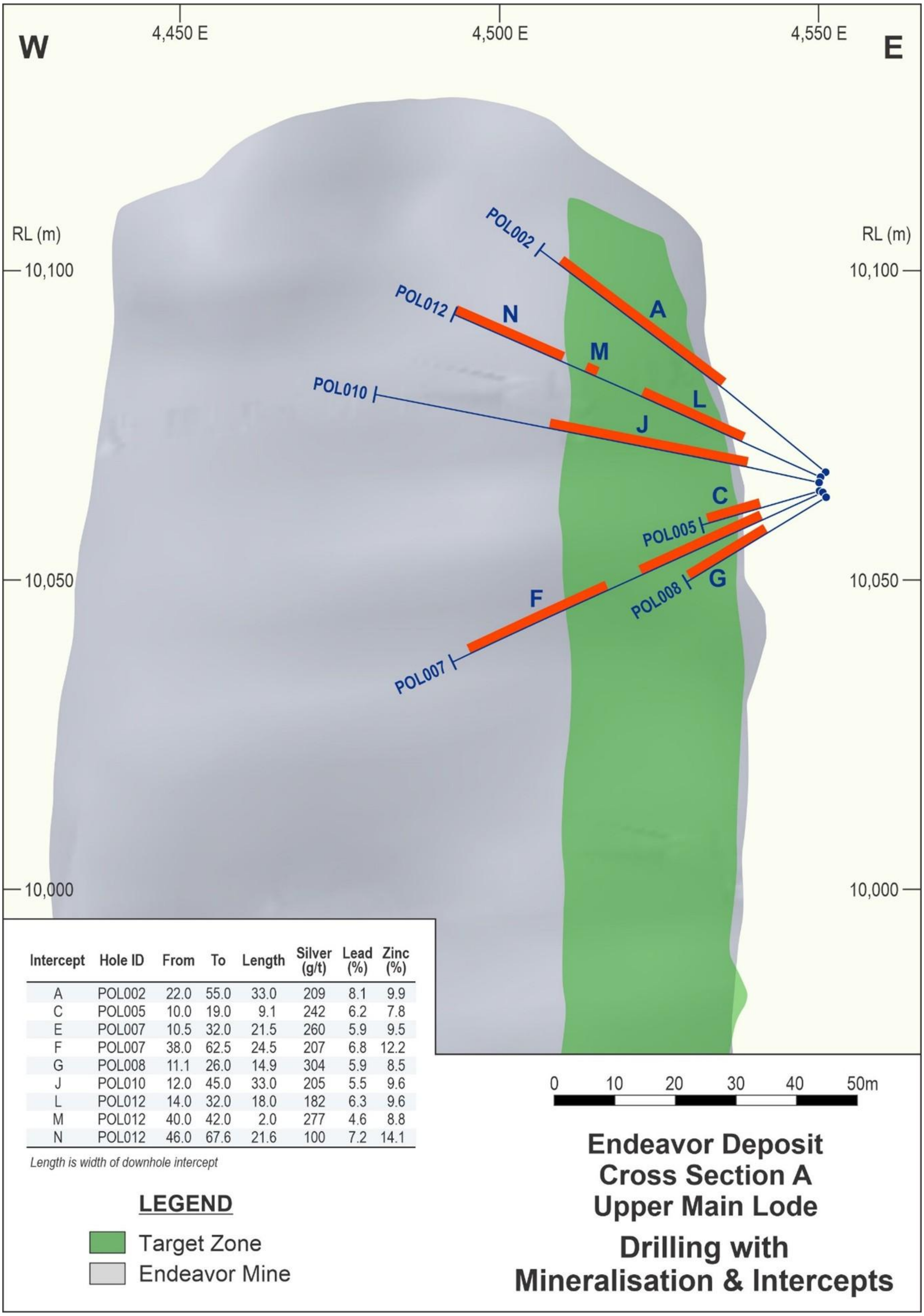


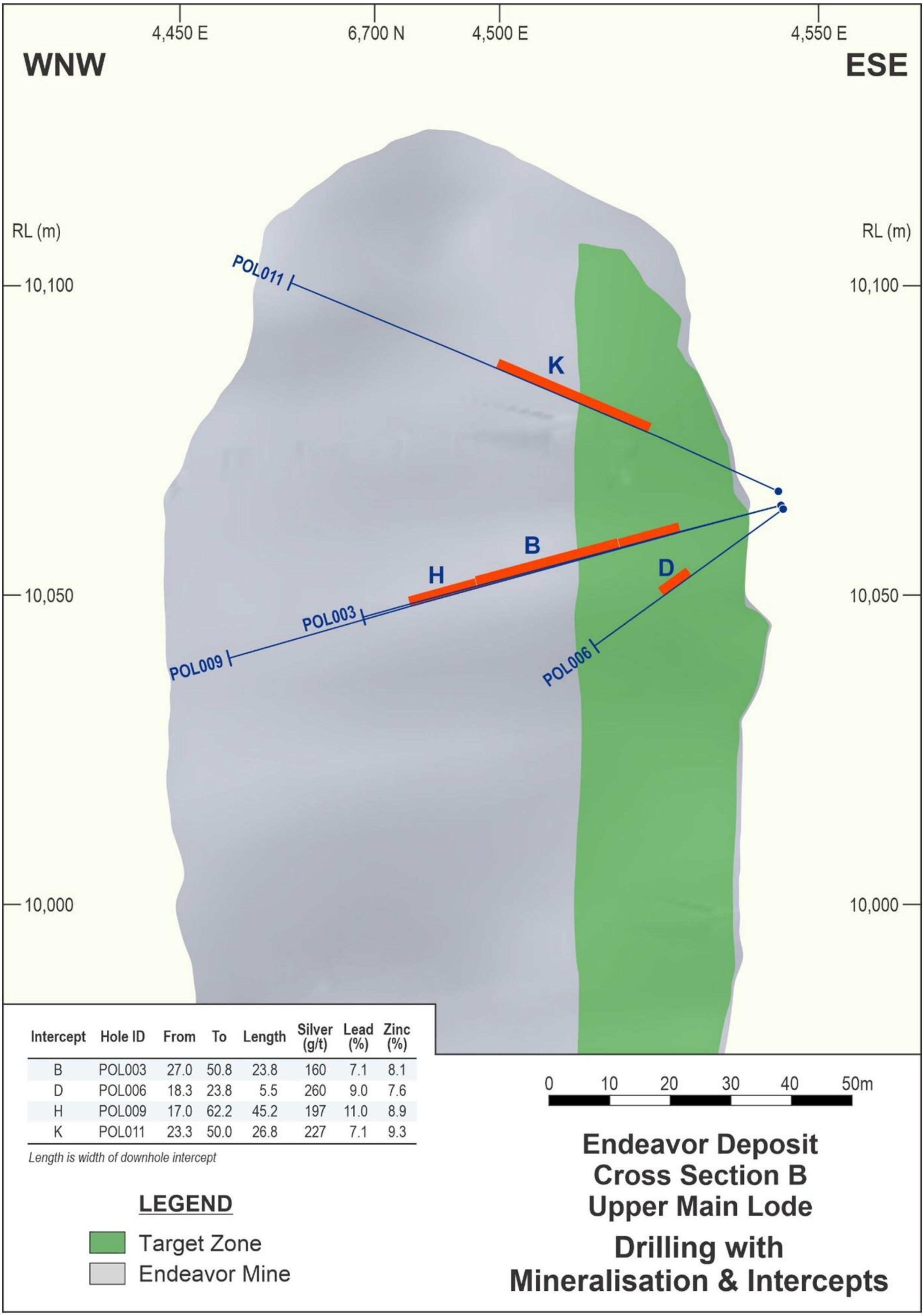
Figure 2. Endeavor Mine plan view with target zone and location of cross sections.



