REACH RESOURCES LTD
A.B.N. 79 097 982 235
AND CONTROLLED ENTITIES
FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2026

Corporate Directory

Board of Directors

Robert Downey
Non-Executive Chairman
Matthew O'Kane
Non-Executive Director
Sam Wright
Non-Executive Director

Solicitors

Steinepreis Paganin
Level 14, QV1 Building
Perth WA 6001

Auditors

In.Corp Audit & Assurance Pty Ltd
Level 1 Lincoln House, 4 Ventnor Avenue
West Perth WA 6005

Company Secretary

Chris Achurch

Share Registry

Automic Registry Services
Level 5, 191 St Georges Terrace
Perth WA 6000
Tel: 1300 288 664

Registered Office

Level 4, 216 St Georges Terrace
Perth WA 6000

Stock Exchange Listing

Australian Securities Exchange
(Home Exchange: Perth Western Australia)
152-158 St George Terrace,
Perth WA 6000
ASX Code: RR1 & RR1OA

Contact Details

Reach Resources Ltd
Level 4, 216 St George Terrace
Perth WA 6000

Tel: +61 8 6268 2641
Email: admin@reachresources.com.au
Website: www.reachresources.com.au

Bankers

National Australia Bank Ltd
Capital Office
100 St Georges Terrace
Perth WA 6000

Contents Page

DIRECTORS' REPORT

Your Directors present their report, together with the financial statements of the Group, being the Company and its controlled entity, for the year ended 30 June 2026.

Principal Activities and Significant Change in Nature of Activities

The principal activities of the Group during the financial year were the exploration and evaluation of mineral resource projects.

There were no significant changes in the nature of the Group's principal activities during the financial year.

Operating Results and Review of Operations for the Year

Operating Results

The (loss) of the Group for the financial year after providing for income tax amounted to:

Year ended 30 June 2026	Year ended 30 June 2025
$	$
(4,440,751)	(950,298)

Review of Operations

The Board of Reach Resources is pleased to report and reflect on a very successful FY 26 with a major focus on the Company's Murchison South Gold project. Following on from the declaration of a new independent Mineral Resource Estimate (MRE) for the Blue Heaven deposit of 681kt @ 2.8 g/t for 61,300 oz Au (Indicated 37.4k Oz @ 2.6 g/t. Inferred 23.9k oz @ 3.1 g/t (ASX Announcement 9 April 2025) and 72kt @ 2.5 g/t for 5,800 oz Au (100% Inferred) for the Pansy deposit (ASX Announcement 13 May 2025), the Company instigated an infill and extensional reverse circulation (RC) drill program to improve resource confidence and grow the resource.

The ~5,000m program was undertaken at Blue Heaven only and resulted in a 30% increase in gold ounces to 80,000 oz Au plus an increase in grade to 3.0 g/t. Overall the new MRE for Blue Heaven now stands at 844kt @ 3.0 g/t for 80,000 oz Au (Indicated 45k oz @ 2.6 g/t, Inferred 35k oz Au @ 3.5 g/t) (ASX Announcement 9 April 2026).

Earlier in March 2026 the Company announced a $3.15M Rights Issue to ensure there were sufficient funds to continue to explore and develop the Murchison South Gold project. Although initial uptake of the offer was limited, the subsequent announcement regarding the Company's investment in the US-based REEcycle Holdings Inc (REEcycle) (April 2026) and deal with Andel Resources on Murchison South (May 2026) ensured that the Shortfall was completely filled.

The progress of REEcycle has been a slow, steady build up but is now considered by the Company to be a potential major financial bonus as we head into calendar year 2027. As announced on 2 April 2026 REEcycle entered into a Letter of Intent to form a de-spac business combination with the Nasdaq listed Hall Chadwick Acquisition Corp. As per the Company's announcement on 2 June 2026 REEcycle advised the market it had entered into a Business Combination Agreement with the transaction valued at US$ 400M which is material for Reach as we currently hold 4.9% equity in REEcycle.

During May the Company announced it had entered into an Option Agreement with Andel Resources, the parent company of a group that owns the Kirkalocka Processing Plant and mining contractor SMS Mining Pty Ltd. As part of that Agreement Andel paid the Company $2M and subscribed for $900k worth of shares in Reach whereby Reach agreed to sign a Right to Mine Agreement (RTM) giving Andel the option to co-sign subject to due diligence and share profits from gold revenue on a 50/50 basis utilizing SMS for mining and their Kirkalocka plant for processing of gold ore. Andel completed its due diligence and exercised its Option to enter into the RTM subsequent to the reporting date. Andel's right to mined under the RTM is subject to satisfaction or waiver of the conditions precedent as outlined in ASX Announcement dated 18 August 2026.

The Company's balance sheet was strengthened further in June by the sale of part of the Company's Gascoyne tenements to Delta Lithium for $400k cash and $400k in Delta shares.

The financial year 2026 was a successful one, proving a robust high grade gold resource at Murchison South and raising ~$6.5M through a Rights Issue and Shortfall, the agreements and capital injection from Andel and sale of non-core assets to Delta Lithium. Reach's investment in REEcycle highlights the potential for further financial success should that deal close later this calendar year/early next.

Competent Person's Statement

Information in this report that relates to exploration results is based on and fairly represents information and supporting documentation prepared and compiled by Mr David Tsiokos, who is a Member of the Australian Institute of Geoscientists and a Member of the Australian Institute of Mining and Metallurgy.

Mr Tsiokos is the geological consultant for Reach Resources Limited. Mr Tsiokos has sufficient experience, which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person, as defined in the 2012 Edition of the Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves. Mr Tsiokos consents to the inclusion in the announcement of the matters based on this information in the form and context in which it appears.

Forward Looking Statements

This report contains forward looking statements concerning the projects owned by Reach Resources Limited. If applicable, statements concerning mining reserves and resources may also be deemed to be forward looking statements in that they involve estimates based on specific assumptions. Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward-looking statements as a result of a variety of risks, uncertainties and other factors. Forward looking statements are based on management's beliefs, opinions and estimates as of the dates the forward looking statements are made and no obligation is assumed to update forward looking statements if these beliefs, opinions, and estimates should change or to reflect other future developments.

Financial Position

The net assets of the Group have decreased by $668,521 at 30 June 2026 to $13,308,106. The decrease was predominantly as a result of the loss on disposal of tenements during the year.

Significant Changes in the State of Affairs

Other than as disclosed in this Annual Report, no significant changes in the state of affairs of the Group occurred during the financial year other than that referred to in the financial statements or notes thereto in the *Review of Operations*.

Dividends Paid or Recommended

No dividends were declared or paid since the start of the financial year. No recommendation for payment of dividends has been made.

Events after the Reporting Date

No matters or circumstances have arisen since the end of the financial year which significantly affect or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years, other than the following:

- On 18 August 2026, Andel Resources Pty Ltd exercised its option under the binding Option Agreement and entered into the RTMM Agreement in respect of the Company's Murchison South project. Following exercise of the option, the $2,000,000 non-refundable option fee recognised as a liability at 30 June 2026 (refer Note 14) was recognised as revenue in the subsequent reporting period (the financial year ending 30 June 2027). The Company and Andel are, at the date of this report, working to satisfy the conditions precedent to fast-track mining at Murchison South.

