Megado

MINERALS

ABN 74 632 150 817

Interim Financial Report

30 June 2026

TABLE OF CONTENTS

Corporate Directory 2

Director's Report 3

Auditor's Independence Declaration 14

Consolidated Statement of Profit or Loss and Other Comprehensive Income 15

Consolidated Statement of Financial Position 16

Consolidated Statement of Changes in Equity 17

Consolidated Statement of Cash Flows 18

Condensed Notes to the Consolidated Financial Statements 19

Director's Declaration 24

Independent Auditor's Review Report 25

About Megado Minerals 27

Important Information and Disclaimers 28

CORPORATE DIRECTORY

DIRECTORS AND OFFICERS

Anthony Hall (Non-Executive Chairman)
Lachlan Rutherford (Executive Director)
Aaron Bertolatti (Finance Director and Company Secretary)
Bradley Drabsch (Non-Executive Director)
Adrien Wing (Non-Executive Director)

REGISTERED OFFICE & PRINCIPAL PLACE OF BUSINESS

Level 12, 197 St Georges Terrace
PERTH WA 6000

SHARE REGISTRY

Computershare Investor Services Pty Ltd
Level 17, 221 St Georges Terrace
PERTH WA 6000

AUDITORS

BDO Audit Pty Ltd
Level 9, Mia Yellagonga Tower 2,
5 Spring Street
PERTH WA 6000

STOCK EXCHANGE

Australian Securities Exchange (ASX)
(Home Exchange: Perth, Western Australia)
ASX Code: MEG

WEBSITE

www.megadominerals.com

DIRECTORS REPORT

The Directors present their report for Megado Minerals Limited ("Megado Minerals" or "the Company") and its subsidiaries ("the Group") for the period ended 30 June 2026.

DIRECTORS

The persons who were directors of Megado Minerals during the half-year and up to the date of this report are:

- Anthony Hall (Non-Executive Chairman)
- Lachlan Rutherford (Executive Director) – appointed 2 March 2026
- Aaron Bertolatti (Finance Director and Company Secretary)
- Bradley Drabsch (Non-Executive Director)
- Adrien Wing (Non-Executive Director)

Directors have been in office since the start of the financial period to the date of this report unless otherwise stated.

NATURE OF OPERATIONS AND PRINCIPAL ACTIVITIES

Megado is an ASX listed mineral exploration company with a portfolio of exploration assets that underpin growth and provide exceptional opportunities for the Company with a focus on adding value through cost effective exploration and discovery.

REVIEW OF OPERATIONS

Iberian Copper Project

The Project consists of seven Investigation Permits (**P.I.**) and five Exploration Permits (**P.E.**), covering 777 km^2 (Figure 1 and Table 1). The region is known predominantly for copper oxide mining activity during the 19th and 20th Centuries, with at least 12 historic copper mines and over 50 copper occurrences recorded in a 1970's study by the Spanish Government and Asturiana de Zinc (**AZSA**), now Glencore. Copper sulphide mineralisation has also been exploited at the Biel mine in the east of the project area.

The Project is targeting "red beds" or "Lisbon Valley" type sedimentary-hosted copper deposits in Oligocene-aged sandstone and micro-conglomerate layers that were deposited in a fluvial environment. The prospective stratigraphic sequence has a total thickness of more than 1,000 m with the individual sandstone and micro-conglomerate layers ranging in thickness from 1–10 m. Mineralisation in this style of deposit is commonly associated with prominent structures that the mineralised fluids are focused along. Copper oxides and sulphides formed when the fluids interacted with organic matter in the host units (e.g. Mina Emilia); or with precursor pyrite and carbonate cement in permeable coarse-grained beds (e.g. Biel Mine).

Drilling Program

Drilling commenced at the Iberian Copper Project post-quarter end on Tuesday, 14 July 2026 (*refer to ASX release 15 July 2026*). The Company is planning to drill up to nine diamond drill holes for a total of approximately 1,500m – 2,000m within the Etayo P.I. Drilling will target depth and lateral extensions of the historic Mina Emilia copper oxide mine. Prospective stratigraphic units have been identified along strike to the east and west of the historic workings, offering considerable potential for encountering extensions to the historic workings (Figure 2).

The Mina Emilia area is interpreted to sit within a broader prospective sedimentary copper setting where mineralisation is associated with fluvial paleochannel systems, red-bed sandstone units and organic-rich horizons that can provide favourable reducing conditions for copper precipitation. Historical workings and surface copper occurrences in the district are commonly associated with these favourable stratigraphic positions, supporting the Company's focus on testing depth and strike extensions to known mineralisation. The Company expects the drilling program to be completed over a period of approximately two months.

Geophysical surveys

Following processing of the 2,777 line kilometre aeromagnetic survey (Figure 3), interpretation work has further improved Megado's geological understanding of the Project area (*refer to ASX release 2 June 2026*). The high-resolution airborne survey data has been integrated with available geological mapping and historical seismic information. This work has assisted in highlighting lithological contrasts, structural lineaments and prospective stratigraphic settings that may be relevant to future targeting.

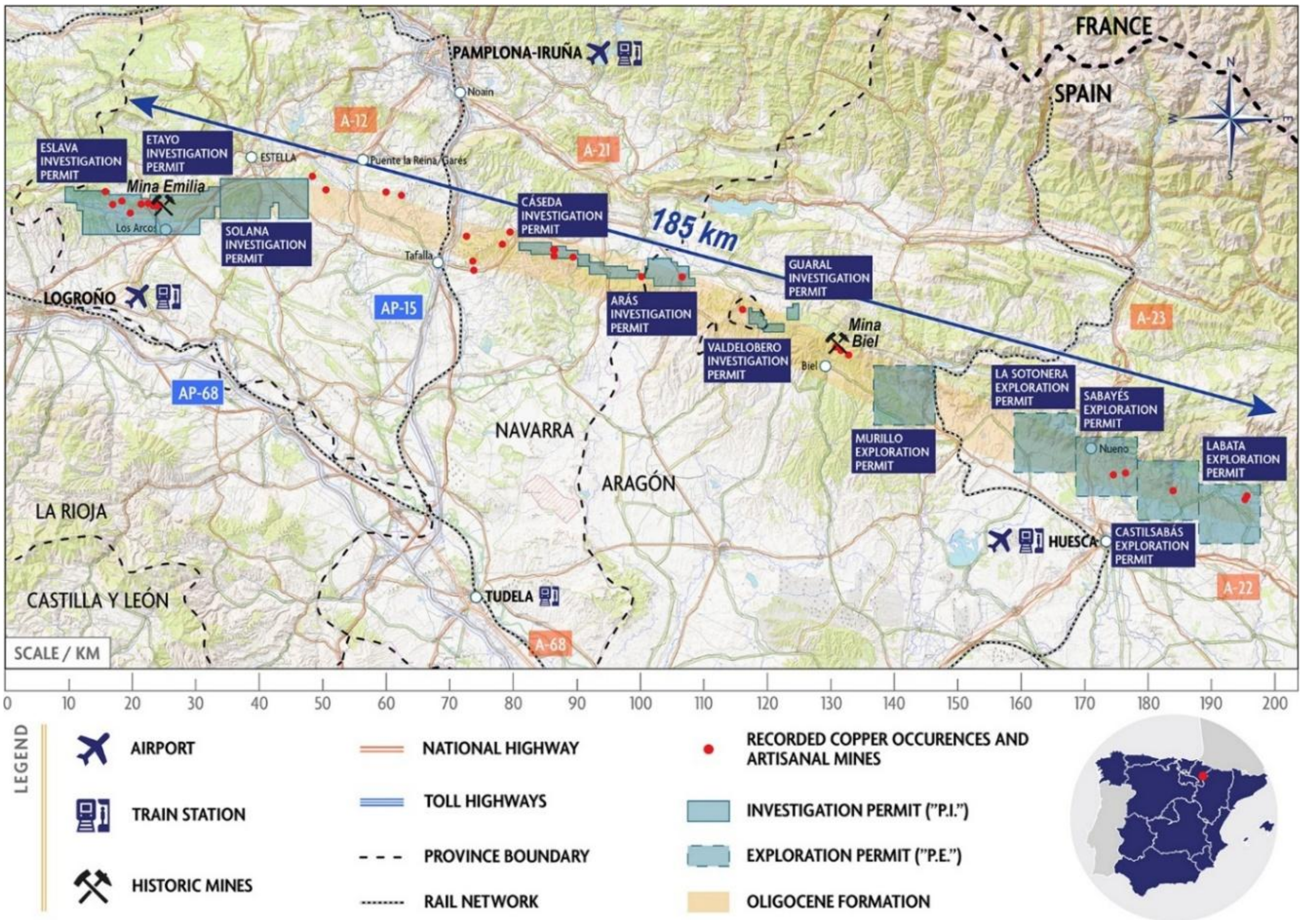

Figure 1 | Map showing location of permits and prospective Oligocene Formation.