Intercept	Hole ID	From	To	Length	Silver (g/t)	Lead (%)	Zinc (%)
A	POL002	22.0	55.0	33.0	209	8.1	9.9
C	POL005	10.0	19.0	9.1	242	6.2	7.8
E	POL007	10.5	32.0	21.5	260	5.9	9.5
F	POL007	38.0	62.5	24.5	207	6.8	12.2
G	POL008	11.1	26.0	14.9	304	5.9	8.5
J	POL010	12.0	45.0	33.0	205	5.5	9.6
L	POL012	14.0	32.0	18.0	182	6.3	9.6
M	POL012	40.0	42.0	2.0	277	4.6	8.8
N	POL012	46.0	67.6	21.6	100	7.2	14.1

Length is width of downhole intercept

Figure 3. Cross Section A – Upper Main Lode drilling with mineralised intercepts.



Intercept	Hole ID	From	To	Length	Silver (g/t)	Lead (%)	Zinc (%)
B	POL003	27.0	50.8	23.8	160	7.1	8.1
D	POL006	18.3	23.8	5.5	260	9.0	7.6
H	POL009	17.0	62.2	45.2	197	11.0	8.9
K	POL011	23.3	50.0	26.8	227	7.1	9.3

Length is width of downhole intercept

Figure 4. Cross Section B – Upper Main Lode drilling with mineralised intercepts.

Near-Mine Exploration
Surface drilling continued to evaluate targets generated from the integration of passive seismic interpretation, gravity modelling and geological mapping.

Diamond drilling of the PSX001 target was completed during the year. It intersected extensive quartz veining, brecciation and pervasive chlorite-sericite alteration within silicified, fossiliferous sedimentary rocks together with trace chalcopyrite, sphalerite and galena. These observations support continued testing of this newly defined structural corridor which lies about two km east of the mine.

Follow-up drilling began at PSX002, testing the interpreted strike extension of mineralisation intersected in PSX001. Early geological observations show widespread, steeply dipping quartz-carbonate vein arrays, stockwork development and brecciation consistent with an extensive hydrothermal system. A pre-collar (PSX003) has been completed to allow a third drill test of the strike extension of this target.

At Tailings Dam South, the diamond tail to PTS004 was completed, adding geological information to refine the structural and alteration model for this emerging target.

Drilling around the Northern Pods showed that portable XRF (pXRF) - derived alteration vectors can identify geochemical trends towards mineralisation. This further supports the Company's pXRF vectoring methodology, which is being increasingly used in drill targeting.

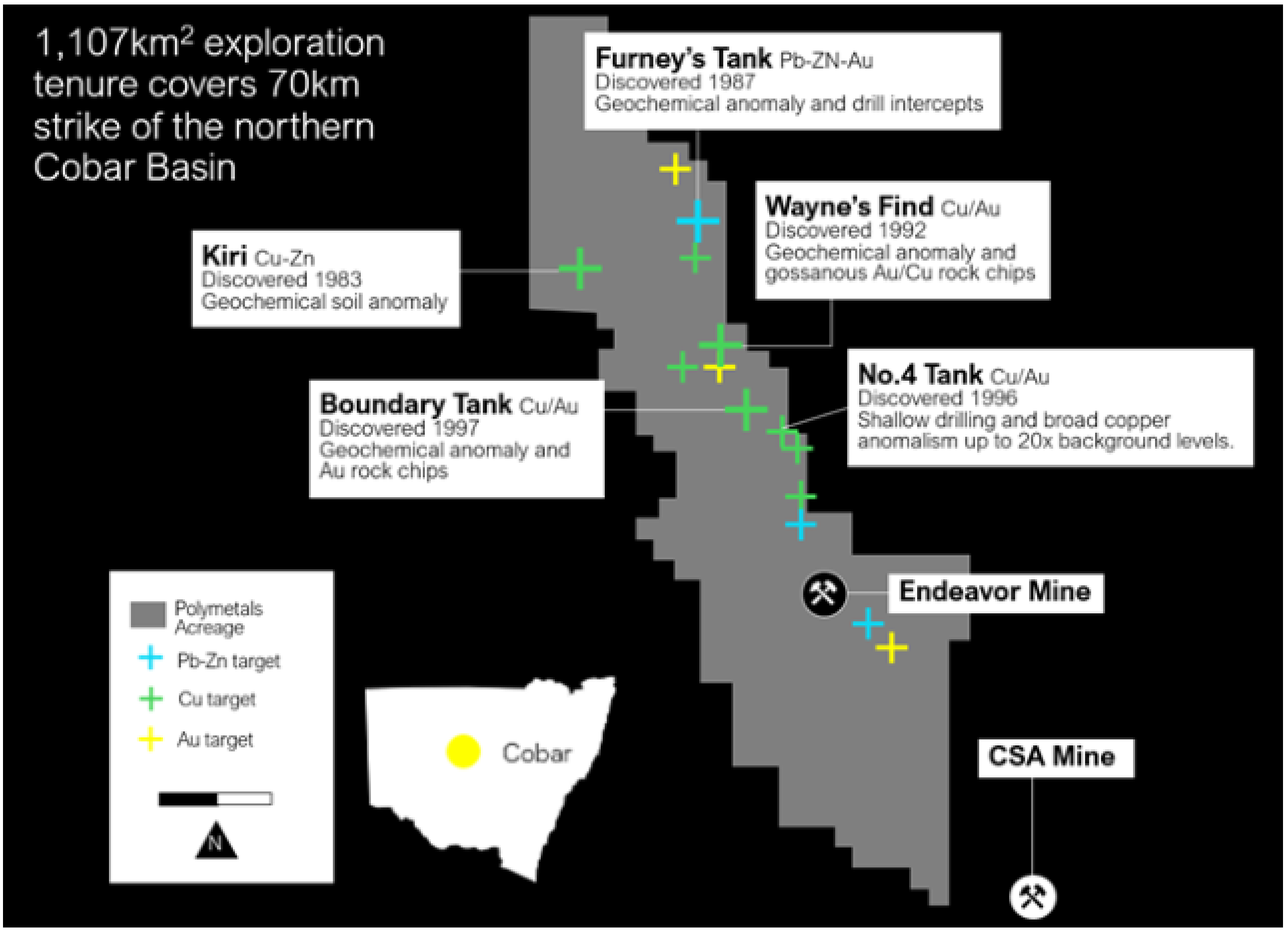


Figure 5: Endeavor regional tenements and high priority targets.

Regional Exploration
Persistent wet weather hampered regional exploration, temporarily halting induced polarisation (IP) surveys and limiting access to several priority targets.

Despite this, interpretation of recently completed IP data continued at Ferricartup, Furneys Tank and Kirri. New modelling identified several coincident chargeability and conductivity anomalies for follow-up.

Geological mapping at Furneys Tank continued alongside interpretation of geophysical data. About 90 regional rock-chip samples have been submitted for laboratory analysis.

Planning also progressed for future passive seismic surveying across the Kirri-Ferricartup corridor, to extend the Company's regional targeting program to identify new prospects.