Future Developments, Prospects and Business Strategies

Likely developments in the operations of the Group and the expected results of those operations in future financial years have not been included in this report, as the inclusion of such information is likely to result in unreasonable prejudice to the Group.

Environmental Issues

The Group is subject to environmental regulations in respect of its exploration activities. Tenements in Western Australia are granted subject to environmental conditions with strict controls on clearing, including a prohibition on the use of mechanised equipment or development without the approval of the relevant government agencies, and with rehabilitation required on completion of exploration activities. These regulations are controlled by the Department of Mines and Petroleum.

Reach Resources Ltd conducts its exploration activities in an environmentally sensitive manner and the Group is not aware of any breaches of statutory conditions or obligations.

Greenhouse gas and energy date reporting requirements

The Directors have considered compliance with both the Energy Efficiency Opportunity Act 2006 and the National Greenhouse and Energy Reporting Act 2007 which require entities to report annual greenhouse gas emissions and energy use. The Directors have assessed that there are no current reporting requirements for the year ended 30 June 2026, however reporting requirements may change in the future.

Information on Current Directors

Robert Downey	CHAIRMAN (Non-Executive)
Qualifications	B.Ed, LLB (Honors)
Experience	Mr Downey is a qualified solicitor who has practised mainly in the areas of international resources law, corporate law and initial public offerings as well as mergers and acquisitions. He has extensive experience as an adviser, founder and director of various ASX, TSX and AIM companies. Mr Downey is currently a partner of Dominion Legal, a boutique law firm in Perth. Mr Downey was appointed to the Board on 20 May 2021.
Interest in shares and options	1,120,000 fully paid ordinary shares, 100,000 options exercisable at $0.015, expiring 15 April 2027, 3,500,000 options exercisable at $0.02, expiring 30 November 2027 and 3,500,000 options exercisable at $0.03, expiring 30 November 2027.
Interest in performance rights	Nil performance rights.
Special responsibilities	Mr Downey is a member of the audit committee.
Directorships held in other listed entities during the three years prior to the current year	Mr Downey is currently a director of Zeotech Limited (ASX: ZEO), Connexion Telematics Ltd (ASX: CXZ), Askari Metals Ltd, Mt Malcolm Mines NL and Everest Metals Corporation Ltd.
Matthew O'Kane	DIRECTOR (Non-Executive)
Qualifications	Bachelor (Econ. Finance), MBA, CPA, Graduate Dip. Mineral Exploration Geoscience (Distinction)
Experience	Mr O'Kane is an experienced mineral industry executive and company director with 25 years' experience in mining, commodities and automotive sectors. Matt has held senior leadership roles in Australia, the USA and Asia, in both developed and emerging markets, from start-up companies through to MNC's. Matt has served on the board of mining companies in Canada, Hong Kong and Australia. During his career Mr O'Kane has worked with companies involved with exploration, development and with producing companies. Mr O'Kane was appointed to the Board on 20 May 2021.
Interest in shares and options	840,000 fully paid ordinary shares, 3,000,000 options exercisable at $0.02, expiring 30 November 2027 and 3,000,000 options exercisable at $0.03, expiring 30 November 2027.
Interest in performance rights	Nil performance rights.
Special responsibilities	Mr O'Kane is a member of the audit committee.
Directorships held in other listed entities during the three years prior to the current year	Mr O'Kane is currently a director of Basin Energy Ltd (ASX: BSN) and Infinity Metals Ltd (ASX: INF). Mr O'Kane was previously a director of Comet Resources Ltd (ASX: CRL) and International Graphite Ltd (ASX: IG6).

Sam Wright	DIRECTOR (Non-Executive)
Qualifications	AFin DipAcc ACIS FAICD ACSI
Experience	Mr Wright is a seasoned corporate advisor with over 20 years' experience in corporate governance, corporate finance and the administration of ASX listed companies. He is a Fellow of the Australian Institute of Company Directors and an associate of the Chartered Institute for Securities and Investment and the Governance Institute of Australia. Mr Wright was appointed to the Board on 30 November 2021.
Interest in shares and options	1,120,000 fully paid ordinary shares and 100,000 options exercisable at \$0.015, expiring 15 April 2027, 3,000,000 options exercisable at \$0.02, expiring 30 November 2027 and 3,000,000 options exercisable at \$0.03, expiring 30 November 2027.
Interest in performance rights	Nil performance rights.
Special responsibilities	Mr Wright is a member of the audit committee.
Directorships held in other listed entities during the three years prior to the current year	Mr Wright is currently a Non-Executive Director and Company Secretary of Structural Monitoring Systems plc (ASX: SMN) and a Non-Executive Director of First Growth Funds (CSE: FGFL). Mr Wright was previously a director of Great Dirt Resources Ltd (ASX: GR8), PharmAust Limited (ASX: PAA) and Buxton Resources Ltd (ASX: BUX).

Company Secretary

Chris Achurch (BCom, CA ANZ) held the position of company secretary during the financial year.

Mr Achurch provides company secretarial, corporate advisory and general consulting services to a number of ASX listed clients. Mr Achurch was appointed Company Secretary on 20 May 2021.

Meetings of Directors

During the financial year, 4 meetings of directors were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	**Number attended**
Robert Downey	4	4
Matthew O'Kane	4	4
Sam Wright	4	4

Indemnifying Officers

In accordance with the constitution, except as may be prohibited by the Corporations Act 2001, every Officer of the Company shall be indemnified out of the property of the Company against any liability incurred by them in their capacity as Officer of the Company or a related corporation in respect of any act or omission whatsoever and howsoever occurring or in defending any proceedings, whether civil or criminal.

As at the date of this report the Company holds Directors and Officers Indemnity insurance. In accordance with a confidentiality clause under the insurance policy, the amount of the premium paid to the insurers for 2026 has not been disclosed. This is permitted under Section 300(9) of the Corporations Act 2001.

Corporate Governance Statement

The Company's 2026 Corporate Governance Statement has been released as a separate document and is located on the Company's website at www.reachresources.com.au

Proceedings on Behalf of Company

No person has applied for leave of Court to bring proceedings on behalf of the Group or intervene in any proceedings to which the Group is a party for the purpose of taking responsibility on behalf of the Group for all or any part of those proceedings. The Group was not a party to any such proceedings during the year.

Non-Audit Services

In.Corp Audit & Assurance Pty Ltd, the Company's auditors, did not provide non-audit services to the Group during the 2026 financial year.

Auditor's Independence Declaration

The auditor's independence declaration for the year ended 30 June 2026 has been received and can be found on page 44 of the financial report.

REMUNERATION REPORT (AUDITED)

Remuneration Policy

The Board as a whole is responsible for considering remuneration policies and packages applicable both to Board members and key management personnel of the Group. Broadly, the Group's remuneration policy is to ensure that any remuneration package properly reflects the person's duties and responsibilities and that it is competitive in attracting, retaining and motivating people of the highest quality.

Fixed Remuneration

Executive Directors and Non-Executive Directors are remunerated by way of a consulting fee and receive a fixed monthly amount for their services. This remuneration package is reviewed annually by the Board.