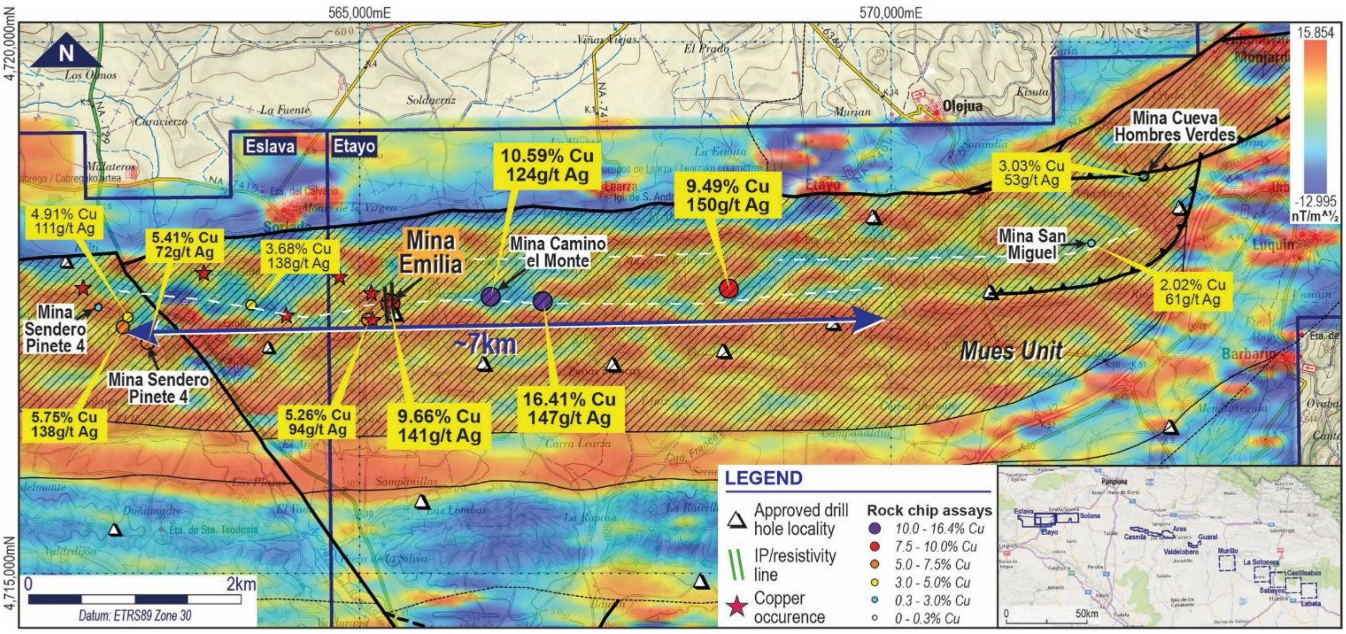

Figure 2 | Map showing aeromagnetics (RTP 0.5VD TMI) over Eslava and Etayo P.I.s.

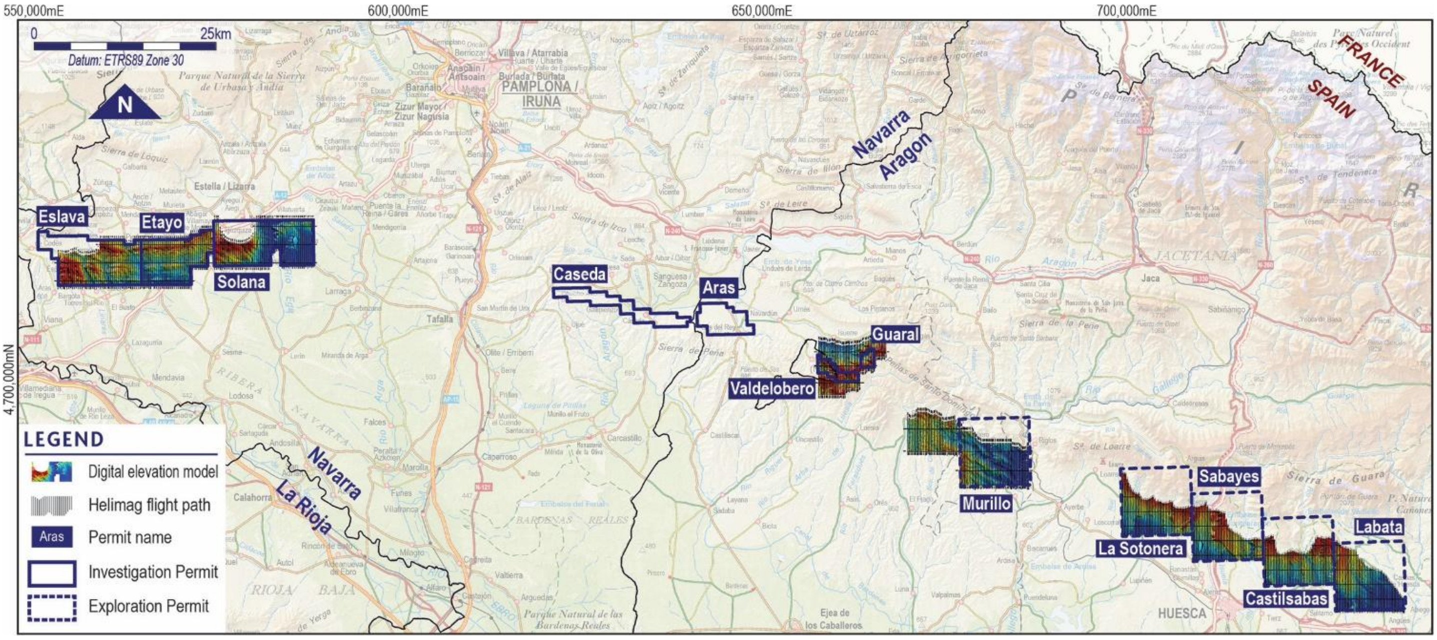

Figure 3 | Map showing aeromagnetic flight lines and IBC permits.

A test pole-dipole Induced Polarisation (**IP**) – Resistivity geophysical survey was undertaken along two lines adjacent to Mina Emilia (Figure 2; *refer to ASX release 2 June 2026*). The IP-resistivity geophysical method is used to identify anomalous zones of increased chargeability often associated with the accumulation of massive or disseminated sulphide minerals. The length of the survey lines (~450m) and electrode spacing (~10m) meant the survey was only effective at imaging the resistivity and chargeability characteristics of the subsurface to a vertical depth of ~50m. While the survey did not highlight any anomalously chargeable zones, that typically would be a response to disseminated sulphides in an IP survey, the Company believes that potential still remains for sulphides at depths >50m (*refer to ASX release 15 June 2026*).

To augment the pole-dipole survey, a closer-spaced dipole-dipole (~5m electrode spacing) IP-resistivity survey is also being considered to better resolve near-vertical or steeply dipping bodies such as faults/shears, geological contacts and potentially discrete chargeable anomalies that may host mineralisation. The Company is also considering using Time Domain Electromagnetics (**TDEM**) methods which are suitable for detecting massive sulphide accumulations at greater depth and has been successful in discovering massive sulphide deposits in the Iberian Pyrite Belt in southern Spain (e.g. Magdalena).

<u>Stream sediment sampling program</u>

Assay results and interpretation of the stream sediment sampling program, carried out in collaboration with the Department of Earth Sciences at the University of Zaragoza (UNIZAR) in the second half of 2025, has been completed (*refer to ASX release 2 June 2026*). The primary objectives of the sampling program were to validate the downstream geochemical signatures of historical mines and refining adjacent target areas for follow-up exploration.

The Company is pleased that the survey effectively highlighted the known copper mineralisation at Minas Calixtro, Biel and Paco Ponz, which is evident in the copper and lead assay data (Figure 4 and 5). This has provided Megado with the confidence to apply the exploration method elsewhere in the Project area. Furthermore, previously unrecognised prospective zones were identified and are the subject of follow-up geological evaluation.

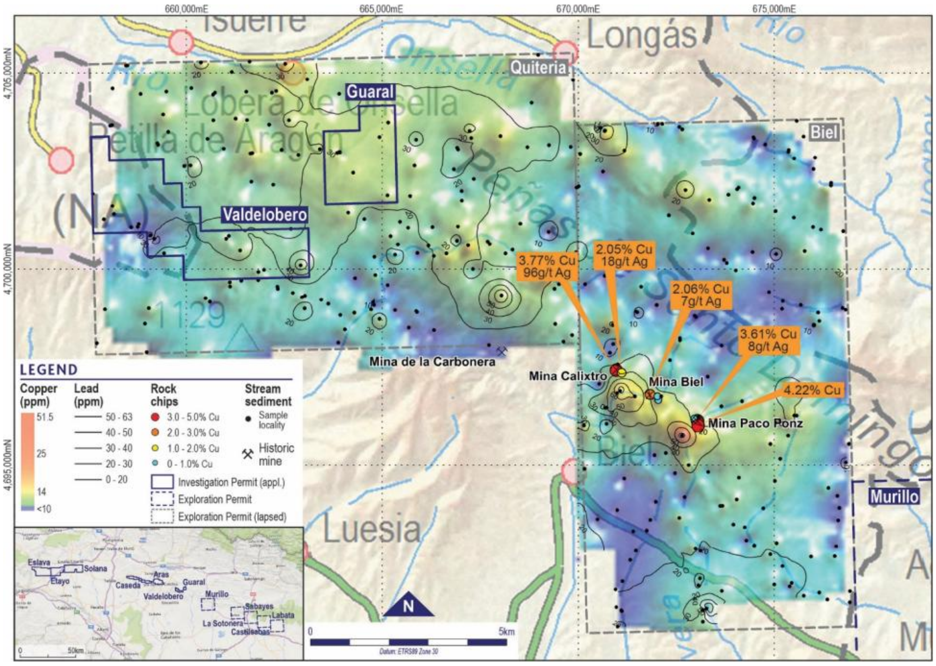

Figure 4 | Stream sediment copper assays (gridded; ID2) and lead contours, Quiteria and Biel P.E.s.