Polymetals Resources Ltd
Consolidated statement of profit or loss and other comprehensive income
For the year ended 30 June 2026

		Consolidated	
	Note	**2026** **$**	**2025** **$**
Revenue	4	100,002,365	1,425
Other income		84,847	89,236
Interest revenue		173,323	244,762
Expenses			
Production costs		(65,032,203)	-
Repairs and maintenance		-	(2,374,161)
Royalties		(7,169,148)	-
Depreciation and amortisation expense	5	(10,080,047)	(3,323,169)
Employee benefits expense	5	(40,295,804)	(16,399,623)
Exploration expenses		(3,658,955)	(812,548)
Freight and shipping		(9,283,242)	-
Insurance		(2,826,659)	(1,257,368)
Short term lease expense		(13,818)	(779,911)
Site establishment costs		-	(14,478,250)
Write off of assets	9	-	(567,524)
Finance costs	5	(3,938,266)	(2,333,500)
Foreign exchange gains		916,357	7,911
Other corporate costs		(5,921,576)	(5,865,546)
Total expenses		(147,303,361)	(48,183,689)
Loss before income tax expense		(47,042,826)	(47,848,266)
Income tax expense		-	-
Loss after income tax expense for the year attributable to the owners of Polymetals Resources Ltd		(47,042,826)	(47,848,266)
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year attributable to the owners of Polymetals Resources Ltd		(47,042,826)	(47,848,266)
		Cents	**Cents**
Basic earnings per share	23	(16.2)	(22.4)
Diluted earnings per share	23	(16.2)	(22.4)

	Note	Consolidated 2026 $	Consolidated 2025 $
Assets			
Current assets			
Cash and cash equivalents	6	19,658,063	8,375,993
Trade and other receivables		24,772	21,881
Inventories	7	10,656,368	3,920,470
Other assets	8	805,452	448,602
Total current assets		31,144,655	12,766,946
Non-current assets			
Inventories	7	9,185,812	4,592,141
Property, plant and equipment	9	66,527,601	68,679,871
Right-of-use assets	10	1,326,019	2,086,331
Intangible assets	11	9,100,000	9,100,000
Other assets	8	1,179,073	41,900
Total non-current assets		87,318,505	84,500,243
Total assets		118,463,160	97,267,189
Liabilities			
Current liabilities			
Trade and other payables	12	33,816,033	16,483,791
Contract liabilities	13	2,474,487	-
Borrowings	14	19,884,468	18,258,546
Lease liabilities	15	1,085,028	1,191,821
Employee benefits	16	2,014,311	1,024,570
Total current liabilities		59,274,327	36,958,728
Non-current liabilities			
Borrowings	14	6,566,703	6,446,516
Lease liabilities	15	279,951	933,941
Employee benefits	16	127,638	43,222
Provisions	17	31,127,047	34,092,000
Total non-current liabilities		38,101,339	41,515,679
Total liabilities		97,375,666	78,474,407
Net assets		21,087,494	18,792,782
Equity			
Issued capital	18	128,281,723	79,621,946
Reserves	19	636,062	(41,699)
Accumulated losses		(107,830,291)	(60,787,465)
Total equity		21,087,494	18,792,782

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

Consolidated	Issued capital $	Reserves $	Accumulated losses $	Total equity $
Balance at 1 July 2024	39,765,767	451,145	(13,390,344)	26,826,568
Loss after income tax expense for the year	-	-	(47,848,266)	(47,848,266)
Other comprehensive income for the year, net of tax	-	-	-	-
Total comprehensive income for the year	-	-	(47,848,266)	(47,848,266)
Transactions with owners in their capacity as owners:				
Contributions of equity, net of transaction costs (note 18)	39,856,179	-	-	39,856,179
Share-based payments (note 24)	-	575,176	-	575,176
Transfer from reserves to accumulated losses upon expiry of options	-	(451,145)	451,145	-
Loan-funded share reserve recognition (note 19)	-	(616,875)	-	(616,875)
Balance at 30 June 2025	79,621,946	(41,699)	(60,787,465)	18,792,782

Consolidated	Issued capital $	Reserves $	Accumulated losses $	Total equity $
Balance at 1 July 2025	79,621,946	(41,699)	(60,787,465)	18,792,782
Loss after income tax expense for the year	-	-	(47,042,826)	(47,042,826)
Other comprehensive income for the year, net of tax	-	-	-	-
Total comprehensive income for the year	-	-	(47,042,826)	(47,042,826)
Transactions with owners in their capacity as owners:				
Contributions of equity, net of transaction costs (note 18)	48,659,777	-	-	48,659,777
Share-based payments (note 24)	-	60,886	-	60,886
Loan-funded share reserve reversal (note 19)	-	616,875	-	616,875
Balance at 30 June 2026	128,281,723	636,062	(107,830,291)	21,087,494

	Note	Consolidated 2026 $	2025 $
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		102,558,808	-
Payments to suppliers and employees (inclusive of GST)		(126,512,517)	(36,609,777)
Interest received		173,323	246,095
Government grants		-	75,000
Interest and other finance costs paid		(2,620,434)	(554,793)
Net cash used in operating activities		(26,400,820)	(36,843,475)
Cash flows from investing activities			
Net cash acquired in asset acquisition		-	2,494
Payments for property, plant and equipment		(3,526,997)	(12,584,371)
Payments for security deposits		(1,137,173)	(40,000)
Net cash used in investing activities		(4,664,170)	(12,621,877)
Cash flows from financing activities			
Proceeds from issue of shares	18	50,826,750	38,483,500
Share issue transaction costs	18	(1,550,098)	(1,724,196)
Repayment of lease liability		(1,266,672)	(498,208)
Proceeds from related party loans	14	5,000,000	-
Proceeds from borrowings		-	15,963,960
Repayment of borrowings		(10,562,107)	(2,359,811)
Net cash from financing activities		42,447,873	49,865,245
Net increase in cash and cash equivalents		11,382,883	399,893
Cash and cash equivalents at the beginning of the financial year		8,275,180	7,875,287
Cash and cash equivalents at the end of the financial year	6	19,658,063	8,275,180

Note 1. Material accounting policy information

The accounting policies adopted are consistent with those of the previous financial year, unless otherwise stated.

Statement of compliance

This preliminary final report (the Report) is to be read in conjunction with any public announcements made by Polymetals Resources Ltd during the reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001 and Australian Securities Exchange Listing Rules.

The preliminary final report has been prepared in accordance with Australian Accounting Standards (AASBs) adopted by the Australian Accounting Standards Board and the Corporations Act 2001.

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

Going concern

The financial statements have been prepared on the going concern basis, which assumes the realisation of assets and extinguishment of liabilities in the normal course of business at the amounts stated in the financial report.

The consolidated entity recorded a loss after tax of $47,042,826 and had net cash outflows from operating and investing activities of $26,400,820 and $4,664,170 respectively for the year ended 30 June 2026. At 30 June 2026, the consolidated entity's net current liabilities exceed the current assets by $28,129,672.

In addition, the consolidated entity had a commitment to pay a further $30,065,625 of Environmental Bonds in favour of the Government of New South Wales to meet the environmental obligations of the Endeavor Mine tenements (refer to note 20).

The continuing viability of the consolidated entity is dependent upon the consolidated entity continuing its transition successfully as a mining producer which would be substantially bolstered by successful exploration.

These factors indicate a material uncertainty which may cast significant doubt as to whether the consolidated entity will continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report.

The Directors have prepared a cash flow budget for the 12-month period after the signing of this financial report; and concluded that there are reasonable grounds to believe that the consolidated entity will be able to continue as a going concern. The Directors' conclusion on this matter considers the following factors:

- On 6 November 2024, the consolidated entity entered into a six-year offtake agreement for zinc and silver-lead concentrates produced from the Endeavor Mine. The Company is able to obtain prepayments for concentrate production under this Offtake Agreement, and has utilised this prepayment facility in the year, and may continue to do so (unused facility as at 30 June 2026: US$6 million). Subsequent to year end, the facility was fully repaid, and then in late August 2026, the Company drew down the full US$10 million;
- The consolidated entity commenced productions and sales of product in July 2025. Revenue earned in the year ended 30 June 2026 was $100,002,365;
- Subsequent to the year end, $27,956,000 of the Environmental Bonds were replaced in the form of a bank guarantee provided by Macquarie Bank Limited. As a result, the seller of the Endeavor Mine no longer holds senior security over the project, and the 100% ownership of Cobar Infrastructure Ltd transferred to the consolidated entity (refer note 22);
- The New South Wales government regulator accepted a payment plan for the remaining $2,947,000 Environmental Bonds that were not paid post year-end, to be paid progressively until 31 March 2028;
- In addition, the Company is listed on the ASX and has the ability to apply for additional funds in the future. The Directors are of the opinion that, if required, the Company will be successful in raising funds, as it has been demonstrated in the past evidenced by the raising of $15 million and $34.4 million in cash (before share issue transaction costs) from shares issued in July 2025 and December 2025 respectively.