Performance Linked Remuneration and Entitlements

The Board may from time to time approve cash bonuses and/or options designed to reward or incentivise executives, contractors and staff on such terms and conditions determined appropriate at the time of payment or issue. Often this will be linked to the achievement of Group objectives with a direct link to the creation of shareholder value.

Director Remuneration and Incentives

The Board policy is to remunerate Non-Executive Directors at market rates for time commitment and responsibilities. Independent external advice is sought where required. All securities issued to Directors and related parties must be approved by shareholders. In addition to Directors' fees, it is a policy of the Group that a Director may be paid fees or other amounts as the Board determines where a Director performs special duties or otherwise performs services outside the scope of the ordinary duties of a Director. A Director may also be reimbursed for out of pocket expenses incurred as a result of their directorship or any special duties.

No securities were issued to Directors or key management personnel of the Group since the end of the financial year as remuneration.

Post-Employment Benefits

The Group does not have any scheme relating to retirement benefits for Directors or key management personnel.

Nomination and Remuneration Committee

Currently, the full Board together with the Company Secretary, will consider all Nomination and Remuneration matters. The objective when the Board is convened to consider these matters is to ensure that the Group adopts and complies with remuneration policies that:

- attract, retain and motivate high calibre executives and directors so as to encourage enhanced performance by the Group;
- are consistent with the human resource needs of the Group;
- motivate directors and management to pursue the long-term growth and success of the Group with an appropriate framework; and
- demonstrate a clear relationship between key executive performance and remuneration.

Employment Details of Members of Key Personnel and Other Executives

The following table provides detail of persons who were, during the financial year, members of key management personnel of the Group.

Group Key Management Personnel	Position held as at 30 June 2026 and any change during the year	Proportion of elements of remuneration related to performance			Proportions of elements of remuneration not related to performance	
		Non-salary cash-based incentives %	Shares/Units %	Options/ Rights %	Fixed Salary/Fees %	Total %
Robert Downey	Chairman (Non-Executive) Appointed 20 May 2021	-	-	4	96	100
Mathew O'Kane	Director (Non-Executive) Appointed 20 May 2021	-	-	6	94	100
Sam Wright	Director (Non-Executive) Appointed 30 November 2021	-	-	5	95	100
Jeremy Bower	Chief Executive Officer Appointed 23 March 2022	-	-	1	99	100

The service terms and conditions of key management personnel other than the Chief Executive Officer are not formalised via a contract of employment. The service terms and conditions are not for a fixed term. There is no notice period and no entitlement upon termination.

Service Agreements

On 23 March 2022, the Company entered into an Executive Service Agreement with Mr Jeremy Bower.

Under the Agreement, Mr Bower was engaged by the Company to provide services to the Company in the capacity of Chief Executive Officer.

The material terms of the executive service agreement with Mr Bower are as follows:

1. $200,000 per annum on an FTE basis, plus superannuation. At the reporting date, Mr Bower currently works 5 days per week (100% FTE). Mr Bower's salary was approved by the Board to be increased to $224,000 per annum on an FTE basis, plus superannuation, effective 1 July 2024. On 1 July 2026, Mr Bower's Executive Service Agreement was amended and Mr Bower's salary was increased to $275,000 per annum on an FTE basis, plus superannuation, effective 1 July 2026.
2. There is no fixed term although the Company or Mr Bower may terminate the employment agreement by providing three month's written notice.

Share-based Payments
There were no shares, options or performance rights that were granted as remuneration during the year to key management personnel and other executives.

The following table of payments and benefits details the components of remuneration for each member of the key management personnel of the Group for the financial years ended 30 June 2026 and 30 June 2025.

		Short Term Benefit		Post Employment	Equity-settled share-based payments		
		Salaries & Fees $	Other $	Super-annuation $	Shares $	Options/ Rights(ii) $	Total $
Robert Downey (ii)	**2026**	**63,000**	**-**	**-**	**-**	**2,370**	**65,370**
Chairman	2025	63,000	-	-	-	30,750	93,750
Matthew O'Kane	**2026**	**36,000**	**-**	**-**	**-**	**2,370**	**38,370**
Non-Executive Director	2025	46,000	-	-	-	26,800	72,800
Sam Wright	**2026**	**46,000**	**-**	**-**	**-**	**2,370**	**48,370**
Non-Executive Director	2025	36,000	-	-	-	26,800	62,800
Jeremy Bower (i) (iii)	**2026**	**224,113**	**-**	**26,894**	**-**	**3,378**	**254,385**
Chief Executive Officer	2025	224,508	-	25,862	-	63,000	313,370
Total	**2026**	**369,113**	**-**	**26,894**	**-**	**10,488**	**406,495**
Total	2025	369,508	-	25,862	-	147,350	542,720

There were no long-term, Cash settled share-based payments or termination benefits paid to Key Management Personnel or Other Executives other than what is detailed above.

(i) Per Note 17, performance rights are recognised over multiple periods in accordance with their vesting conditions. Options are fully recognised in the period issued.
(ii) Legal fees of $12,698 (2025: $12,582) were paid to Dominion Legal, a partnership of which Mr Robert Downey is a Director. The amounts paid were on arm's length commercial terms.
(iii) Wages of $12,900 (2025: nil) and superannuation of $1,548 (2025: nil) were paid to Mr Jeremy Bower's son for field support work. The amounts paid were on arm's length commercial terms.

Key Management Personal Shareholdings
The number of ordinary shares in Reach Resources Ltd held by each KMP of the Group during the financial year is as follows:

	Balance at beginning of year	Granted as remuneration during the year	Issued on exercise of options and performance rights during the year	Other changes during the year	Balance on resignation / appointment	Balance at end of year
30 June 2026						
Robert Downey	800,000	-	-	320,000 (i)	-	1,120,000
Matthew O'Kane	600,000	-	-	240,000 (i)	-	840,000
Sam Wright	800,000	-	-	320,000 (i)	-	1,120,000
Jeremy Bower	5,300,000	-	-	6,855,556 (ii)	-	12,155,556
	7,500,000	-	-	7,735,556	-	15,235,556
30 June 2025						
Robert Downey	800,000	-	-	-	-	800,000
Matthew O'Kane	600,000	-	-	-	-	600,000
Sam Wright	800,000	-	-	-	-	800,000
Jeremy Bower	5,300,000	-	-	-	-	5,300,000
	7,500,000	-	-	-	-	7,500,000

(i) Acquired through take up of Rights issue at $0.009 per Share (ASX Announcement 26 March 2026)
(ii) Mr Jeremy Bower acquired 8,675,556 through take up of Rights issue at $0.009 per Share (ASX Announcement 26 March 2026) and sold 1,820,000 Shares on market

Key Management Personal Options Holdings
The number of options over ordinary shares in Reach Resources Ltd held by each KMP of the Group during the financial year is as follows:

	Balance at beginning of year	Granted as remuneration during the year	Exercise of options during the year	Expiration of options during the year	Balance on resignation / appointment	Balance at end of year
30 June 2026						
Robert Downey	7,100,000	-	-	-	-	7,100,000
Matthew O'Kane	6,000,000	-	-	-	-	6,000,000
Sam Wright	6,100,000	-	-	-	-	6,100,000
Jeremy Bower	17,133,334	-	-	(2,000,000)	-	15,133,333
	36,333,334	-	-	(2,000,000)	-	34,333,333
30 June 2025						
Robert Downey	100,000	7,000,000	-	-	-	7,100,000
Matthew O'Kane	-	6,000,000	-	-	-	6,000,000
Sam Wright	100,000	6,000,000	-	-	-	6,100,000
Jeremy Bower	2,133,334	15,000,000	-	-	-	17,133,334
	2,333,334	34,000,000	-	-	-	36,333,334