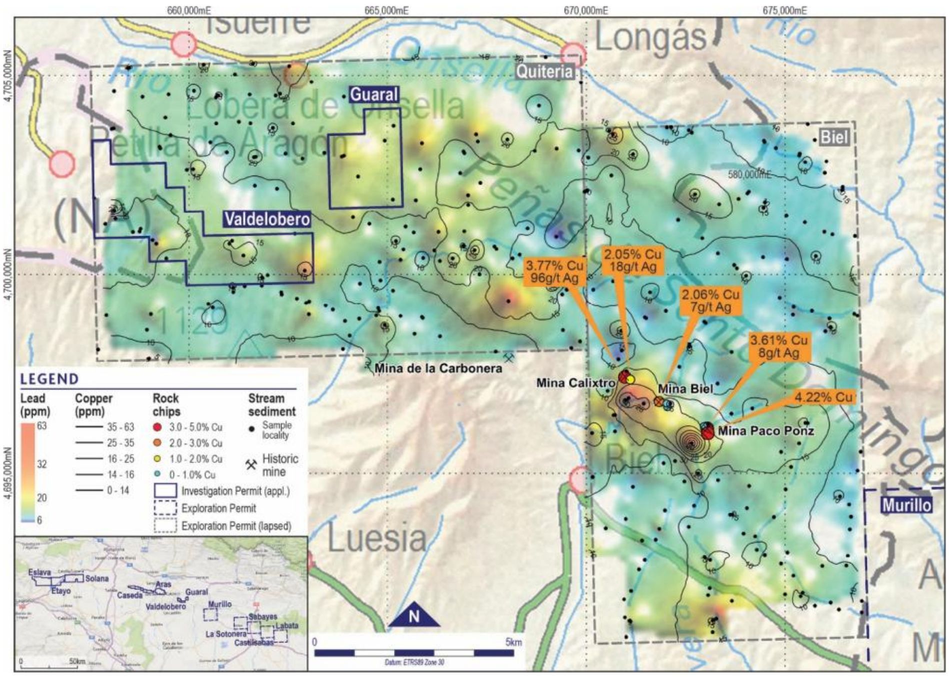

Figure 5 | Stream sediment lead assays (gridded; ID2) and copper contours, Quiteria and Biel P.E.s.

Mapping and rock chip sampling

Geological mapping and rock chip sampling continues across the Project area and has identified additional historical workings and prospective rocks that were previously unknown to the Company. This includes the first identified occurrence of the secondary copper sulphide minerals (chalcocite) in historic workings west of Mina Emilia in P.I. Eslava. Additional samples have been collected and submitted for assaying (*refer to ASX release 2 June 2026*).

Investigation Permit (P.I.) applications

The Company applied for Investigation Permits (**P.I.**) in the area covered by the Quiteria Exploration Permit (**P.E.**) (Figure 1 and Table 1). Two applications have been submitted with the relevant government agencies: Valdelobero (9.01 km^2; 32 mining squares) and Guaral (3.94 km^2; 14 mining squares). The Biel and Quiteria P.E.s have been allowed to lapse.

Planned exploration activities for 2H 2026

The Company has commenced preparation of the necessary documentation for planned exploration activities in the second half of 2026. Megado has significantly improved its understanding of the geology and prospectivity of the Project since submission of the original exploration program, including drill hole locations, required for P.I. applications. With that knowledge, a more targeted and thorough exploration program will be submitted for approval, including ground-based geophysics and drilling.

Table 1 | Investigation and Exploration Permit details.

Permit Name	Region	Permit Type	Km^2	Interest	Status
Eslava	Navarra	Investigation	84.3	80%	Granted
Etayo	Navarra	Investigation	59.1	80%	Granted
Solana	Navarra	Investigation	86.7	80%	Granted
Cáseda	Navarra	Investigation	34.5	80%	Granted
Arás	Aragón	Investigation	27.3	80%	Application
Valdelobero	Aragón	Investigation	9.0	80%	Application
Guaral	Aragón	Investigation	3.9	80%	Application
Murillo	Aragón	Exploration	94.5	80%	Granted
La Sotonera	Aragón	Exploration	94.5	80%	Granted
Sabayés	Aragón	Exploration	94.5	80%	Granted
Castilsabás	Aragón	Exploration	94.5	80%	Granted
Labata	Aragón	Exploration	94.5	80%	Granted
		Total	**777.3**		

Megado has entered into an agreement to acquire an 80% interest in Iberian Copper Pty Ltd which in turn owns a 100% interest in Iberian Copper SL that owns the Iberian Copper Project.

Alpartir Silver–Copper-Antimony (Ag–Cu-Sb) Project

Subject to shareholder approval, Megado holds an option to acquire an 80% interest in the Alpartir Project (*refer to ASX release 2 March 2026*). The project covers an area of 576 km^2 and consists of three Investigation Permits (P.I.s) under application and five granted Exploration Permits (P.E.s) (Figure 6 and Table 2). Drilling is proposed for the P.I.'s after granting.

The Project comprises a series of historically worked Ag–Cu vein deposits, centred on the Bilbilitana and Colosal Platífera mines (Alpartir mine; Figure 7), situated within the Paleozoic basement rocks of the Iberian Range.

The acquisition of the Alpartir Project is complementary to the Company's existing Iberian Copper Project. Consistent with the Iberia Copper Project, it represents a strategic entry into a historically productive European Ag-Cu-Sb district with strong geological foundations and significant exploration upside.

Table 2 | Alpartir Permit List.

Permit Name	Region	Permit type	km^2	Interest	Status
Alpartir	Aragón	Investigation	65.5	80%	Application
Grio	Aragón	Investigation	34.2	80%	Application
Cosuenda	Aragón	Investigation	6.7	80%	Application
Tobed	Aragón	Exploration	94.0	80%	Granted
Encinacorba	Aragón	Exploration	94.0	80%	Granted
Cerveruela	Aragón	Exploration	94.0	80%	Granted
Villalhuerto	Aragón	Exploration	94.0	80%	Granted
Africana	Aragón	Exploration	94.0	80%	Granted
		Total	**576.2**		

Subject to shareholder approval, MEG has the option to earn up to 80% in the Alpartir Project.

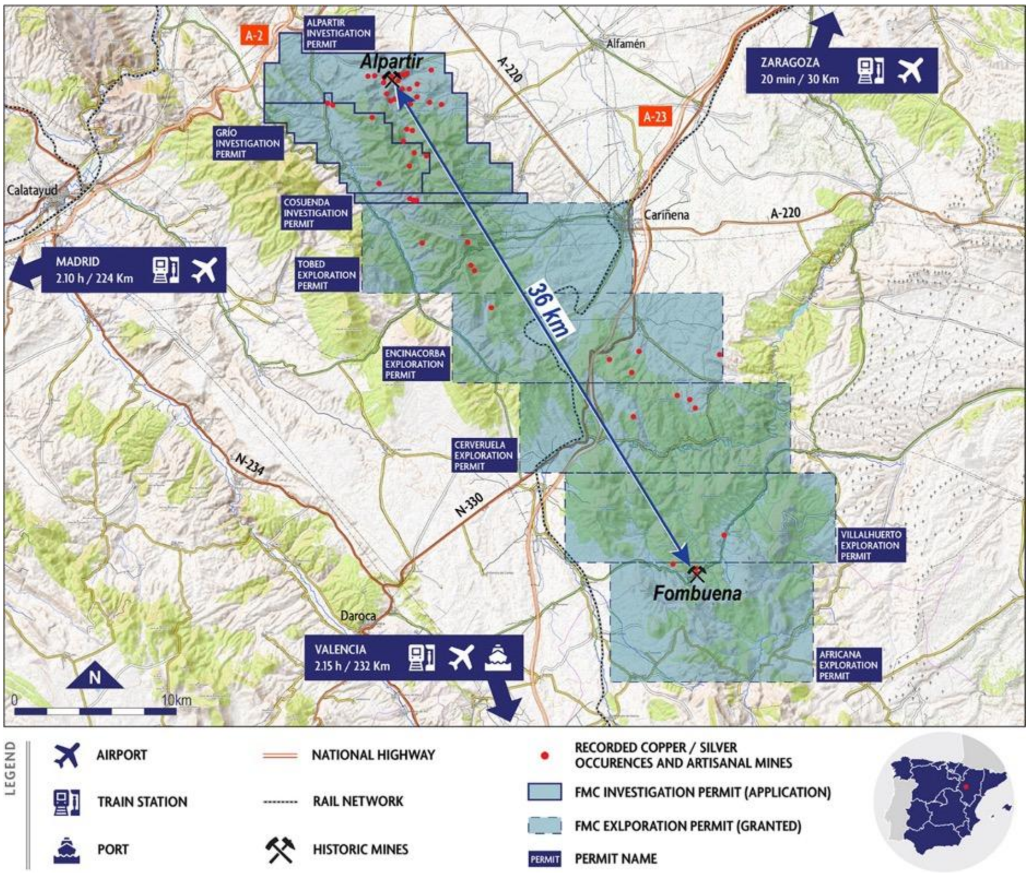

Figure 6 | Map showing location of permits in Alpartir Project.