Accordingly, the Directors believe that the consolidated entity will be able to continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report.

Note 1. Material accounting policy information (continued)

The financial report does not include any adjustments relating to the amounts or classification of recorded assets or liabilities that might be necessary if the consolidated entity does not continue as a going concern.

Note 2. Critical accounting judgements, estimates and assumptions

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

Estimation of useful lives of property, plant and equipment
The estimations of useful lives, residual values and depreciation methods require significant management judgements and are regularly reviewed. The useful lives could change significantly as a result of a change in mine life or some other event. If they need to be modified, the depreciation and amortisation expense is accounted for prospectively from the date of the assessment until the end of the revised useful life (for both the current and future years).

Impairment of property, plant and equipment
The consolidated entity assesses impairment of property, plant and equipment and mine assets in accordance with AASB 136 'Impairment of Assets'. Where indicators of impairment exists, the recoverable amount of these assets is determined based on the value in use. The value in use calculation is based on discounted cashflow model. This requires the use of estimates and judgements in relation to a range of inputs including: commodity prices; exchange rates; reserves and mine planning scheduling; production costs; and discount rates.

It is reasonably possible that the underlying metal price assumption may change which may then impact the estimated life of mine determinant and may then require a material adjustment to the carrying value of mining plant and equipment, mining infrastructure and mining development assets. Furthermore, the expected future cash flows used to determine the value-in-use of these assets are inherently uncertain and could materially change over time. They are significantly affected by a number of factors including reserves and production estimates, together with economic factors such as metal spot prices, discount rates, estimates of costs to produce reserves and future capital expenditure.

The consolidated entity has regard to external forecasts of key assumptions where available (e.g. commodity price and exchange rates). The recoverable amount is particularly sensitive to fluctuations in the AUD commodity price.

No impairment to property, plant and equipment occurred for the year ended 30 June 2026.

Lease term
The lease term is a significant component in the measurement of both the right-of-use asset and lease liability. Judgement is exercised in determining whether there is reasonable certainty that an option to extend the lease or purchase the underlying asset will be exercised, or an option to terminate the lease will not be exercised, when ascertaining the periods to be included in the lease term. In determining the lease term, all facts and circumstances that create an economical incentive to exercise an extension option, or not to exercise a termination option, are considered at the lease commencement date. Factors considered may include the importance of the asset to the consolidated entity's operations; comparison of terms and conditions to prevailing market rates; incurrence of significant penalties; existence of significant leasehold improvements; and the costs and disruption to replace the asset. The consolidated entity reassesses whether it is reasonably certain to exercise an extension option, or not exercise a termination option, if there is a significant event or significant change in circumstances.

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

Incremental borrowing rate
Where the interest rate implicit in a lease cannot be readily determined, an incremental borrowing rate is estimated to discount future lease payments to measure the present value of the lease liability at the lease commencement date. Such a rate is based on what the consolidated entity estimates it would have to pay a third party to borrow the funds necessary to obtain an asset of a similar value to the right-of-use asset, with similar terms, security and economic environment.

Rehabilitation provision
A provision has been made for the present value of anticipated costs for future rehabilitation of the Endeavor Mine. The consolidated entity's mining and exploration activities are subject to various laws and regulations governing the protection of the environment. The consolidated entity recognises management's best estimate for assets retirement obligations and site rehabilitations in the period in which they are incurred. Actual costs incurred in the future periods could differ materially from the estimates. Additionally, future changes to environmental laws and regulations, life of mine estimates and discount rates could affect the carrying amount of this provision.

Revenue recognition
The consolidated entity applies judgement in determining the point at which control of concentrate transfers to customers under offtake agreements. While contractual terms provide for legal title to pass on receipt of advance or provisional payments, management has determined that control transfers only when the concentrate is loaded on board the vessel at the port of shipment. This judgement is based on an assessment of the Incoterms applied, the transfer of risk, retention of physical possession prior to shipment, and the customer’s inability to direct the use of the concentrate before loading. Management considers this assessment to appropriately reflect the satisfaction of the Group’s performance obligations under AASB 15.

Note 3. Operating segments

Identification of reportable operating segments
The consolidated entity is organised into two operating segments: a silver-zinc-lead mine located in Cobar, NSW and gold exploration within Guinea, West Africa. No exploration activity occurred in Guinea in the 2026 financial year. The operating segments are based on the internal reports that are reviewed and used by the Board of Directors (who are identified as the Chief Operating Decision Makers ('CODM')) in assessing performance and in determining the allocation of resources. There is no aggregation of operating segments.

Concentrate production is underway at the silver-zinc-lead mine, with multiple shipments of concentrate in the year ended 30 June 2026.

The information reported to the CODM is on at least a quarterly basis.

Unallocated items
The following items of revenue, expenses, assets and liabilities are not allocated to operating segments as they are not considered part of the core operations of any segment:

- interest revenue;
- income tax benefit;
- corporate costs;
- cash at bank of Polymetals Resources Ltd (for 30 June 2025); and
- receivables and payables associated with corporate costs.

Note 3. Operating segments (continued)

Operating segment information

Consolidated - 2026	Silver-Zinc-Lead $	Gold $	Unallocated $	Total $
Operating loss	(31,285,998)	-	(1,911,836)	(33,197,834)
Depreciation and amortisation	(10,080,048)	-	-	(10,080,048)
Interest revenue	2,248	-	171,074	173,322
Finance costs	(3,938,266)	-	-	(3,938,266)
Loss before income tax expense	(45,302,064)	-	(1,740,762)	(47,042,826)
Income tax expense				-
Loss after income tax expense				(47,042,826)
Assets				
Segment assets	118,462,757	403	-	118,463,160
Total assets				118,463,160
Total assets includes:				
Acquisition of non-current assets	12,113,818	-	-	12,113,818
Liabilities				
Segment liabilities	97,375,666	-	-	97,375,666
Total liabilities				97,375,666

Consolidated - 2025	Silver-Zinc-Lead $	Gold $	Unallocated $	Total $
Operating loss	(43,357,116)	(5,010)	(1,407,733)	(44,769,859)
Depreciation and amortisation	(3,323,169)	-	-	(3,323,169)
Interest revenue	1,295	-	243,467	244,762
Loss before income tax expense	(46,678,990)	(5,010)	(1,164,266)	(47,848,266)
Income tax expense				-
Loss after income tax expense				(47,848,266)
Assets				
Segment assets	88,505,668	403	8,761,118	97,267,189
Total assets				97,267,189
Total assets includes:				
Acquisition of non-current assets	60,810,555	-	-	60,810,555
Liabilities				
Segment liabilities	78,474,407	-	-	78,474,407
Total liabilities				78,474,407

Geographical information

	Geographical non-current assets	
	2026 $	**2025 $**
Australia	87,318,505	84,500,243

The geographical non-current assets above are exclusive of, where applicable, financial instruments and deferred tax assets.

Note 3. Operating segments (continued)

Accounting policy for operating segments
Operating segments are presented using the 'management approach', where the information presented is on the same basis as the internal reports provided to the Chief Operating Decision Makers ('CODM'). The CODM is responsible for the allocation of resources to operating segments and assessing their performance.