Key Management Personal Performance Rights Holdings

The number of performance rights in Reach Resources Ltd held by each KMP of the Group during the financial year is as follows:

	Balance at beginning of year	Granted as remuneration during the year	Exercise of performance rights during the year	Lapse of performance rights during the year	Balance on resignation / appointment	Balance at end of year
30 June 2026						
Robert Downey	600,000	-	-	(600,000)	-	-
Matthew O'Kane	600,000	-	-	(600,000)	-	-
Sam Wright	600,000	-	-	(600,000)	-	-
Jeremy Bower	1,000,000	-	-	(1,000,000)	-	-
	2,800,000	-	-	(2,800,000)	-	-
30 June 2025						
Robert Downey	600,000	-	-	-	-	600,000
Matthew O'Kane	600,000	-	-	-	-	600,000
Sam Wright	600,000	-	-	-	-	600,000
Jeremy Bower	1,000,000	-	-	-	-	1,000,000
	2,800,000	-	-	-	-	2,800,000

End of Audited Remuneration Report

This Report of the Directors, incorporating the Remuneration Report, is signed in accordance with a resolution of the Board of Directors.

Robert Downey

Chairman

Dated 22 September 2026

DIRECTORS' DECLARATION

The Directors of the Company declare that, in the opinion of the Directors:

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

- (i) giving a true and fair view of the consolidated statement of financial position as at 30 June 2026 and of the performance for the year then ended on that date of the Consolidated Entity; and

- (ii) complying with Australian Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements.

(b) The financial statements and notes thereto comply with International Financial Reporting Standards, as disclosed in Note 1.

(c) The Directors have been given the declarations required by s.295A of the *Corporations Act 2001*.

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

(e) There are reasonable grounds to believe that Reach Resources Ltd will be able to pay its debts as and when they become due and payable; and

(f) The remuneration disclosures included in the Director's Report (as part of the audited Remuneration Report), for the year ended 30 June 2026, comply with section 300A of the Corporations Act 2001.

Signed in accordance with a resolution of the Directors made pursuant to s.295(5) of the *Corporations Act 2001*.

Robert Downey
Chairman

Dated this 22 September 2026

Consolidated Statement of Profit or Loss and Other Comprehensive Income for the year ended 30 June 2026

	Note	Consolidated Entity 2026 $	Consolidated Entity 2025 $
Revenue			
Interest income		84,837	230,031
		84,837	**230,031**
Loss on disposal of tenements	12	(3,386,259)	-
Loss on fair value of financial instruments	11	(98,630)	-
Employee benefits expenses	3	(407,738)	(408,826)
Depreciation expenses		(9,310)	(11,979)
Occupancy expenses		(24,000)	(24,000)
Administration expenses		(492,138)	(550,191)
Tenements surrendered		(94,999)	(22,283)
Share based payments expenses		(12,514)	(163,050)
(Loss) before income tax		(4,440,751)	(950,298)
Income tax expense	5	-	-
(Loss) after income tax		(4,440,751)	(950,298)
Other Comprehensive Income		-	-
Total Comprehensive Income Attributable to Members of Reach Resources Ltd		**(4,440,751)**	**(950,298)**
Earnings per share for (loss) attributable to the ordinary equity holders of the Company			
Basic earnings per share for (loss) (cents per share)	6	(0.488)	(0.109)
Diluted earnings per share for (loss) (cents per share)	6	(0.488)	(0.109)

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	Consolidated Entity 2026 $	Consolidated Entity 2025 $
Current Assets			
Cash and cash equivalents	7	4,531,511	3,271,919
Financial assets – term deposits		2,000,000	-
Financial assets at fair value through profit and loss	11	301,370	-
Trade and other receivables	9	79,880	61,287
Total Current Assets		**6,912,761**	**3,333,206**
Non-Current Assets			
Plant and equipment	10	34,471	43,781
Exploration assets	12	8,815,158	10,848,785
Total Non-Current Assets		8,849,629	10,892,566
Total Assets		**15,762,390**	**14,225,772**
Current Liabilities			
Trade and other payables	14	2,420,799	222,690
Provision for employee entitlements	15	33,485	26,455
Total Current Liabilities		**2,454,284**	**249,145**
Total Liabilities		**2,454,284**	**249,145**
Net Assets		**13,308,106**	**13,976,627**
Equity			
Issued equity	16	32,650,920	28,891,204
Reserves	16	525,674	573,327
Accumulated losses		(19,868,488)	(15,487,904)
Total Equity		**13,308,106**	**13,976,627**

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

Consolidated Statement of Changes in Equity for the year ended 30 June 2026

Consolidated Entity

	Issued Equity	Performance Rights Reserve	Options Reserve	Accumulated Losses	Total Equity
	$	$	$	$	$
Balance at 1 July 2024	**28,891,204**	**34,486**	**297,591**	**(14,537,606)**	**14,685,675**
Options issued during the year	-	-	238,750	-	238,750
Performance rights vesting during the year	-	16,500	-	-	16,500
Performance rights forfeited during the year	-	(14,000)	-	-	(14,000)
Comprehensive income for the year					
Loss for the year	-	-	-	(950,298)	(950,298)
Total Comprehensive Income for the Year	**-**	**-**	**-**	**(950,298)**	**(950,298)**
Balance at 30 June 2025	**28,891,204**	**36,986**	**536,341**	**(15,487,904)**	**13,976,627**
Balance at 1 July 2025	**28,891,204**	**36,986**	**536,341**	**(15,487,904)**	**13,976,627**
Shares issued during the year	4,047,953	-	-	-	4,047,953
Shares issued through exercise of options	1,000	-	-	-	1,000
Options expired during the year	-	-	(10,667)	10,667	-
Performance rights vesting during the year	-	12,514	-	-	12,514
Performance rights lapsed during the year	-	(49,500)	-	49,500	-
Transaction costs	(289,237)	-	-	-	(289,237)
Comprehensive income for the year					
Loss for the year	-	-	-	(4,440,751)	(4,440,751)
Total Comprehensive Income for the Year	**-**	**-**	**-**	**(4,440,751)**	**(4,440,751)**
Balance at 30 June 2026	**32,650,920**	**-**	**525,674**	**(19,868,488)**	**13,308,106**