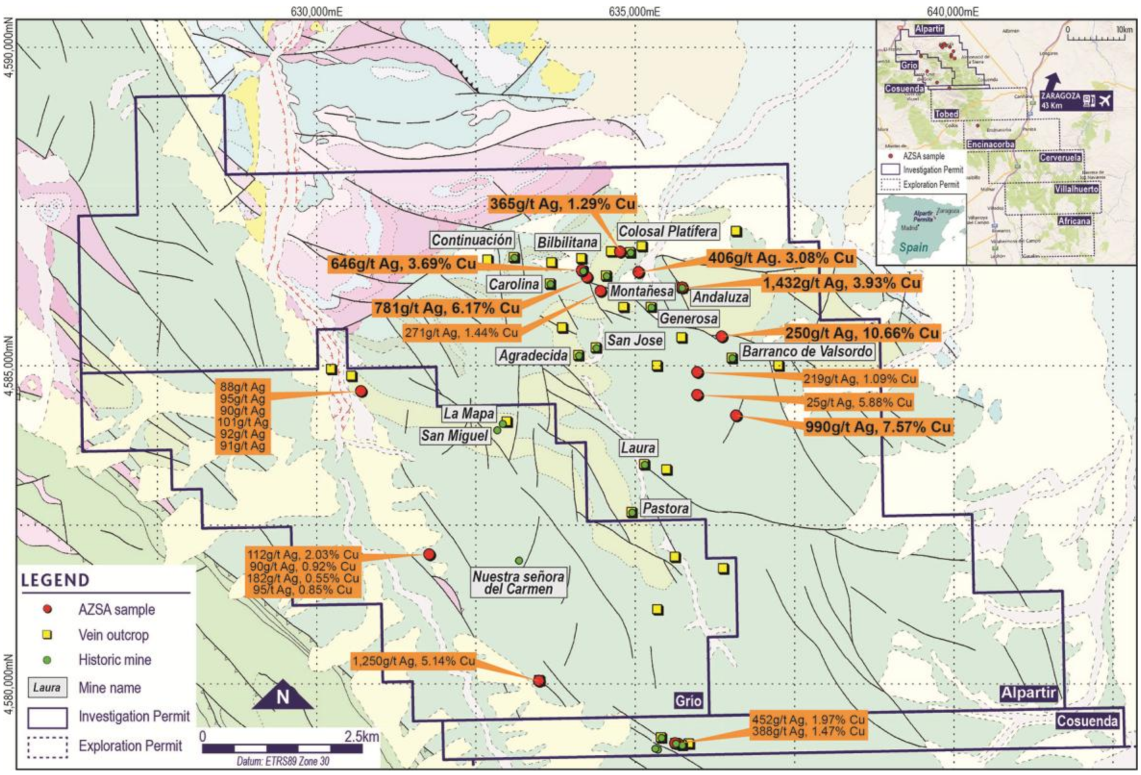

Figure 7 | Geological map of historic Alpartir mine area highlighting historical workings and AZSA geochemical sampling.

Airborne magnetic survey

A 451.3km^2 magnetic dataset acquired by Xcalibur Smart Mapping using its high-resolution MIDAS airborne system and was subsequently reprocessed and interpreted by Gaia Exploración S.L (Gaia) (*refer to ASX release 22 July 2026*). The study area forms the southern survey block southwest of Zaragoza and includes the broader Encinacorba-Fombuena-Luesma-Bádenas area.

Gaia applied a comprehensive processing sequence designed to remove cultural noise and improve confidence in geological interpretation (Figure 8). The data was then processed, producing complementary products used to distinguish shallow noise and local lithological effects from larger, structurally controlled magnetic sources that may continue at depth. The magnetic data define a complex network of lineaments, gradients and magnetic domains. Many of the strongest gradient changes coincide with interpreted regional structures, indicating that faults, fractures and tectonic contacts are a major control on the magnetic architecture.

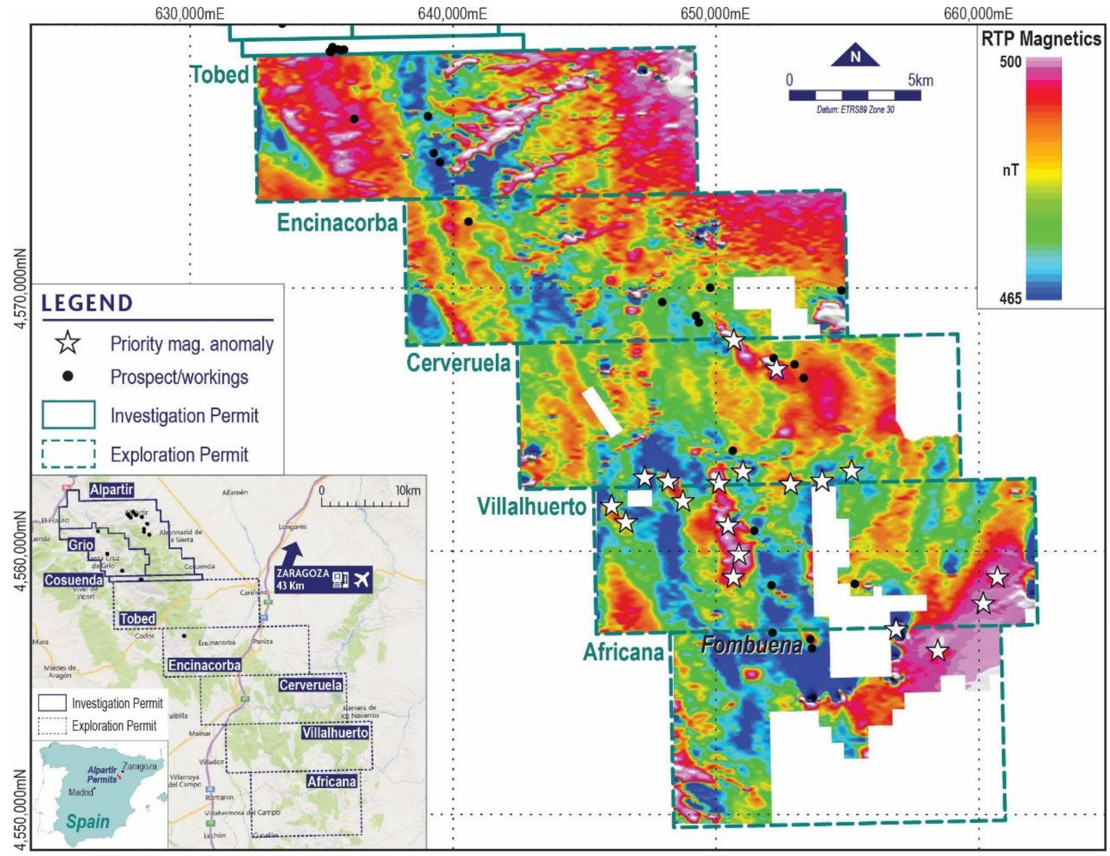

Figure 8 | Total Field Anomaly map with reduction-to-the-pole filter applied.

After filtering for shallow anomalies, several anomalies retained their geometry and amplitude, indicating larger-volume or deeper-continuing sources (Figure 9). These persistent anomalies and the coincidence of anomalies between independent magnetic products (e.g. analytic-signal maxima and vertical derivatives) are of the greatest exploration interest and increases confidence that the principal boundaries represent genuine geological discontinuities rather than processing artefacts.

Several magnetic responses cross mapped geological units and do not simply follow surface lithological contacts. This suggests that deeper structures, hydrothermal alteration and redistribution of magnetic minerals may be contributing to the response.

The aeromagnetic interpretation has transformed the understanding of the southern Alpartir permits. It shows a highly structured geological system with multiple persistent anomalies and target corridors extending well beyond the footprint of known historical workings. The highest-priority areas are those where persistent anomalies, analytic-signal maxima, strong magnetic gradients and mapped or interpreted structures coincide (Figure 9). These areas provide a disciplined basis for follow-up field programs and target ranking.

When combined with the Project's exceptional historical silver-copper grades, more than 36 kilometres of documented historical workings and the absence of modern systematic exploration, including drilling, the results highlight the outstanding exploration potential of Alpartir. Attention now shifts to systematically validating and ranking the targets using detailed mapping and geophysics, with the objective of defining high-quality targets for future ground geophysics and drilling.