Note 4. Revenue

	Consolidated	
	2026	**2025**
	$	**$**
Revenue from contracts with customers		
Silver sales	53,085,166	-
Zinc sales	31,238,110	-
Lead sales	11,860,111	-
Gold sales	3,818,978	-
	100,002,365	-
Other revenue		
Other revenue	-	1,425
Revenue	100,002,365	1,425

Accounting policy for revenue recognition
Revenue from the sale of mineral concentrate under offtake agreements is recognised when control of the concentrate transfers to the customer. Offtake sales are conducted under contracts incorporating CIF Incoterms 2020. Delivery, and the transfer of control, occurs when the concentrate is loaded on board the vessel at the port of shipment. At this point, the customer obtains the significant risks and rewards of ownership and the ability to direct the use of, and obtain substantially all remaining benefits from, the concentrate.

Under the terms of the offtake agreements, legal title to the concentrate may transfer upon receipt of advance or provisional payments. However, such payments do not result in the transfer of control, as the Group retains physical possession of the concentrate and bears the risks associated with the goods until shipment. Accordingly, amounts received prior to loading are recognised as contract liabilities until the concentrate is loaded on board the vessel.

The Group’s offtake contract includes provisional pricing arrangements whereby the final selling price for concentrate is determined by reference to observable market prices over a specified quotational period following shipment. At the time of shipment, revenue is measured based on the estimated consideration receivable, reflecting provisional pricing, estimated payable metal content and any pricing fixed under early pricing options. Subsequent adjustments arising from changes in metal prices, final weights and assays, and over or under quantities are recognised as adjustments to revenue in the period in which they are determined.

Note 5. Expenses

	Consolidated 2026 $	Consolidated 2025 $
Loss before income tax includes the following specific expenses:		
Depreciation		
Plant and equipment	8,673,620	2,758,295
Fixtures and fittings	7,101	2,789
Motor vehicles	133,125	24,446
Accommodation right-of-use assets	986,668	411,112
Plant and equipment right-of-use assets	32,840	-
Motor vehicles right-of-use assets	246,693	126,527
Total depreciation	10,080,047	3,323,169
Finance costs		
Interest and finance charges on borrowings	2,345,085	2,231,897
Interest and finance charges paid/payable on lease liabilities	122,012	75,331
Unwinding of the discount on rehabilitation provision	1,317,832	-
General interest charge paid/payable to the ATO	-	26,272
Interest payable on bond guarantee	153,337	-
Finance costs expensed	3,938,266	2,333,500
Employee benefits expense		
Wages and salaries	36,644,089	14,863,081
Defined contribution superannuation expense	3,590,829	1,409,918
Share-based payments expense	60,886	126,624
	40,295,804	16,399,623

Note 6. Cash and cash equivalents

	Consolidated 2026 $	Consolidated 2025 $
Current assets		
Cash at bank	19,658,063	8,375,993

Reconciliation to cash and cash equivalents at the end of the financial year
The above figures are reconciled to cash and cash equivalents at the end of the financial year as shown in the statement of cash flows as follows:

	2026 $	2025 $
Balances as above	19,658,063	8,375,993
Bank overdraft (note 14)	-	(100,813)
Balance as per statement of cash flows	19,658,063	8,275,180

Note 7. Inventories

	Consolidated 2026 $	Consolidated 2025 $
Current assets		
Concentrate inventory	10,656,368	2,697,486
Consumables inventory	-	1,222,984
	10,656,368	3,920,470
Non-current assets		
Spares on hand	9,185,812	4,592,141
	19,842,180	8,512,611

Accounting policy for inventories
Inventory is stated at the lower of cost and net realisable value. Cost comprises of purchase and delivery costs, net of rebates and discounts received or receivable.

Spares on hand were determined using fair value on acquisition date which became their deemed cost upon initial recognition. As at the reporting date, management has assessed that the spares were carried at the lower of cost and net realisable value.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Note 8. Other assets

	Consolidated 2026 $	Consolidated 2025 $
Current assets		
Prepayments	805,452	448,602
Non-current assets		
Security deposits	1,179,073	41,900
	1,984,525	490,502

Note 9. Property, plant and equipment

	Consolidated 2026 $	Consolidated 2025 $
Non-current assets		
Plant and equipment - at cost	76,352,884	70,855,625
Less: Accumulated depreciation	(11,181,228)	(2,767,438)
	65,171,656	68,088,187
Fixtures and fittings - at cost	13,695	13,695
Less: Accumulated depreciation	(9,890)	(2,789)
	3,805	10,906
Motor vehicles - at cost	1,540,694	605,224
Less: Accumulated depreciation	(188,554)	(24,446)
	1,352,140	580,778
	66,527,601	68,679,871

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

Consolidated	Plant and equipment $	Fixtures and fittings $	Motor vehicles $	Total $
Balance at 1 July 2024	12,819	-	-	12,819
Additions	25,439,013	13,695	605,224	26,057,932
Additions through asset acquisition	45,962,174	-	-	45,962,174
Write off of assets	(567,524)	-	-	(567,524)
Depreciation expense	(2,758,295)	(2,789)	(24,446)	(2,785,530)
Balance at 30 June 2025	68,088,187	10,906	580,778	68,679,871
Additions	10,459,553	-	1,148,376	11,607,929
Disposals	-	-	(172,219)	(172,219)
Adjustments to cost	(491,349)	-	-	(491,349)
Rehabilitation provision remeasurement	(4,282,785)	-	-	(4,282,785)
Transfers in/(out)	71,670	-	(71,670)	-
Depreciation expense	(8,673,620)	(7,101)	(133,125)	(8,813,846)
Balance at 30 June 2026	65,171,656	3,805	1,352,140	66,527,601

Assets under finance
At 30 June 2026, the carrying amount of property, plant and equipment includes assets subject to equipment finance arrangements with a net book value of $16,751,177 (2025: $9,237,628). The equipment finance liabilities are secured over the related assets (refer note 14).

Security over property, plant and equipment
The seller of the Endeavor Mine companies held security over the Endeavor Mine companies, including property, plant and equipment with a carrying value of $5,138,245 at 30 June 2026 (2025: $6,239,215), and could reclaim ownership if the consolidated entity was not able to replace the Environmental Bonds - MLs by 1 August 2026 or pay $27,956,000 in cash. Subsequent to the year end, these Environmental Bonds were replaced and the seller no longer holds security over the Endeavor Mine companies (refer note 22).

Note 10. Right-of-use assets

	Consolidated 2026 $	Consolidated 2025 $
Non-current assets		
Accommodation - right-of-use	1,973,336	1,973,336
Less: Accumulated depreciation	(1,397,780)	(411,112)
	575,556	1,562,224
Plant and equipment - right-of-use	394,082	-
Less: Accumulated depreciation	(32,840)	-
	361,242	-
Motor vehicles - right-of-use	762,441	650,634
Less: Accumulated depreciation	(373,220)	(126,527)
	389,221	524,107
	1,326,019	2,086,331

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

Consolidated	Accommodation right-of-use $	Plant and equipment right-of-use $	Motor vehicles right-of-use $	Total $
Balance at 1 July 2024	-	-	-	-
Additions	1,973,336	-	650,634	2,623,970
Depreciation expense	(411,112)	-	(126,527)	(537,639)
Balance at 30 June 2025	1,562,224	-	524,107	2,086,331
Additions	-	394,082	111,807	505,889
Depreciation expense	(986,668)	(32,840)	(246,693)	(1,266,201)
Balance at 30 June 2026	575,556	361,242	389,221	1,326,019

For more information on the associated leases, refer to note 15.