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

Consolidated Statement of Cash Flows for the year ended 30 June 2026

	Note	Consolidated Entity 2026 $	Consolidated Entity 2025 $
Cash Flows from Operating Activities			
Option fee received		2,000,000	-
Payments to suppliers and employees		(656,529)	(1,016,097)
Interest received		79,412	230,031
Net Cash Provided by / (Used in) Operating Activities	7b	1,422,883	(786,066)
Cash Flows from Investing Activities			
Proceeds from sale of tenements		400,000	-
Payments for term deposit placement		(2,000,000)	-
Payments for exploration and evaluation		(2,323,007)	(1,952,412)
Net Cash Used in Investing Activities		(3,923,007)	(1,952,412)
Cash Flows from Financing Activities			
Proceeds from shares issued		4,047,953	-
Proceeds from options issued		-	200
Proceeds from exercise of options		1,000	-
Cost of shares issued		(289,237)	(634)
Cost of options issued		-	(3,733)
Net Cash Provided by / (Used in) Financing Activities		3,759,716	(4,167)
Net Increase / (Decrease) in Cash Held		1,259,592	(2,742,645)
Cash and Cash Equivalents at the Beginning of the Financial Year		3,271,919	6,014,564
Cash and Cash Equivalents at the End of the Financial Year	7a	**4,531,511**	**3,271,919**

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

Notes to the Consolidated Financial Statements for the year ended 30 June 2026

1 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies that are material in the preparation of the financial statements are set out below. The accounting policies adopted are consistent with those of the previous financial year, unless otherwise stated. This financial report of Reach Resources Ltd ('the Company'), for the year ended 30 June 2026 comprises the Company and its subsidiaries (collectively referred to as 'the Consolidated Entity' or 'Group'). Reach Resources Ltd is a company limited by shares incorporated in Australia whose shares are publicly traded on the Australian Securities Exchange. The financial report was authorised for issue in accordance with a resolution of Directors dated 22 September 2026.

New, revised or amending Accounting Standards and Interpretations adopted

The Consolidated Entity has adopted all of the new, revised or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are mandatory for the current reporting period.

New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the Consolidated Entity for the annual reporting period ended 30 June 2026. The Consolidated Entity has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

AASB 18 Presentation and Disclosure in Financial Statements

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

Basis of Preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board, Australian Accounting Interpretations and the *Corporations Act 2001*. Reach Resources Ltd is a for-profit entity for the purposes of preparing the financial statements.

The consolidated financial statements of Reach Resources Ltd also comply with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board.

Historical Cost Convention

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss and other comprehensive income.

Critical Accounting Estimates

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 2.

1 MATERIAL ACCOUNTING POLICY INFORMATION continued

Income Tax

The Consolidated Entity adopts the liability method of tax-effect accounting whereby the income tax expense is based on the profit adjusted for any non-assessable or disallowed items.

Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the Consolidated Statement of Profit or Loss and Other Comprehensive Income except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the Consolidated Entity will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of returns, trade allowances and amounts collected on behalf of third parties. Revenue is recognised for major business activities as follows:

(i) Interest Income

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

(ii) Other Services

Other services are recognised at the amount receivable and are due for settlement within 30 days from the end of the month in which services were provided.

(ii) Farm-Out Arrangements

On entering into a farm-out agreement the Group records cash and non-cash consideration received against the carrying amount, with any excess included as a gain in profit or loss.

The Group does not record exploration expenditures on the tenement made by the farmee.

Notes to the Consolidated Financial Statements for the year ended 30 June 2026

1 MATERIAL ACCOUNTING POLICY INFORMATION continued

Exploration and Evaluation Expenditure

Exploration and evaluation expenditure incurred is accumulated in respect of each identifiable area of interest. These costs are only carried forward to the extent that they are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage which permits reasonable assessment of the economically recoverable reserves.

Accumulated costs in relation to an abandoned area are written off in full against operating results in the year in which the decision to abandon the area is made. When production commences the accumulated costs for the relevant area of interest are classified as development costs and amortised over the life of the project area according to the rate of depletion of the economically recoverable reserves.

Where independent valuations of areas of interest have been obtained, these are brought to account. Subsequent expenditure on re-valued areas of interest is accounted for in accordance with the above principles. A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

At 30 June 2026 the Directors considered that the carrying value of the mineral tenement interests of the Consolidated Entity was as shown in the Consolidated Statement of Financial Position and there have been no indicators of impairment in accordance with AASB 6.

Share-Based Payments

The fair value of options and performance rights granted to Directors and executives is recognised as an employee benefit expense with a corresponding increase in equity. The fair value is measured at grant date and recognised over the period during which the Directors and/or executives become unconditionally entitled to the options. Where options or performance rights are issued to consultants the fair value of the options or performance rights given is valued by the market value of the service being provided.

The fair value at grant date is independently determined using an option pricing model that takes into account the exercise price, the term of the option, the vesting and performance criteria, the impact of dilution, the non-tradeable nature of the option, the share price at grant date and expected price volatility of the underlying share, the expected divided yield and the risk-free interest rate for the term of the option or performance rights.

Notes to the Consolidated Financial Statements for the year ended 30 June 2026

1 MATERIAL ACCOUNTING POLICY INFORMATION continued

Impairment of Assets

The ultimate recoupment of the value of exploration and evaluation assets is dependent on successful development and commercial exploitation, or alternatively, sale of the underlying mineral exploration properties. The Company undertakes a comprehensive periodic review for indicators of impairment of these assets. Where impairment indicators are noted, there is significant estimation and judgement in determining the inputs and assumptions used in determining the recoverable amounts.

Provisions

Provisions are recognised when the Consolidated Entity has a present legal or constructive obligation as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated.

Comparative Figure

When required by accounting standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

2 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and the best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained externally and within the Group.

Key Judgment – Exploration and Evaluation Expenditure

The Group’s policy for exploration and evaluation requires management to make certain assumptions as to future events and circumstances. Any such estimates and assumptions may change as new information becomes available. If, after having capitalised exploration and evaluation expenditure, management concludes that the capitalised expenditure is unlikely to be recovered by future sale or exploitation, then the relevant capitalised amount will be written off.

Notes to the Consolidated Financial Statements for the year ended 30 June 2026

3 EMPLOYEE BENEFITS EXPENSE

	Consolidated Entity	
	2026	**2025**
	$	**$**
Employee benefits expenses		
Employee superannuation expenses	27,738	29,037

4 SEGMENT INFORMATION

The Consolidated Entity operates in a single business segment being mineral exploration in Australia.

The Company is domiciled in Australia. All revenue from external parties is generated from Australia only. All the assets are located in Australia.

5 INCOME TAX EXPENSE

5a Reconciliation of income tax expense to prima facie tax payable:

	2026	2025
(Loss) before income tax	(4,440,751)	(950,298)
Prima facie income tax at 30.0% (2025: 30.0%)	(1,332,225)	(285,089)
Non-allowable items		
Fair value adjustment	29,589	-
Allowable items		
Capital raising costs	(84,556)	(151,781)
Exploration expenditure	(674,289)	(586,973)
Tax losses not brought to account	2,061,481	1,023,843
	-	-
Net Deferred Tax Assets	**7,911,668**	**6,422,292**

Deferred tax assets have not been recognised in respect of these items because it is not probable that future taxable profit will be available against which the company can utilise the benefits.

Notes to the Consolidated Financial Statements for the year ended 30 June 2026

5 INCOME TAX EXPENSE continued

5b Unrecognised temporary differences

The potential tax benefit will only be obtained if the relevant company derives future assessable income of a nature and an amount sufficient to enable the benefit to be realised; and

(i) the relevant company continues to comply with the conditions for deductibility imposed by the law; and
(ii) no changes in tax legislation adversely affect the relevant company in realising the benefit.