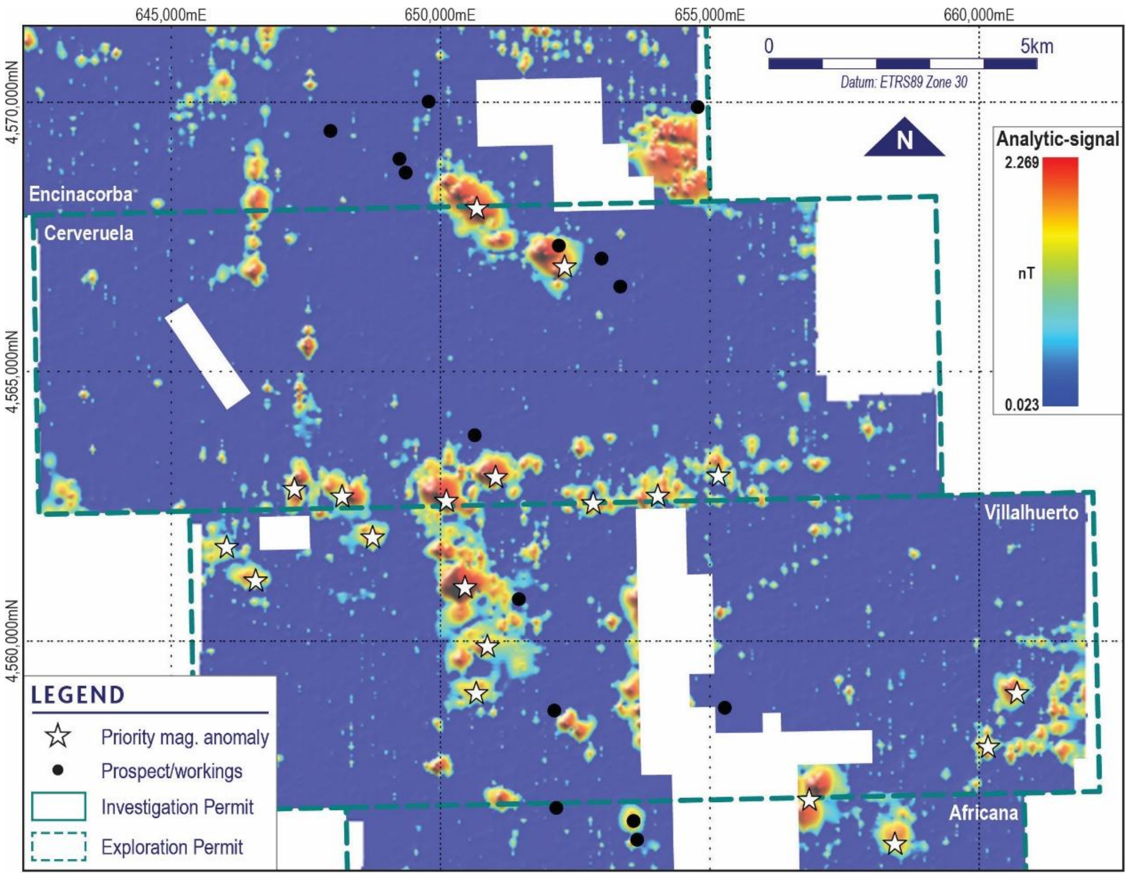

Figure 9 | Total Field Anomaly map with analytic-signal filter applied. Priority anomalies highlighted.

<u>Stream Sediment Survey</u>

The Company has commenced a regional stream sediment survey program across the southern Exploration Permits (P.E.s) (Figure 10). Stream sediment surveys are cost-effective reconnaissance tool useful for anomaly tracing and detecting unknown zones of mineralisation. The results of the survey will be used in conjunction with other datasets to prioritise areas for follow-up investigation and Investigation Permit applications.

<u>Investigation Permit (P.I.) application</u>

Based on the results of the magnetics survey and geological reconnaissance, Megado has identified priority areas for Investigation Permits (P.I.) application(s) at the Project. The granting of a P.I. enables more substantial exploration activities to occur, including ground geophysics and drilling.

<u>Progress on Alpartir Acquisition and Extraordinary General Meeting (**EGM**)</u>

The Company is currently preparing the Notice of Meeting and Independent Expert's Report required in connection with the proposed acquisition. Subject to completion of these documents and regulatory review, the Company expects to dispatch the Notice of Meeting in due course and convene an EGM in the latter part of Q3 2026 to seek shareholder approval for the transaction.

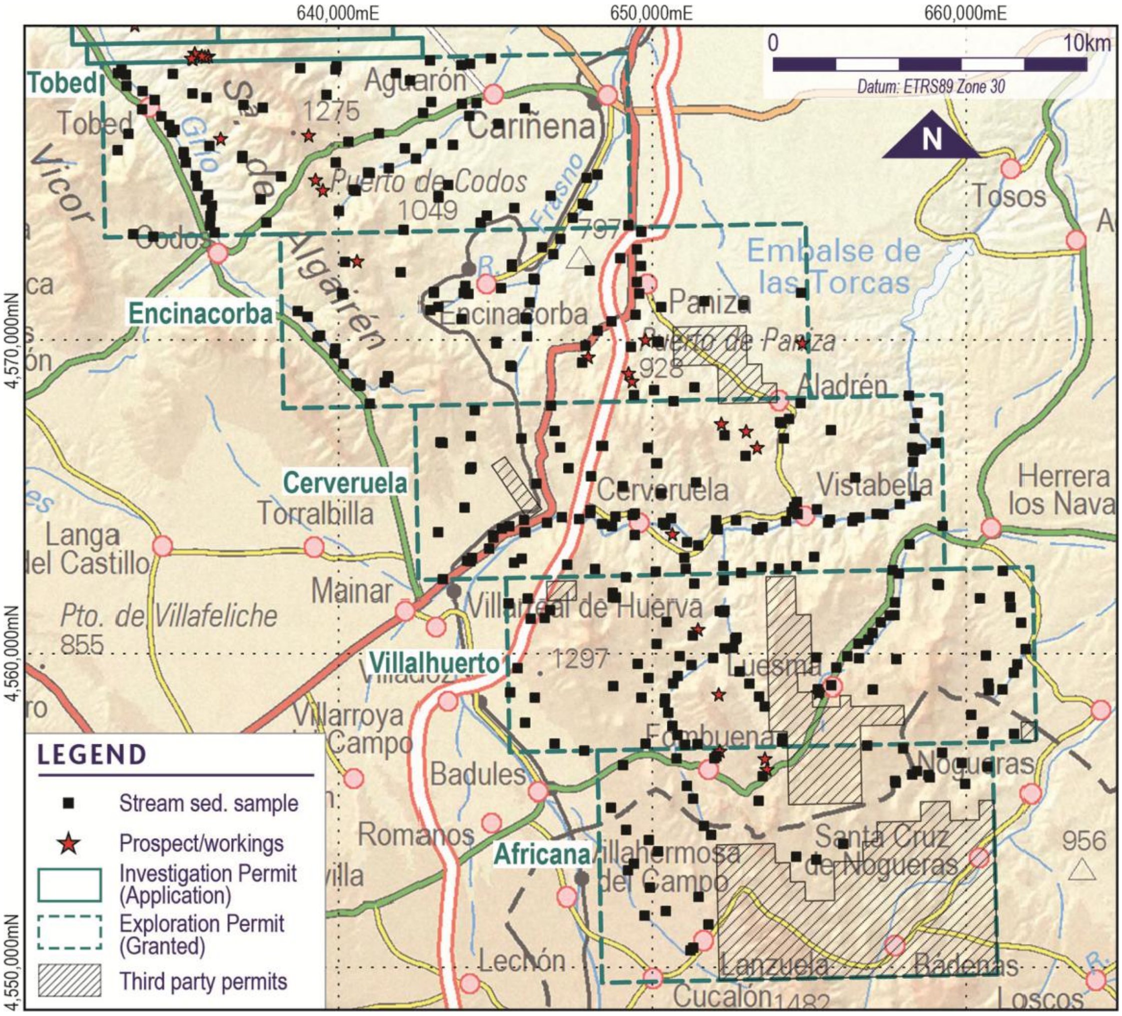

Figure 10 | Stream sediment survey plan.

Canadian Lithium and Gold Projects (Quebec, Canada)

The Company continues to retain a 100% interest in two Canadian lithium / gold projects known as the Cyclone Lithium and Gold Project and the K Lithium Project. Both projects are located in the James Bay District, Quebec, Canada.

The project abuts the Aquilon Gold Project in the northwest owned by TSX-V listed Sirios Resources (TSX-V:SOI) (see Figure 2). The Aquilon Gold Project is currently the subject of an option agreement with Sumitomo Metal Mining Canada Ltd where it can spend up CA$14.8m to earn an 80% interest in the project. According to Sirios, the project has more than 32 gold showings defined by gold grades that are among the highest ever intercepted in Quebec, including:

- 834.4 grams of gold per tonne (g/t Au) over 1.7 m (Moman showing), including 3,527.4 g/t Au over 0.4m;
- 116.5g/t Au over 2.3m (Moman showing);
- 425.3g/t Au over 0.6m (Moman showing);
- 133.7g/t Au over 0.8m (Fleur-de-Lys showing); and
- 26.7g/t Au over 0.4m (Muscovite showing).

(Refer: https://sirios.com/en/our-projects/aquilon/)

The Company continues to progress discussions with potential project partners.

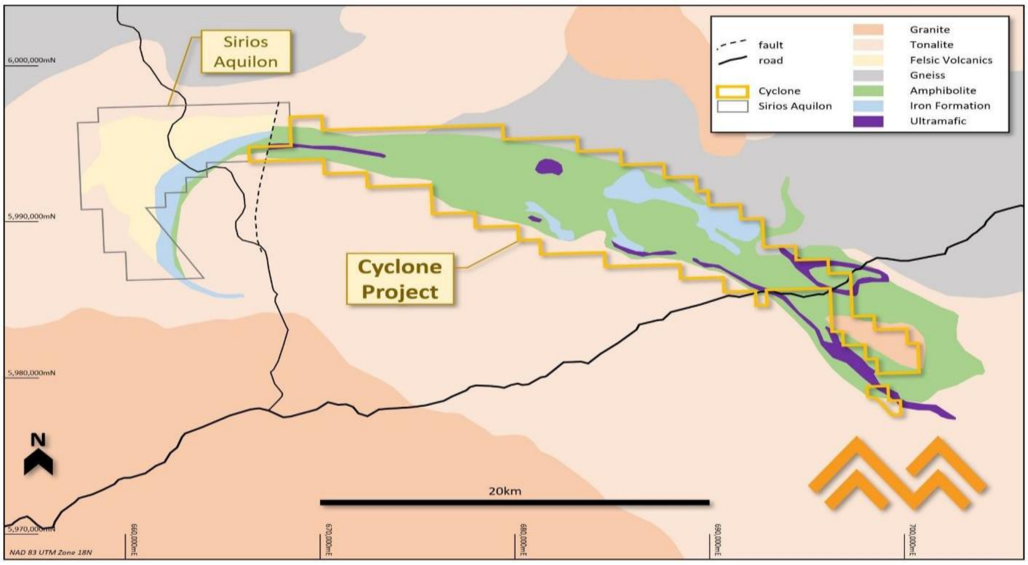

Figure 11 | Cyclone Project geology showing the proximity of the Sirios Resources gold project.