Note 11. Intangible assets

	Consolidated 2026 $	Consolidated 2025 $
Non-current assets		
Right to acquire the Endeavor properties	9,100,000	9,100,000

Note 11. Intangible assets (continued)

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

Consolidated	Right to acquire Endeavor properties $
Balance at 1 July 2024	22,933,519
Completion of the acquisition of Endeavor mine assets	(13,833,519)
Balance at 30 June 2025	9,100,000
Balance at 30 June 2026	9,100,000

Right to acquire the Endeavor properties
On 12 May 2023, the Company acquired the right to purchase the shares in three companies, two of which (Cobar Operations Pty Ltd and Endeavor Operations Pty Ltd) own the Endeavor silver-zinc mine in Cobar, NSW (the Endeavor Mine) and the third (Cobar Infrastructure Pty Ltd) holds residential properties. On 1 August 2024, the consolidated entity acquired Cobar Operations Pty Ltd and Endeavor Operations Pty Ltd and the balance of the right to acquire the Endeavor Mine asset has been allocated to the assets acquired. To be eligible to acquire Cobar Infrastructure Pty Ltd, the consolidated entity will need to replace the Vendors exposure to existing Environmental Bond guarantees by 1 August 2026, therefore the remaining balance represents the right to acquire Cobar Infrastructure Pty Ltd. Subsequent to the year end, the Environmental Bond guarantees were replaced by the consolidated entity (refer note 22), and the consolidated entity finalised the acquisition of the related properties.

Note 12. Trade and other payables

	Consolidated	
	2026 $	**2025 $**
Current liabilities		
Trade payables	13,236,130	9,995,239
Payable to Cobar Water Board	2,004,568	2,216,554
Payroll tax payable	177,106	280,512
Royalties	4,414,468	-
Accruals	10,447,543	3,082,768
BAS payable	2,452,033	65,616
Other payables	1,084,185	843,102
	33,816,033	16,483,791

Accounting policy for trade and other payables
Due to their short-term nature, trade and other payables are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Note 13. Contract liabilities

	Consolidated 2026 $	2025 $
Current liabilities		
Contract liabilities	2,474,487	-

Note 14. Borrowings

	Consolidated 2026 $	2025 $
Current liabilities		
Bank overdraft	-	100,813
Related party loans	5,000,000	-
Equipment finance	8,037,925	3,049,466
Ocean Partners loan facility	6,376,426	14,903,643
Premium finance	470,117	187,124
Employee loans	-	17,500
	19,884,468	18,258,546
Non-current liabilities		
Equipment finance	6,566,703	6,446,516
	26,451,171	24,705,062

Financing arrangements
Unrestricted access was available at the reporting date to the following lines of credit:

	Consolidated 2026 $	2025 $
Total facilities		
Related party loans	5,000,000	-
Ocean Partners loan facility	14,558,160	30,683,412
	19,558,160	30,683,412
Used at the reporting date		
Related party loans	5,000,000	-
Ocean Partners loan facility	6,376,426	14,903,643
	11,376,426	14,903,643
Unused at the reporting date		
Related party loans	-	-
Ocean Partners loan facility	8,181,734	15,779,769
	8,181,734	15,779,769

Related party loans
In November 2025, a related company to one of the Directors, David Sproule, loaned $5,000,000 to the Company. The loan is interest free and for a term of 12 months.

Note 14. Borrowings (continued)

Equipment finance
The consolidated entity has various finance arrangements for motor vehicles and other equipment. Borrowings are measured at amortised cost using the effective interest method. Interest rates are fixed and secured over specific assets with a net book value of $16,751,177 at 30 June 2026 (2025: $9,237,628). Most arrangements are for a term of 36 months, with interest rates ranging from 6.25% to 8.75%.

Ocean Partners loan facility
On 27 June 2023 the consolidated entity announced that it has entered into a binding Term Sheet with Ocean Partners UK Limited (OPUK) for an unsecured US$10,000,000 pre-payment funding facility, subject to certain conditions, to provide development funding and working capital for the recommencement of mining and processing operation at the Company's underground silver-zinc-lead Endeavor Mine in the Cobar basin, NSW. On 16 September 2024, the pre-payment funding facility was replaced by an upgraded US$20,000,000 revolving loan facility for the same purpose, which was then reduced back to US10,000,000 in July 2025.

The key terms of the facility are as follows:

(i) Facility limit - US$10,000,000 (at 30 June 2026, this translates to A$14,558,160)

(ii) Contract - six-year offtake of zinc and silver-lead concentrates produced from the Endeavor Mine. No offtake on toll treated ores.

Zinc: Pricing is derived from the average London Metal Exchange price over the five days prior to shipment. Treatment charge costs are derived from reference to 50% benchmark (Korea Zinc-Teck) and 50% of the non-benchmark spot treatment charges.

Silver-lead: Lead pricing is derived from the average London Metal Exchange price over the five days prior to shipment. Silver pricing is derived from the average London Bullion Market Association price over the five days prior to shipment. Treatment and refining charge costs are levied with reference to Cannington benchmark.

(iii) Interest - 12-month Secured Overnight Financing Rate + 6.0%

(iv) Term - Revolving facility up to 36 months from first drawdown

(v) Share subscription - 1,118,280 fully paid POL shares and 2,500,000 share options

(vi) Arrangement fee - 1% of drawn funds.

(vii) Security - General security over Cobar Operations Pty Ltd ranked pari-passu with the Endeavor Mine rehabilitation bond and parent company guarantee

(viii) Repayment - 10% of facility amount to be repaid quarterly, with the repayment period starting after the 6-month grace period. Repaid amounts can be redrawn on the same terms revolving over the 36-month term. Outstanding balances upon maturity shall be subject to a bullet repayment. Early repayment can be made any time with five days' notice.

(ix) Grace period - six months

Note 15. Lease liabilities

	Consolidated 2026 $	2025 $
Current liabilities		
Lease liability - Cobar accommodation	615,643	976,954
Lease liability - Motor vehicles	278,149	214,867
Lease liability - Plant and equipment	191,236	-
	1,085,028	1,191,821
Non-current liabilities		
Lease liability - Cobar accommodation	-	615,643
Lease liability - Motor vehicles	107,394	318,298
Lease liability - Plant and equipment	172,557	-
	279,951	933,941
	1,364,979	2,125,762

On 1 February 2025 a lease commenced for all 26 rooms at Cobar Crossroads Motel, Town & Country and Cobar Motor Inn. The lease is for two years to 31 January 2027, with two options for a further two years each. A daily unoccupied room rate of $110 plus GST is payable per room and this is increased to $145 plus GST for an occupied room. The lease liability on commencement of the lease was $1,973,336. Management are not reasonably certain that the options will be exercised therefore these are excluded from the calculation of the lease liability.

The leases for 7 Toyota Landcruisers and a 12-seater bus commenced in December 2024 and are for terms ranging from 24 months to 36 months.

During the year ended 30 June 2026, 2 new leases commenced for an Isuzu fire truck and a surface drill, both with a term of 2 years.

Lease liabilities are secured by the related leased assets.

Note 16. Employee benefits

	Consolidated 2026 $	2025 $
Current liabilities		
Annual leave	2,014,311	1,024,570
Non-current liabilities		
Long service leave	127,638	43,222
	2,141,949	1,067,792

Note 17. Provisions

	Consolidated 2026 $	2025 $
Non-current liabilities		
Rehabilitation provision	31,127,047	34,092,000

Note 17. Provisions (continued)

Rehabilitation provision
The provision for rehabilitation costs relate to a present assessment of the costs to reinstate the disturbed area of the Endeavor Mine in accordance with the relevant consent. Provisions have been made to rehabilitate all areas of disturbance including surface infrastructure, buildings, underground mine workings and underground entries, using internal and external expert assessments of each aspect to calculate an anticipated cash outflow discounted to net present value. At each reporting date the rehabilitation provision is re-measured in line with the then-current level of disturbance, cost estimates, and other key inputs.