6 EARNINGS PER SHARE FOR (LOSS)

	2026 Cents Per Share	2025 Cents Per Share
Basic earnings per share for (loss)	(0.488)	(0.109)
Diluted earnings per share for (loss)	(0.488)	(0.109)

	2026 $	2025 $
The earnings per share for (loss) for the year and the weighted average number of ordinary shares used in the calculation of basic (loss) per share are as follows:		
(Loss) for the year after income tax	(4,440,751)	(950,298)

	2026 No.	2025 No.
Weighted average number of ordinary shares for the purposes of basic earnings per share	909,160,712	874,431,349
Weighted average number of options outstanding	439,581,758	431,210,183

7 CASH AND CASH EQUIVALENTS

7a Reconciliation of Cash

For the purposes of the Consolidated Statements of Cash Flows, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts. Cash at the end of the financial year as shown in the Consolidated Statement of Cash Flows is reconciled to the related items in the Consolidated Statement of Financial Position as follows:

	Consolidated Entity	
	2026 $	2025 $
Cash and short term deposits	**4,531,511**	**3,271,919**

Notes to the Consolidated Financial Statements for the year ended 30 June 2026

7 CASH AND CASH EQUIVALENTS continued

7b Reconciliation of Net Cash used In Operating Activities to Operating (Loss) after Income Tax

	Consolidated Entity 2026 $	Consolidated Entity 2025 $
(Loss) for the year	(4,440,751)	(950,298)
Adjustments for non-cash items		
Tenements surrendered	94,999	22,283
Depreciation expense	9,310	11,979
Loss on sale of tenements	3,386,259	-
Fair value adjustment on financial assets	98,630	-
Share based payments expense	12,514	163,050
Share based payment – in lieu of consulting fees	-	78,000
Change in assets and liabilities during the financial year:		
Receivables	(18,593)	719
Payables	2,280,515	(111,799)
Net cash inflow / (outflow) from operating activities	**1,422,883**	**(786,066)**

8 FINANCIAL RISK MANAGEMENT

The Consolidated Entity's activities expose it to a variety of financial risks: market risk, credit risk, liquidity risk and cash flow interest rate risk. The consolidated entity's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Consolidated Entity.

The totals for each category of financial instruments, measured in accordance with AASB 139 (Financial Instruments: Recognition and Measurement) as detailed in the accounting policies to these financial statements, are as follows:

	Note	Consolidated Entity 2026 $	Consolidated Entity 2025 $
Financial Assets			
Cash and cash equivalents	7	4,531,511	3,271,919
Financial assets – term deposits		2,000,000	-
Financial assets (shares held in ASX:DLI)	11	301,370	-
Trade and other receivables	9	79,880	61,287
Total Financial Assets		**6,912,761**	**3,333,206**
Financial Liabilities			
Trade and other payables	14	2,420,799	222,690
Total Financial Liabilities		**2,420,799**	**222,690**

Risk management is carried out by the Board of Directors, who identify, evaluate and manage financial risk as they consider appropriate.

8a Market Risk

(i) Cash Flow Interest Rate Risk

Refer to (d) below.

Notes to the Consolidated Financial Statements for the year ended 30 June 2026

8 FINANCIAL RISK MANAGEMENT continued

8b Credit Risk

The Group does not have any significant concentrations of credit risk. Credit risk is managed by the Board and arises from cash and cash equivalents as well as credit exposure including outstanding receivables and committed transactions.

All cash balances held at banks are held at internationally recognised institutions. The majority of receivables are immaterial to the Group. Given this, the credit quality of financial assets that are neither past due or impaired can be assessed by reference to historical information about default rates. The maximum exposure to credit risk at reporting date is the carrying amount of the financial assets as summarised at the start of Note 8. Financial assets that are neither past due and not impaired are as follows:

	Consolidated Entity	
	2026	**2025**
	$	**$**
Cash and cash equivalents		
'AA' S&P rating	4,531,511	3,271,919
Financial assets – term deposits		
'AA' S&P rating	2,000,000	-

8c Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and, the availability of funding through the ability to raise further equity or through related party entities. Due to the dynamic nature of the underlying businesses, the Board aims at maintaining flexibility in funding through management of its cash resources.

The Group has normal trade and other payables incurred in the general course of business.

The Group also manages liquidity risk by maintaining adequate reserves and banking facilities and by continuously monitoring forecast and actual cash flows and matching maturity profiles of financial assets and financial liabilities.

8d Cash Flow Risk

As the Group has interest-bearing assets in the form of cash, the Group's income and operating cash flows are exposed to changes in market interest rates.

Based on the year-end balances, a 1% increase in interest rates would have decreased the consolidated loss by $65,315 (2025: Loss $32,719) and increased the cash balances by the corresponding amount. There were no other amounts included in Net Assets subject to material interest rate risks.

9 TRADE AND OTHER RECEIVABLES

	Consolidated Entity	
	2026	**2025**
	$	**$**
Prepayments	59,301	14,975
GST refundable	-	46,312
Accrued interest	5,424	-
Other receivables	15,155	-
	79,880	**61,287**

No receivables are impaired or past due but not impaired. Refer to Note 8 for Financial Risk considerations. The carrying value of all receivables approximates their fair value.

10 PLANT AND EQUIPMENT

	Consolidated Entity	
	2026	**2025**
	$	**$**
Plant and Equipment		
Cost	76,540	76,540
Accumulated depreciation	(42,069)	(32,759)
Net book amount	**34,471**	**43,781**
Plant and Equipment		
Opening net book amount	43,781	55,760
Depreciation charge	(9,310)	(11,979)
Closing net book amount	**34,471**	**43,781**

11 FINANCIAL ASSETS

	Consolidated Entity	
	2026	**2025**
	$	**$**
Investments at fair value through profit or loss and other comprehensive income		
REEcycle Holdings Inc (formerly REEgenerate Pty Ltd)		
Investment in REEcycle Holdings Inc (formerly REEgenerate Pty Ltd) (i)	1,867,500	1,867,500
Provision for impairment	(1,867,500)	(1,867,500)
Listed shares		
Listed shares – Delta Lithium Ltd (ASX:DLI)	301,370	-
	301,370	**-**
Movements		
Listed shares		
Balance at 1 July		-
Consideration received from disposal of tenements (refer Note 12)	400,000	-
Fair value adjustment	(98,630)	-
Balance at 30 June	**301,370**	**-**

(i) The Company maintains its investment in REEcycle Holdings Inc., a North American rare earth elements (REE) recycling company focused on the recovery of rare earths from end-of-life neodymium magnets. No additional investment has been made by the Company during the financial year ended 30 June 2026.

On 2 June 2026, Reach noted the announcement released by Hall Chadwick Acquisition Corp (Nasdaq: HCACU) and REEcycle Holdings Inc regarding entry into a definitive Business Combination Agreement (BCA). Reach currently holds approximately 4.9% of the share capital of REEcycle and was not a party to, or involved in the negotiation of, the BCA. The transaction values REEcycle at a total equity value of US$400 million, with the combined company expected to be well-capitalised with a minimum of US$40 million in unrestricted cash upon closing. Upon closing, REEcycle is expected to list on the Nasdaq Stock Market. The BCA remains subject to customary closing conditions, including HCAC shareholder approval and effectiveness of the SEC registration statement.