North Fork Rare Earth Project

In December 2024, the Company executed an Exploration Agreement with Option to Purchase with PURE Exploration (USA) LLC, a wholly owned subsidiary of Iluka Resources (Iluka) for the North Fork Rare Earth Project located in Idaho, USA (North Fork Project). The transaction under the agreement is split into three tranches:

1. First Tranche: Iluka to pay the Company A$500k and reimburse the Company up to US$110k for claim maintenance fees incurred in 2024 for an exclusive two-year right to explore the property, Funds were received in February 2025.
2. Second Tranche: At any time during the two-year exclusive exploration period, Iluka may elect to purchase 100% of the Project by paying Megado A$1m, minus any amounts that may be due to Iluka by Megado or Megado subsidiary. The two-year period may be extended in certain circumstances.
3. Third Tranche: Iluka to pay Megado A$2m within 30 days of Iluka receiving US$10m in revenues from the first sale of product from the North Fork Project after commencement of commercial production. Iluka may convert this obligation to a 2% gross revenue royalty.

Corporate

Placement

The Company completed a placement of 75,000,000 fully paid ordinary shares (Placement Shares) at an issue price of A$0.02 per share to raise A$1,500,000 (before costs), together with one (1) free attaching option for every two (2) Placement Shares subscribed for (refer ASX release dated 10 April 2026).

In addition, Directors committed to subscribing for 7,500,000 fully paid ordinary shares (Director Placement Shares), at the same issue price, to raise A$150,000, together with one (1) free attaching option for every two (2) Director Placement Shares, subject to shareholder approval.

Board Changes

Dr Lachlan Rutherford was appointed to the Board as an Executive Director, effective 2 March 2026. Dr Rutherford is a geologist with over 25 years of commercial and exploration experience in industrial mineral, precious metal, and base metal projects. Dr Rutherford holds a Doctorate of Philosophy, a Masters of Business Administration, and a Bachelor of Science with Honours. He is also a Member of the Australasian Institute of Mining and Metallurgy (AusIMM).

Dr Rutherford received a long-term incentive of 7,500,000 performance rights converting to fully paid ordinary shares if still employed on 1 January 2027; and 5,000,000 unlisted options (ASX: MEGAW) with a A$0.05 strike price and an expiry date of 30 June 2030.

With Dr Rutherford's appointment, Mr Anthony Hall transitioned to the role of Non-Executive Chairman.

Option and Performance Rights Award

The Company's two key Spanish based employees were granted incentive securities. Mr Javier Pontvianne (Project Director) received 7,500,000 performance rights and 5,000,000 unlisted options (ASX: MEGAW) with a A$0.05 strike price and an expiry date of 30 June 2030. Mr Francisco Menendez (Operations Manager) received 5,000,000 performance rights.

Option Expiry

On 28 April 2026, 7,000,000 unlisted options, exercisable at A$0.10, expired unexercised.

SIGNIFICANT EVENTS AFTER THE REPORTING DATE

No matters 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.

ROUNDING OF AMOUNTS

The Company is of a kind referred to in Corporations Instruments 2026/183, issued by the Australian Securities and Investment Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest dollar.

AUDITORS INDEPENDENCE DECLARATION

Section 307C of the Corporations Act 2001 requires our auditors, to provide the Directors of the Company with an Independence Declaration in relation to the review of the half-year financial report. This Independence Declaration is set out on page 14 and forms part of this Directors' report for the half-year ended 30 June 2026.

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

Signed on behalf of the Directors.

A J Hall

Anthony Hall
Non-Executive Chairman
Sydney, New South Wales
4 September 2026

AUDITOR'S INDEPENDENCE DECLARATION

Tel: +61 8 6382 4600
Fax: +61 8 6382 4601
www.bdo.com.au

Level 9, Mia Yellagonga Tower 2
5 Spring Street
Perth, WA 6000
PO Box 700 West Perth WA 6872
Australia

DECLARATION OF INDEPENDENCE BY JARRAD PRUE TO THE DIRECTORS OF MEGADO MINERALS LIMITED

As lead auditor for the review of Megado Minerals Limited for the half-year ended 30 June 2026, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Megado Minerals Limited and the entities it controlled during the period.

Jarrad Prue

Director

BDO Audit Pty Ltd

Perth

4 September 2026

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the half-year ended 30 June 2026

	Note	30-Jun-26 $	30-Jun-25 $
Continuing Operations			
Interest income		7,479	11,622
Expenses			
Professional and consulting fees		(253,509)	(74,373)
Director and employee costs		(226,000)	(183,500)
Other expenses		(149,801)	(67,759)
Share-based payments expense	5	(317,984)	(351,424)
Loss before income tax		**(939,815)**	**(665,434)**
Income tax expense		-	-
Net loss for the period		**(939,815)**	**(665,434)**
Other comprehensive income			
Items that may be reclassified to profit or loss			
Exchange differences on translation of foreign operations		(697,548)	355
Other comprehensive income for the period, net of tax		(697,548)	**355**
Total comprehensive loss for the period		(1,637,363)	**(665,079)**
Loss for the period attributable to:			
Members of the parent entity		(939,815)	(665,434)
Non-controlling interests		-	-
		(939,815)	**(665,434)**
Total comprehensive loss for the period attributable to:			
Members of the parent entity		(1,637,363)	(665,079)
Non-controlling interests		-	-
		(1,637,363)	**(665,079)**
Loss per share			
Basic and diluted loss per share (cents)		(0.14)	(0.15)

The above Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

	Note	30-Jun-26 $	31-Dec-25 $
Current Assets			
Cash and cash equivalents		2,025,546	1,999,444
Other assets		11,239	30,472
Receivables		56,578	35,974
Held for Sale Assets		1,000,000	1,000,000
Total Current Assets		3,093,363	3,065,890
Non-Current Assets			
Exploration and evaluation expenditure	3	7,000,292	7,109,654
Other Assets		268,415	-
Total Non-Current Assets		7,268,707	7,109,654
Total Assets		10,362,070	10,175,544
Current Liabilities			
Trade and other payables		230,643	172,113
Total Current Liabilities		230,643	172,113
Total Liabilities		230,643	172,113
Net Assets		**10,131,427**	**10,003,431**
Equity			
Issued capital	4	26,371,546	24,924,171
Reserves		2,166,139	2,545,703
Accumulated losses		(19,018,758)	(18,078,943)
Capital and Reserves Attributable to Owners of the parent entity		9,518,927	9,390,931
Non-controlling interest		612,500	612,500
Total Equity		**10,131,427**	**10,003,431**

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

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the half-year ended 30 June 2026

	Issued capital $	Accumulated losses $	Foreign exchange translation reserve $	Share option reserve $	Total attributable to owners of the parent entity $	Non-controlling interest $	Total $
Balance at 1 January 2025	**21,550,171**	**(16,900,476)**	**48,141**	**2,008,936**	**6,706,772**	**-**	**6,706,772**
Total comprehensive loss for the period							
Loss for the period	-	(665,434)	-	-	(665,434)	-	(665,434)
Foreign currency translation	-	-	355	-	355	-	355
Total comprehensive loss for the period	**-**	**(665,434)**	**355**	**-**	**(665,079)**	**-**	**(665,079)**
Transactions with owners in their capacity as owners							
Non-controlling interest recognised on acquisition	-	-	-	-	-	612,500	612,500
Shares issued during the period	2,594,000	-	-	-	2,594,000	-	2,594,000
Share-based payments (note 5)	-	-	-	351,424	351,424	-	351,424
Balance at 30 June 2025	**24,144,171**	**(17,565,910)**	**48,496**	**2,360,360**	**8,987,117**	**612,500**	**9,599,617**
Balance at 1 January 2026	**24,924,171**	**(18,078,943)**	**44,292**	**2,501,411**	**9,390,931**	**612,500**	**10,003,431**
Total comprehensive loss for the period							
Loss for the period	-	(939,815)	-	-	(939,815)	-	(939,815)
Foreign currency translation	-	-	(697,548)	-	(697,548)	-	(697,548)
Total comprehensive loss for the period	-	(939,815)	(697,548)	-	(1,637,363)	-	(1,637,363)
Transactions with owners in their capacity as owners							
Shares issued during the period	1,500,000	-	-	-	1,500,000	-	1,500,000
Cost of issue	(52,625)	-	-	-	(52,625)	-	(52,625)
Share-based payments (note 5)	-	-	-	317,984	317,984	-	317,984
Balance at 30 June 2026	**26,371,546**	**(19,018,758)**	**(653,256)**	**2,819,395**	**9,518,927**	**612,500**	**10,131,427**

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

CONSOLIDATED STATEMENT OF CASH FLOWS

For the half-year ended 30 June 2026

	30-Jun-26 $	30-Jun-25 $
Cash flows from operating activities		
Payments to suppliers and employees	(528,339)	(342,011)
Interest received	7,479	11,622
Net cash used in operating activities	**(520,860)**	**(330,389)**
Cash flows from investing activities		
Payments for exploration expenditure	(892,973)	(348,194)
Payment received for right to explore and reimbursement	-	670,759
Net cash provided by/(used in) investing activities	**(892,973)**	**322,565**
Cash flows from financing activities		
Proceeds from issue of shares	1,500,000	144,000
Transaction costs on issue of shares	(52,625)	-
Net cash provided by financing activities	**1,447,375**	**144,000**
Net increase/(decrease) in cash and cash equivalents	33,542	136,176
Cash and cash equivalents at the beginning of the period	1,999,444	2,119,152
Effect of exchange rate fluctuations on cash	(7,440)	180
Cash and cash equivalents at the end of the period	**2,025,546**	**2,255,508**

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

CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. Corporate Information

The financial report of Megado Minerals Limited ("Megado Minerals" or "the Company") for the half-year ended 30 June 2026 was authorised for issue in accordance with a resolution of the Directors on 4 September 2026. Megado Minerals is a company limited by shares incorporated in Australia whose shares commenced public trading on the Australian Securities Exchange on 27 October 2020. The nature of the operations and the principal activities of the Company are described in the Directors' Report.