Movements in provisions
Movements in each class of provision during the current financial year, other than employee benefits, are set out below:

Consolidated - 2026	Rehabilitation provision $
Carrying amount at the start of the year	34,092,000
Reassessment of provision	(4,282,785)
Unwinding of discount	1,317,832
Carrying amount at the end of the year	31,127,047

Note 18. Issued capital

	Consolidated			
	2026 Shares	**2025 Shares**	**2026 $**	**2025 $**
Ordinary shares - fully paid	308,744,927	249,063,677	128,281,723	79,621,946

Note 18. Issued capital (continued)

Movements in ordinary share capital

Details	Date	Shares	Issue price	$
Balance	1 July 2024	186,760,665		39,765,767
Shares issued to settle debts (a)	17 July 2024	5,000,000	$0.28	1,400,000
Placement (b)	23 July 2024	2,000,000	$0.28	560,000
Shares issued to vendor of the Endeavor Mine companies (c)	1 August 2024	1,000,000	$0.28	280,000
Shares issued to lender (d)	13 November 2024	1,118,280	$0.72	800,000
Shares issued under loan-funded share plan (e)	19 December 2024	1,762,500	$0.35	616,875
Placement (b)	17 February 2025	43,750,000	$0.80	35,000,000
Shares issued under Share Purchase Plan (f)	17 March 2025	529,375	$0.80	423,500
Shares issued under agreement dated 27 May 2024 (g)	1 April 2025	7,142,857	$0.35	2,500,000
Share issue costs				(1,724,196)
Balance	30 June 2025	249,063,677		79,621,946
Reversal of loan-funded share reserve	1 July 2025			(616,875)
Placement (b)	14 July 2025	18,750,000	$0.80	15,000,000
Options exercised (h)	5 December 2025	1,250,000	$1.00	1,250,000
Placement (b)	11 December 2025	39,500,000	$0.87	34,365,000
Shares issued under loan-funded share plan (e)	19 December 2025	743,750		
Loans under loan-funded share plan repaid (e)	23 December 2025	-	$0.35	54,250
Selective buyback of shares issued under the loan-funded share plan (e)	17 March 2026	(562,500)		
Loans under loan-funded share plan repaid (e)	1 January 2026	-	$0.35	15,750
Loans under loan-funded share plan repaid (e)	23 January 2026	-	$0.35	12,250
Loans under loan-funded share plan repaid (e)	11 April 2026	-	$0.35	7,000
Loans under loan-funded share plan repaid (e)	3 May 2026	-	$0.35	17,500
Loans under loan-funded share plan repaid (e)	7 May 2026	-	$0.00	100,000
Loans under loan-funded share plan repaid (e)	8 May 2026	-	$0.00	5,000
Share issue costs				(1,550,098)
Balance	30 June 2026	308,744,927		128,281,723

(a) Shares issued to settle debts
On 17 July 2024, 5,000,000 ordinary shares were issued to a related party, Meadowhead Investments Pty Ltd, in settlement of $1,400,000 of the loan outstanding (refer note 14).

(b) Placement
30 June 2025
On 23 July 2024, 2,000,000 ordinary shares were issued at $0.28 per share to raise working capital totalling $560,000.

On 17 February 2025, the Company issued 43,750,000 ordinary shares for $0.80 per share to strengthen the balance sheet as the Endeavor Mine progresses to production, and to increase the Company's exploration activities. The placement raised $35,000,000.

Note 18. Issued capital (continued)

30 June 2026
On 14 July 2025, the Company issued 18,750,000 ordinary shares at $0.80 per share to raise $15,000,000 to replace the undrawn facility that is no longer available from Ocean Partners.

On 11 December 2025, the Company issued 39,500,000 ordinary shares at $0.87 per share, which represented a 15.9% discount on the last traded price of $1.04 per share. The $34,365,000 raised (before share issue costs) is to be used for furthering near-mine drilling and exploration, and to strengthen the Company's balance sheet.

(c) Shares issued to vendor of the Endeavor Mine companies
On 1 August 2024, 1,000,000 ordinary shares were issued to the vendors of the Endeavor Mine companies, valued at $280,000.

(d) Shares issued to lender
As required under the Ocean Partners UK Ltd loan facility, on 13 September 2024 the consolidated entity issued 1,118,280 ordinary shares to Ocean Partners UK Ltd at $0.72 per share (refer note 11).

(e) Loan-funded share plan
On 5 September 2024, the Company granted 3,525,000 loan-funded shares under a loan-funded share plan, split between 15 staff including the Board, Executives and Senior Management. On 19 December 2024 and 19 December 2025 respectively, 1,762,500 and 743,750 loan-funded shares vested and were issued. The loans are repayable only from the proceeds of the sale of the shares or their market value at the time of repayment.

Due to an ASX reporting breach, the Company obtained shareholder approval to implement a selective buy-back of the loan-funded shares to Directors (being 250,000 issued to David Sproule, 187,500 to Alistair Barton, and 125,000 to Jess Oram). The 562,500 loan funded shares were bought back and cancelled by the Company and the corresponding Company-provided loans were cancelled.

The fair value of the share-based payment expense is recognised in profit or loss over the vesting period. As at 30 June 2026, after the selective buy-back, the total number of shares exercised under the plan was 1,943,750, the outstanding loan balance was $468,563 and 593,750 loan-funded shares had not yet vested.

During the year ended 30 June 2026, $211,750 of the loans relating to the loan-funded shares were repaid by shareholders. Issued capital has been recognised for the $211,750 received.

(f) Shares issued under Share Purchase Plan
On 17 March 2025, 529,375 shares were issued to existing shareholders at $0.80 per share under a Share Purchase Plan.

(g) Shares issued under agreement with Metals Acquisitions Limited
The Company had previously entered into an alliance with Metals Acquisitions Limited ("Metals Acquisitions") (ASX: MAC), a company that owns and operates the CSA copper mine located 5km north of Cobar, to allow each company to exploit synergies between the neighbouring mines.

Under the alliance, Metals Acquisitions subscribed to an initial $2.5m of ordinary shares in the Company in the year ended 30 June 2024, then on 1 April 2025, 7,142,857 shares were issued to Metals Acquisitions for $0.35 per share, as all conditions precedent were met.

(h) Options exercised
As required under the Ocean Partners UK Ltd loan facility, on 13 September 2024 the consolidated entity issued 2,500,000 share options to Ocean Partners UK Ltd with an exercise price of $1.00 that expire on 23 November 2026 (refer to note 24). On 5 December 2025, Ocean Partners exercised 1,250,000 of the share options at $1.00 per share.

Note 19. Reserves

	Consolidated 2026 $	Consolidated 2025 $
Share-based payments reserve	636,062	575,176
Loan-funded shares reserve	-	(616,875)
	636,062	(41,699)

Share-based payments reserve
The reserve is used to recognise the value of equity benefits provided to employees and directors as part of their remuneration.

Options reserve
The reserve is used to recognise the value of share options provided to other parties as part of their compensation for services.

Loan-funded shares reserve
The loan-funded shares reserve represents the equity component of the Company's loan-funded share plan. Under the plan, shares are issued to participants at fair value, funded by non-recourse loans provided by the Company. The loans are repayable only from the proceeds of the sale of the shares or their market value at the time of repayment. The reserve reflects the unpaid portion of the loan and is adjusted as the loans are repaid or shares are forfeited (refer note 18).