Notes to the Consolidated Financial Statements for the year ended 30 June 2026

12 EXPLORATION & EVALUATION

	Consolidated Entity	
	2026	**2025**
	$	**$**
Balance at beginning of year	10,848,785	8,892,204
Exploration expenditure capitalised	2,247,631	1,978,864
Tenements sold (i)	(4,186,259)	-
Tenements surrendered	(94,999)	(22,283)
	8,815,158	**10,848,785**

(i) On 11 March 2024, the Company announced it had entered into an ‘Earn-in and Joint Venture Agreement, Morrissey Hill and Camel Hill Lithium Project’ (the “Agreement”), with Electrostate Malinda Pty Ltd, a wholly owned subsidiary of Delta Lithium Ltd (ASX: DLI) (“Delta”).

On 16 June 2026, Reach announced it received an additional $800,000 (half cash, half shares) from the sale of non-core assets which were subject to the earn-in and joint venture agreement with Electrostate Malinda Pty Ltd, a wholly owned subsidiary of Delta Lithium (ASX: DLI). Consideration comprised $400,000 cash and $400,000 in fully paid ordinary Delta Lithium shares, calculated using the 30-day VWAP prior to the execution date. Cash was received on 22 June 2026 and 1,826,484 ordinary shares in DLI were allotted on 22 June 2026. The joint venture agreement has now been terminated, and each party released from all claims and obligations under the agreement. The sale removes future expenditure commitments and holding costs associated with the non-core tenements.

13 Right to Mine and Milling Agreement ("RTMM Agreement")

Right to Mine and Milling Agreement ("RTMM Agreement") for Murchison South Gold Project (M59/769 – Blue Heaven)

On 18 May 2026, Reach announced it had entered into a binding option agreement with Andel Resources Pty Ltd, granting Andel an exclusive option to enter into a Right to Mine and Milling (RTMM) Agreement over the Murchison South Gold Project, relating to M59/769 (Blue Heaven) only. Andel's subsidiary, Gylden Resources Pty Ltd, operates the Kirkalocka Mill, located approximately 75km from Murchison South, and is proposed to process ore from the Project under the RTMM Agreement, which provides for a 50/50 share of net project profits on an at-cost, open-book basis. Andel will fully fund pre-mining, mining, haulage and processing costs upfront, with repayment from gold revenue.

In consideration for the option, Andel agreed to pay Reach a non-refundable A$2 million option fee (which was paid on 5 June 2026) and also agreed to subscribe for 100,000,000 shares (approximately 9.4% of Reach's issued capital) at $0.009 per share, raising $900,000 (shares issued on 12 June 2026).

Andel have 180 days to complete due diligence. The RTMM Agreement will become effective upon completion or waiver of the condition's precedent, and Andel's exercise of its option. They key commercial terms of the RTMM, and conditions precedent to completion are outlined in the Company's ASX Announcement dated 18 May 2026. On 18 August 2026, the Company announced that Andel Resources Pty Ltd had exercised its option under the binding RTMM Option Agreement.

The Agreement retains flexibility for Reach to include M59/786 and M59/790 in the arrangement at a later date, or to fund or divest those tenements separately.

14 TRADE AND OTHER PAYABLES

	Consolidated Entity	
	2026 **$**	**2025** **$**
Trade payables	197,703	222,690
Net GST payable	223,096	-
Option fee (i)	2,000,000	-
	2,420,799	**222,690**

(i) $2M non-refundable option fee. On 18 August 2026, the Company announced that Andel Resources Pty Ltd had exercised its option under the binding Option Agreement and entered into the RTMM Agreement. The Company and Andel are at the date of this report, working to satisfy the conditions precedent to fast-track mining at Murchison South.

As the option remained unexercised at 30 June 2026, the $2,000,000 non-refundable option fee received has been recognised as a liability (Option fee) as at that date. Following the exercise of the option by Andel Resources Pty Ltd on 18 August 2026, the Company's performance obligation was satisfied and the $2,000,000 has accordingly been recognised as revenue in the subsequent reporting period (the financial year ending 30 June 2027).

15 PROVISION FOR EMPLOYEE ENTITLEMENTS

	Consolidated Entity 2026 $	Consolidated Entity 2025 $
Provision for annual leave	33,485	26,455
	33,485	**26,455**

16 ISSUED EQUITY AND RESERVES

16a Issued Equity

	Consolidated Entity 2026 $	Consolidated Entity 2025 $
Issued Equity at the beginning of the financial year	28,891,204	28,891,204
Share issue: 28 Apr 2026: Placement	825,855	-
Share issue: 12 Jun 2026: Placement	3,222,098	-
Share issue: 17 Jun 2026: Exercise of options	1,000	-
Share issue costs	(289,237)	-
At the End of the Financial Year	**32,650,920**	**28,891,204**

16b Share capital

	2026 No. Shares	2025 No. Shares
Ordinary Shares		
At the beginning of the financial year	874,431,349	874,431,349
Issued: 28 Apr 2026	91,761,613	-
Issued: 12 Jun 2026	358,010,927	-
Issued: 17 Jun 2026	66,666	-
At the End of the Financial Year	**1,324,270,555**	**874,431,349**

The value of shares issued for the settlement of services or acquisitions is based on the fair value of the service or acquisition provided as determined by the Directors.

Ordinary shares have the right to receive dividends as declared and, in the event of winding up the company, to participate in the proceeds from the sale of all surplus assets in proportion to the number of and amounts paid up on shares held. Ordinary shares entitle their holder to one vote, either in person or by proxy, at a meeting of the Company.

16 ISSUED EQUITY AND RESERVES continued

	Consolidated Entity	
	2026	**2025**
	$	**$**
16c Reserves		
Performance Rights Reserve		
Performance Rights Reserve at the beginning of the financial year	36,986	34,486
Performance rights forfeited: 1 Jul 24	-	(14,000)
Performance rights lapsed: 17 Apr 2026	(49,500)	-
Performance rights vesting: 30 Jun (i)	12,514	16,500
At the End of the Financial Year	**-**	**36,986**
Options Reserve		
Options Reserve at the beginning of the financial year	536,341	297,591
Options expired: 4 Aug 2025	(667)	-
CEO Options expired: 17 Apr 2026	(10,000)	-
Options issue: 16 Dec 2024	-	102,050
Options issue: 24 Feb 2025	-	58,500
Options issue: 2 Apr 2025	-	78,200
At the End of the Financial Year	**525,674**	**536,341**
Total Reserves	**525,674**	**573,327**

(i) Per Note 17, performance rights are recognised over multiple periods in accordance with their vesting conditions.