2. Summary of Material Accounting Policies

a) Basis of Preparation

These consolidated financial statements for the interim half-year reporting period ended 30 June 2026 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'. The presentation currency is Australian dollars.

These half-year financial statements do not include all the notes of the type normally included in annual financial statements and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Group as the full financial statements. Accordingly, these half-year financial statements are to be read in conjunction with the annual financial statements for the year ended 31 December 2025 and all ASX announcements made by the company during the period. The half-year report has been prepared on an accruals basis and is based on historical costs. The accounting policies have been consistently applied with those of the previous financial year and corresponding interim report period. Non-controlling interests have been recognised in accordance with AASB 10, with their share of net assets and results presented separately in the consolidated financial statements.

b) Going Concern

The financial report has been prepared on a going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the ordinary course of business. The Company incurred a loss for the period of $939,815 and had net cash outflows from operating and investing activities of $520,860 and $892,973 respectively. As at 30 June 2026, the Company had net current assets of $2,862,720.

The Company is dependent upon raising capital to meet its planned and budgeted exploration activities as well as corporate overheads requirements in the next twelve months. The Company's capacity to raise additional funds will be impacted by the success of the ongoing exploration activities and market conditions.

These conditions indicate a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. Directors consider that the Company will continue as a going concern, based on the Company's track record of successfully raising capital, and as a result, the financial report has been prepared on a going concern basis. However, should the Company be unsuccessful in undertaking additional raisings, the Company may not be able to continue as a going concern.

Should the Company be unable to continue as a going concern, it may be required to realise its assets and extinguish its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial report. This financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or the amounts or classification of liabilities and appropriate disclosures that may be necessary should the Company be unable to continue as a going concern.

c) New, Revised or Amending Accounting Standards and Interpretations Adopted

The Company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period. The impact on the financial performance and position of the Company from the adoption of the new or amended Accounting Standards and Interpretations was not material. Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

d) Segment Reporting

Operating segments are identified and segment information disclosed on the basis of internal reports that are regularly provided to, or reviewed by, the Group's chief operating decision maker which, for the Group, is the board of directors. In this regard, such information is provided using different measures to those used in preparing the Statement of Profit or Loss and Other Comprehensive Income and Statement of Financial Position. Reconciliations of such management information to the statutory information contained in the annual financial report have been included.

	30-Jun-2026 $	31-Dec-2025 $
3. Exploration and evaluation expenditure		
Exploration and Evaluation phase - at cost		
Opening balance	7,109,654	2,964,333
Acquisition of exploration tenements	-	2,625,960
Non-controlling interest in Iberian Copper Pty Ltd	-	612,500
Exploration and evaluation expenditure incurred during the period	592,337	906,861
Foreign exchange translation difference	(701,699)	-
Closing balance	**7,000,292**	**7,109,654**

The ultimate recoupment of costs carried forward for exploration expenditure is dependent on the successful development and commercial exploitation or sale of the respective mining areas.

4. Issued Capital		
(a) Issued and paid-up capital	**26,371,546**	**24,924,171**

(b) Movements in ordinary shares on issue

	30-Jun-2026		31-Dec-2025	
	No. shares	$	No. shares	$
Opening balance	645,683,262	24,924,171	419,683,262	21,550,171
Issue of shares - $0.012 placement (Tranche 2)	-	-	12,000,000	144,000
Shares issued as consideration for acquisition	-	-	175,000,000	2,450,000
Issue of shares - $0.02 placement	-	-	39,000,000	780,000
Issue of shares - $0.02 placement	75,000,000	1,500,000	-	-
Transaction costs on share issue	-	(52,625)	-	-
Closing balance	**720,683,262**	**26,371,546**	**645,683,262**	**24,924,171**

5. Share based payments

(a) Recognised share based payment transactions

Share based payment transactions recognised either as operational expenses in the statement of profit or loss and other comprehensive income or as capital raising costs in the equity during the period were as follows:

	30-Jun-2026 $	30-Jun-2025
Options issued to employees & Directors (note 5 (b))	141,986	166,464
Performance rights issued to employees & Directors (note 5 (c))	175,998	-
Options issued to suppliers	-	184,960
Share-based payments recognised	**317,984**	**351,424**

(b) Options issued to employees & Directors

The fair value at grant date of options granted during the reporting period was determined using the Black Scholes option pricing model that takes into account the exercise price, the term of the option, the share price at grant date, the expected price volatility of the underlying share and the risk-free interest rate for the term of the option. The table below summarises options granted during the period ended 30 June 2025:

Grant Date	Expiry date	Exercise price per option	Balance at start of the period Number	Granted during the period Number	Exercised during the period Number	Expired during the period Number	Balance at end of the period Number	Exercisable at end of the period Number
02/03/26	30/06/2030	$0.05	-	5,000,000	-	-	5,000,000	5,000,000
02/03/26	30/06/2030	$0.05	-	5,000,000	-	-	5,000,000	5,000,000
			-	**10,000,000**	**-**	**-**	**10,000,000**	**10,000,000**

The expense recognised in respect of the above options granted during the period was $141,986 which represents the fair value of the options. The weighted average fair value of options issued to employees and directors during the period was $0.02. The model inputs, not included in the table above, are as follows:

a) Options were issued for nil consideration;
b) expected life of the options ranging from 4.1 to 4.3 years;
c) share price at grant date of $0.029;
d) expected volatility of 110%;
e) expected dividend yield of nil; and
f) a risk-free interest rate of 4.64%.

(c) Performance rights issued to employees & Directors

The fair value at grant date of performance rights granted during the reporting period was determined based on the market price of the Company's shares at the relevant grant date. The table below summarises the performance rights granted during the period ended 30 June 2026:

Grant Date	Expiry date	Balance at start of the period	Granted during the period	Exercised during the period	Expired during the period	Balance at end of the period	Exercisable at end of the period
		Number	Number	Number	Number	Number	Number
02/03/26	01/01/27	-	7,500,000	-	-	7,500,000	-[1]
02/03/26	01/01/27	-	12,500,000	-	-	12,500,000	-[1]
		-	**20,000,000**	**-**	**-**	**20,000,000**	**-**

[1] The Performance Rights shall vest if the holder is still employed on 1 January 2027.

The expense recognised in respect of the above performance rights granted during the period was $175,998 which represents the fair value of the performance rights. The weighted average fair value of performance rights issued to employees and directors during the period was $0.029. The model inputs, not included in the table above, are as follows:

a) Performance rights were issued for nil consideration;
b) expected life of the performance rights ranged from 0.7 to 0.9 years;
c) share price at grant date of $0.029;
d) expected volatility of 110%;
e) expected dividend yield of nil; and
f) a risk-free interest rate of 4.16%.

6. Contingent assets and liabilities

Cyclone Lithium and Gold Project

As part consideration for the acquisition of the Cyclone Lithium and Gold Project, the Company, entered into a royalty agreement, whereby Megado granted DG Resource Management Ltd a 2% net smelter royalty return over minerals extracted from the project.

K Lithium Project

As part consideration for the acquisition of the K Lithium Project, the Company, entered into a royalty agreement, whereby Megado granted DG Resource Management Ltd a 2% net smelter royalty over all minerals extracted from the Project other than lithium and lithium products which will attract a 2% gross overriding royalty.

Iberian Copper Pty Ltd

As part consideration for the acquisition of an 80% interest in Iberian Copper Pty Ltd (ICPL) which in turn owns a 100% interest in Iberian Copper SL (ICSL), the company agreed to issue 350,000,000 performance rights. The Performance Rights will be converted into Shares on a one for one basis subject to the achieving Project related milestones. The milestones for the Performance Rights are:

Class A Performance Rights

The Iberian Copper Project recording a total JORC Code compliant Mineral Resource Estimate of at least:

i. 10m tonnes of 1% Cu equivalent; or
ii. 5m tonnes of 1.5% Cu equivalent; or
iii. 3m tonnes of 3% Cu equivalent.

Class B Performance Rights
The Iberian Copper Project having a total JORC Code compliant Mineral Resource Estimate with at least 200,000 tonnes of contained copper equivalent.

The Performance Rights expire if the milestones are not achieved within five years from the date of completion of the Acquisition (Sunset Date).