Movements in reserves
Movements in each class of reserve during the current and previous financial year are set out below:

Consolidated	Share-based payments reserve $	Options reserve $	Loan-funded shares reserve $	Total $
Balance at 1 July 2024	206,145	245,000	-	451,145
Share-based payments	575,176	-	-	575,176
Transfer from reserves to accumulated losses upon expiry of options	(206,145)	(245,000)	-	(451,145)
Loan-funded share reserve recognition	-	-	(616,875)	(616,875)
Balance at 30 June 2025	575,176	-	(616,875)	(41,699)
Share-based payments (note 24)	60,886	-	-	60,886
Loan-funded share reserve reversal	-	-	616,875	616,875
Balance at 30 June 2026	636,062	-	-	636,062

Note 20. Commitments

	Consolidated 2026 $	Consolidated 2025 $
Committed at the reporting date but not recognised as liabilities, payable:		
Within one year	30,065,625	34,092,000

Note 20. Commitments (continued)

The consolidated entity was required to pay $30,903,000 (decreased from $34,092,000 at 30 June 2025) of Environmental Bonds in favour of the Minister of the Government of New South Wales to meet the environmental obligations of the Endeavor Mine tenements.

During the year, the New South Wales government regulator accepted a payment plan for approximately $6 million of the Environmental Bonds to be paid progressively from 31 March 2026 to 31 March 2028. By 30 June 2026, $837,375 had been paid, therefore the remaining commitment was $30,065,625.

Subsequent to the year end, the consolidated entity replaced the Environmental Bonds that were previously held by the seller of the Endeavor Mine totalling $27,956,000 (note 22).

Note 21. Interests in subsidiaries

Polymetals Resources Ltd is the legal parent entity of the consolidated entity and Golden Guinea Resources SARL is the accounting parent entity.

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries:

Name	Principal place of business / Country of incorporation	Ownership interest 2026 %	2025 %
Golden Guinea Resources SARL	Guinea, Africa	100%	100%
Société Oro Tree Guinea Resources SARL	Guinea, Africa	100%	100%
Orana Minerals Pty Ltd	Australia	100%	100%
Cobar Metals Pty Ltd*	Australia	100%	100%
Cobar Operations Pty Ltd**	Australia	100%	100%
Endeavor Operations Pty Ltd**	Australia	100%	100%
Polymetals (Endeavor) Pty Ltd	Australia	100%	100%
Polymetals Rehabilitation Pty Ltd***	Australia	100%	-

* Subsidiary of Orana Minerals Pty Ltd.
** Subsidiaries of Cobar Metals Pty Ltd, acquired during the year ended 30 June 2025.
***Incorporated on 3 June 2026.

Note 22. Events after the reporting period

On 28 July 2026, the consolidated entity used existing cash reserves to replace the Environmental Bonds of $27,956,000 that were previously held by the vendor of the Endeavor Mine (note 11 and note 20). The Environmental Bonds replaced are in the form of a bank guarantee provided by Macquarie Bank Limited. The cash reserves utilised will remain as restricted cash in an interest-bearing account.

As a result of the above Environmental Bond replacement, the vendor of the Endeavor Mine no longer holds senior security over the project, and the 100% ownership of Cobar Infrastructure Ltd transferred to the consolidated entity. Cobar Infrastructure Ltd owns a significant real estate portfolio in Cobar comprising of 42 houses, four large unit blocks (total of 51 rooms) and an amount of industrial land.

On 6 August 2026, 618,750 loan-funded shares vested and were issued. The associated loans at $0.35 per share are repayable on the latter of the date of sale of the shares or 19 December 2028.

On 12 August 2026, the Company announced further drilling results from the Upper North Lode at the Endeavor Mine, which identified broad zones of high-grade silver-lead-zinc mineralisation adjacent to existing underground development. The drilling results are expected to contribute to an updated Mineral Resource Estimate and assessment of the potential inclusion of additional mineralisation in the Company's mine plan.

The Ocean Partners UK Limited facility in use at 30 June 2026 was fully repaid post year end, then in August 2026, the consolidated entity drew down US$9.9 million (US$10 million before costs).

Note 22. Events after the reporting period (continued)

No other matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

Note 23. Earnings per share

	Consolidated 2026 $	Consolidated 2025 $
Loss after income tax attributable to the owners of Polymetals Resources Ltd	(47,042,826)	(47,848,266)
	Number	**Number**
Weighted average number of ordinary shares used in calculating basic earnings per share	290,353,195	213,908,060
Weighted average number of ordinary shares used in calculating diluted earnings per share	290,353,195	213,908,060
	Cents	**Cents**
Basic earnings per share	(16.2)	(22.4)
Diluted earnings per share	(16.2)	(22.4)

Note 24. Share-based payments

A Loan Funded Share Plan (the plan) has been established by the consolidated entity whereby the consolidated entity may, at the discretion of the Board, grant Restricted Shares in the Company to certain key management personnel of the consolidated entity. The Plan was established to attract, motivate and retain current and prospective directors, employees and certain contractors of the consolidated entity and provide them with an incentive to deliver growth and value to all shareholders.

On 5 September 2024, the Company granted 3,525,000 loan-funded shares under the plan, split between 15 staff including the Board, Executives and Senior Management.

The options vest in the following circumstances:
- 25% upon drawdown of a debt facility to fund the restart of the Endeavor Mine
- 25% upon the Company's shares trading at a 30-day VWAP above $0.50
- 25% upon first zinc or silver-lead concentrate shipment from the Endeavor Mine
- 25% upon exchange of Endeavor Mine Environmental Rehabilitation Bonds

The exercise conditions are as follows:
- Exercise price of $0.35 per share
- 3-year term
- Participants must remain engaged with the Company throughout the 3-year term
- 100% of options vest in the event of a change of control transaction

Under Accounting Standard AASB 2 *Share-based Payment*, the issuance of these shares has been accounted for as an in-substance option award. The fair value of these equity instruments was assessed by Directors based on an independent valuation (using an option-pricing model) and were recorded in the Share-based payments reserve (note 19). The total fair value of the in-substance options at grant date was $191,914.

On 19 December 2024 and 19 December 2025 respectively, 1,762,500 and 743,750 loan-funded shares vested and were issued. The loans are repayable only from the proceeds of the sale of the shares or their market value at the time of repayment.

Note 24. Share-based payments (continued)

Due to an ASX reporting breach, the Company obtained shareholder approval to implement a selective buy-back of the loan-funded shares to Directors (being 250,000 issued to David Sproule, 187,500 to Alistair Barton, and 125,000 to Jess Oram). The 562,500 loan funded shares were bought back and cancelled by the Company and the corresponding Company-provided loans were cancelled.

The fair value of the share-based payment expense is recognised in profit or loss over the vesting period. As at 30 June 2026, after the selective buy-back, the total number of shares exercised under the plan was 1,943,750, the outstanding loan balance was $468,563 and 618,750 loan-funded shares had not yet vested.

On 6 August 2026, 618,750 of the remaining loan-funded shares vested and were issued (refer note 22).

Other share options

As required under the Ocean Partners UK Ltd loan facility, on 13 September 2024 the consolidated entity issued 2,500,000 share options to Ocean Partners UK Ltd with an exercise price of $1.00 that expire on 23 November 2026. On 5 December 2025, Ocean Partners exercised 1,250,000 of the share options at $1.00 per share.

	Number of options 2026	Weighted average exercise price 2026	Number of options 2025	Weighted average exercise price 2025
Outstanding at the beginning of the financial year	4,262,500	$0.73	-	$0.00
Granted	-	$0.00	6,025,000	$0.62
Exercised	(1,993,750)	$0.76	(1,762,500)	$0.35
Expired	(400,000)	$0.35	-	$0.00
Outstanding at the end of the financial year	1,868,750	$0.78	4,262,500	$0.73
Exercisable at the end of the financial year	1,250,000	$1.00	4,262,500	$0.73

The weighted average remaining contractual life of options outstanding at the end of the 2026 financial year was 0.66 years (2025: 1.86 years)