North Fork Rare Earth Project
Pursuant to the North Fork Rare Earth Project Exploration Agreement with Option to Purchase with PURE Exploration (USA) LLC, a wholly owned subsidiary of Iluka Resources (Iluka), the Company is to receive A$2m within 30 days of Iluka receiving US$10m in revenues from the first sale of product from the North Fork Project after commencement of commercial production. Iluka may convert this obligation to a 2% gross revenue royalty.

7. Segment Information

The Group has identified its operating segments based on the internal reports that are reported to the Board (the chief operating decision maker) in assessing performance and in determining the allocation of resources. The Board as a whole will regularly review the identified segments in order to allocate resources to the segment and to assess its performance. The Group operates predominately in one industry, being the exploration of critical minerals. The main geographic areas that the entity operates in are Australia, North America, and Spain. The parent entity is registered in Australia. The Group's exploration assets are located in North America, and Spain. The following table presents revenue, expenditure and certain asset and liability information regarding geographical segments for the half-year ended 30 June 2025 and 30 June 2026:

	Australia $	Spain $	North America $	Total $
Half year ended 30 June 2026				
Other income	7,479	-	-	7,479
Segment revenue	7,479	-	-	7,479
Result				
Loss before tax	(936,563)	-	(3,252)	(939,815)
Income tax expense	-	-	-	-
Loss for the half year	(936,563)	-	(3,252)	(939,815)
Asset and liabilities				
Segment assets	2,032,608	4,534,098	3,795,364	10,362,070
Segment liabilities	188,017	42,626	-	230,643
Half year ended 30 June 2025				
Other income	11,622	-	-	11,622
Segment revenue	11,622	-	-	**11,622**
Result				
Loss before tax	(662,422)	-	(3,012)	(665,434)
Income tax expense	-	-	-	
Loss for the half year	(662,422)	-	(3,012)	**(665,434)**
Asset and liabilities				
Segment assets	2,293,606	3,319,095	4,076,324	9,689,025
Segment liabilities	85,746	3,662	-	89,408

8. Dividends

No dividends have been paid or provided for during the half-year.

9. Commitments

There are no known contractual commitments as at 30 June 2026.

10. Significant events after the reporting date

No matters 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.

11. Related party transactions

Director Securities

Dr Lachlan Rutherford was appointed to the Board as an Executive Director, effective 2 March 2026. He received a long-term incentive of 7,500,000 performance rights converting to fully paid ordinary shares if still employed on 1 January 2027; and 5,000,000 unlisted options (ASX: MEGAW) with a A$0.05 strike price and an expiry date of 30 June 2030 (refer note 5).

DIRECTORS DECLARATION

In accordance with a resolution of the Directors of Megado Minerals Limited ('the Company'), I state that:

1. In the opinion of the Directors:

   a) the financial statements and notes of the Company for the half-year ended 30 June 2026 are in accordance with the Corporations Act 2001, including:

      i. giving a true and fair view of the Company's financial position as at 30 June 2026 and of its performance for the period ended on that date; and

      ii. complying with Accounting Standards AASB 134 'Interim Financial Reporting' and the Corporations Regulations 2001; and

   b) the financial statements and condensed notes also comply with International Financial Reporting Standards as disclosed in note 2.

2. There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

On behalf of the Board

Anthony Hall
Non-Executive Chairman
Sydney, New South Wales
4 September 2026

Tel: +61 8 6382 4600
Fax: +61 8 6382 4601
www.bdo.com.au

Level 9, Mia Yellagonga Tower 2
5 Spring Street
Perth, WA 6000
PO Box 700 West Perth WA 6872
Australia

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Megado Minerals Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Megado Minerals Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 2026, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, material accounting policy information and other explanatory information, and the directors' declaration.

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

i. Giving a true and fair view of the Group's financial position as at 30 June 2026 and of its financial performance for the half-year ended on that date; and

ii. Complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the Company, would be the same terms if given to the directors as at the time of this auditor's review report.

Material uncertainty relating to going concern

We draw attention to Note 2(b) in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our conclusion is not modified in respect of this matter.

Responsibility of the directors for the financial report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 30 June 2026 and its financial performance for the half-year ended on that date and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

BDO Audit Pty Ltd

BDO

Jarrad Prue

Director

Perth, 4 September 2026

ABOUT MEGADO MINERALS

Megado Minerals Ltd (ASX: MEG) is an ASX-listed mining exploration company. The Company's assets include the Iberian Copper Project, Alpartir Silver-Copper Project (subject to shareholder approval), North Fork Rare Earth Project in Idaho, USA and the Cyclone Lithium Project in the James Bay region in Quebec, Canada.

Iberian Copper Project

The Project is located in the Northern Spain in the regions of Navarra and Aragón. The Iberian Copper Project consists of 7 Investigation Permits (P.I.) and 5 Exploration Permits (P.E.), covering 777 km^2. The Project is targeting the North Spanish Oligocene terrains that saw copper oxide mining activity through to the 20th Century. The mineralisation style is considered to be an example of sedimentary-hosted copper of "red-bed" or Lisbon Valley style. Permits cover at least 12 historic copper mines with over 50 copper occurrences. Copper occurrences recorded are mostly copper oxides in sandstones and conglomerates, such as at Los Arcos (including Mina Emilia) in the west, and copper oxide and sulphides, such as at Mina Biel, in the east. Mineralisation in this style of deposit is commonly associated with prominent structures that the mineralised fluids are focused along. Copper oxides and sulphides formed when the fluids interacted with organic matter in the host units (e.g. Mina Emilia); or with precursor pyrite and carbonate cement in permeable coarse-grained beds (e.g. Mina Biel). The Project is likely to include multiple targets with the possibility of more than one discrete project. A works program is being developed to establish multiple high priority targets for drilling activities.

Alpartir Silver-Copper Project

Subject to shareholder approval at an EGM expected to be held in Q3, CY26, the Company has an option to acquire 80% of the Alpartir Silver-Copper Project. The Project is located in Northern Spain in the region of Aragón and covers an area of 576 km^2. The Project includes 8 permits, with 3 Investigation Permits under application and 5 granted Exploration Permits. The Project is targeting the Ordovician-Silurian basement rocks prospective for high-grade, structurally controlled Ag-Cu-Sb vein systems with historical underground mining dating back to the 19th Century. Mineralisation is hosted in fault breccia and veins with multiple mineralised structures mapped over the Project. The Company considers Alpartir to represent a strategic entry into a historically productive European Ag-Cu district with strong geological foundations and significant exploration upside.

Canadian Lithium and Gold Projects

The Company continues to retain a 100% interest in two highly prospective Canadian lithium / gold projects known as the Cyclone Lithium and Gold Project and the K Lithium Project. Both projects are located in the James Bay District, Quebec, Canada. The Cyclone Lithium and Gold Project covers an area of 130km^2. It is prospective for lithium, nickel and gold. The Project abuts the Aquilon Gold Project owned by TSX-V listed Sirios Resources (TSX-V:SOI). The K Lithium Project covers an area of 16km^2 and is considered prospective for lithium, caesium, tantalum and rubidium.

North Fork Rare Earth Project

The North Fork Rare Earth Project was acquired in June 2022 and is located 40 km north-west of Salmon in the Salmon-Challis National Forest, Lemhi County, Idaho. The project includes 526 unpatented mining lode claims covering approximately 45 km^2. The Company has entered into an Exploration Agreement with Option to Purchase with a subsidiary of Iluka that provides for an exclusive two-year period for the subsidiary to complete exploration activities to determine if it wishes to acquire the Project. The two-year period commenced in October 2024.

IMPORTANT INFORMATION AND DISCLAIMERS

NO NEW EXPLORATION INFORMATION

This report contains references to prior exploration results, which have been cross-referenced to previous market announcements made by the Company. There is no new exploration information in this announcement. The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcements.

FORWARD LOOKING STATEMENTS

This report contains 'forward-looking information' that is based on the Company's expectations, estimates and projections as of the date on which the statements were made. This forward-looking information includes, among other things, statements with respect to the Company's business strategy, plans, development, objectives, performance, outlook, growth, cash flow, projections, targets and expectations, mineral reserves and resources, results of exploration and related expenses. Generally, this forward-looking information can be identified by the use of forward-looking terminology such as 'outlook', 'anticipate', 'project', 'target', 'potential', 'likely', 'believe', 'estimate', 'expect', 'intend', 'may', 'would', 'could', 'should', 'scheduled', 'will', 'plan', 'forecast', 'evolve' and similar expressions. Persons reading this announcement are cautioned that such statements are only predictions, and that the Company's actual future results or performance may be materially different. Forward-looking information is subject to known and unknown risks, uncertainties and other factors that may cause the Company's actual results, level of activity, performance, or achievements to be materially different from those expressed or implied by such forward-looking information.

COMPETENT PERSON STATEMENT

The information in this release that relates to Exploration Results is based on information compiled by Mr Fernando Palero. Mr Palero is the chief geologist of Iberian Copper Pty Ltd. Mr Palero is a licensed professional geologist in Spain and is a registered member of the European Federation of Geologists, an accredited organisation to which the Competent Person (CP) under JORC Code Reporting Standards must belong in order to report Exploration Results, Minerals Resources or Ore Reserves through the ASX. Mr Palero has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as a CP as defined in the 2012 edition of the Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC code). Mr Palero consents to the inclusion of this information in the form and context in which they occur.

Megado

MINERALS

megadominerals.com.au

Level 12, 197 St Georges Terrace,
Perth, Western Australia 6000

info@megadominerals.com.au