16d Options

	2026	**2025**
	No. Options	**No. Options**
Options		
At the beginning of the financial year	469,407,443	405,407,443
Number of options issued during the year	-	64,000,000
Number of options exercised during the year	(66,666)	-
Number of options expired during the period	(34,433,359)	-
At the End of the Financial Year	**434,907,418**	**469,407,443**

Notes to the Consolidated Financial Statements for the year ended 30 June 2026

16 ISSUED EQUITY AND RESERVES continued

16d Options continued

Movement in Listed Options

Options Expiring on or Before	Exercise Price	Balance at 1 Jul 2025	Issued	Exercised	Expired	Balance at 30 Jun 2026
15 Apr 2027	$0.015	365,974,084	-	(66,666)	-	365,907,418
		365,974,084	-	(66,666)	-	365,907,418

Movement in Unlisted Options

Options Expiring on or Before	Exercise Price	Balance at 1 Jul 2025	Issued	Exercised	Expired	Balance at 30 Jun 2026
17 Apr 2026	$0.075	1,000,000	-	-	(1,000,000)	-
17 Apr 2026	$0.10	1,000,000	-	-	(1,000,000)	-
4 Aug 2025	$0.05	32,433,359	-	-	(32,433,359)	-
31 Dec 2026	$0.037	5,000,000	-	-	-	5,000,000
30 Nov 2027	$0.02	22,000,000	-	-	-	22,000,000
30 Nov 2027	$0.03	22,000,000	-	-	-	22,000,000
1 Apr 2028	$0.02	10,000,000	-	-	-	10,000,000
1 Apr 2028	$0.03	10,000,000	-	-	-	10,000,000
		103,433,359	-	-	(34,433,359)	69,000,000

16e Performance rights

	2026 No. Performance Rights	2025 No. Performance Rights
Performance Rights		
At the beginning of the financial year	3,400,000	4,800,000
Number of performance rights lapsed during the year	(3,400,000)	-
Number of performance rights forfeited during the year	-	(1,400,000)
At the End of the Financial Year	**-**	**3,400,000**

Movement in Performance Rights

Performance Rights	Expiry Date	Balance at 1 Jul 2025	Expired	Balance at 30 Jun 2026
Tranche B ($50m Market Cap)	17 Apr 2026	3,400,000	(3,400,000)	-
		3,400,000	(3,400,000)	-

Notes to the Consolidated Financial Statements for the year ended 30 June 2026

16 ISSUED EQUITY AND RESERVES continued

16f Capital Risk Management

The Group's objectives when managing capital are to safeguard their ability to continue as a going concern, so that they can continue to provide returns to shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Group may issue new shares, pay dividends or return capital to shareholders.

Capital is calculated as 'equity' as shown in the Consolidated Statement of Financial Position, and is monitored on the basis of funding current activities.

17 SHARE-BASED PAYMENTS

17a Share based payments to unrelated parties

Options

There were no options issued to unrelated parties during the financial year ended 30 June 2026.

On 16 December 2024, the Company issued 3,000,000 unlisted options exercisable at $0.02 and expiring on 30 November 2027 and 3,000,000 unlisted options exercisable at $0.03 and expiring on 30 November 2027 to the Company Secretary (or his respective nominees) as remuneration for his service as Company Secretary of the Company under the Employee Incentive Share Plan.

On 16 December 2024, the Company issued 1,000,000 unlisted options exercisable at $0.02 and expiring on 30 November 2027 and 1,000,000 unlisted options exercisable at $0.03 and expiring on 30 November 2027 to the Exploration Manager (or his respective nominees) as remuneration for his service as Exploration Manager of the Company under the Employee Incentive Share Plan.

On 16 December 2024, the Company issued 1,000,000 unlisted options exercisable at $0.02 and expiring on 30 November 2027 and 1,000,000 unlisted options exercisable at $0.03 and expiring on 30 November 2027 to the Accountant (or his respective nominees) as remuneration for his service as Accountant of the Company under the Employee Incentive Share Plan.

17b Share based payments to related parties

Options

There were no options issued to related parties during the financial year ended 30 June 2026.

On 16 December 2024, the Company issued a total of 9,500,000 unlisted options exercisable at $0.02 and expiring on 30 November 2027 and a total of 9,500,000 unlisted options exercisable at $0.03 and expiring on 30 November 2027 to Messrs Robert Downey, Matthew O'Kane and Sam Wright (or their respective nominees) as remuneration for their service as directors of the Company under the Employee Incentive Share Plan.

These share-based payments to directors were approved at the Annual General Meeting of the Company held on 21 November 2024.

On 24 February 2025, the Company issued 7,500,000 unlisted options exercisable at $0.02 and expiring on 30 November 2027 and 7,500,000 unlisted options exercisable at $0.03 and expiring on 30 November 2027 to Mr Jeremy Bower (or his respective nominees) as remuneration for his service as CEO of the Company under the Employee Incentive Share Plan.

Notes to the Consolidated Financial Statements for the year ended 30 June 2026

17 SHARE-BASED PAYMENTS continued

17c Options

	Consolidated Group							
	2026				**2025**			
	Number of Options	Weighted Average Fair Value $	Weighted Average Ex Price $	Weighted Average Remaining Life	Number of Options	Weighted Average Fair Value $	Weighted Average Ex Price $	Weighted Average Remaining Life
Outstanding at beginning of the year	46,000,000	0.004	0.028	2.5	2,000,000	0.005	0.088	1
Granted	-	-	-	-	44,000,000	0.004	0.025	2.5
Forfeited	-	-	-	-	-	-	-	-
Exercised	-	-	-	-	-	-	-	-
Expired	(2,000,000)	0.005	0.088	-	-	-	-	- -
Outstanding at year end	44,000,000	0.004	0.025	1.5	46,000,000	0.004	0.028	2.5
Exercisable at year-end	44,000,000	0.004	0.025	1.5	46,000,000	0.004	0.028	2.5

The range of the exercise prices at 30 June 2026 is $0.02 to $0.03 (2025: $0.10 to $0.10)

The weighted average fair value of the options granted during financial year was $nil (2025: $0.0036).

This price for the options was calculated using the Black-Scholes option pricing model applying the following inputs:

	Director Options	CEO Options	Unrelated Party Options
Weighted average exercise price	$0.025	$0.025	$0.025
Weighted average life of the option	3 years	3 years	3 years
Underlying share price	$0.009	$0.009	$0.0074
Expected share price volatility	100.0%	100.0%	100.0%
Risk free interest rate	4.074%	3.908%	4.074%

Historical volatility has been the basis for determining expected share price volatility as it is assumed that this is indicative of future tender, which may not eventuate.

The life of the option is based on the historical exercise patterns, which may not eventuate in the future.

Included under share-based payments expenses in the consolidated statement of profit or loss is $12,514 (2025: $163,050).

17d Options issued to consultants

On 2 April 2025, the Company issued 10,000,000 unlisted options exercisable at $0.02 and expiring on 1 April 2028 and 10,000,000 unlisted options exercisable at $0.03 and expiring on 1 April 2028 in settlement of corporate consulting services in lieu of cash. The fair value per Option issued was $0.0043 and $0.0035 respectively on the date of issue (calculated using the Black Scholes method – share price of $0.009, risk-free interest rate of 3.37% and volatility of 100%), the total values of $43,000 and $35,000 respectively.

17 SHARE-BASED PAYMENTS continued

17e Performance rights

There were no performance rights issued to directors, employees and consultants during the financial year (2025: nil).

There were 3,400,000 performance rights on issue to directors, employees and consultants during the financial year which are detailed below.

Performance Rights	Quantity	Issue Date	Expiry Date	Recipient
Tranche B ($50m Market Cap) 1 (i)	1,800,000	14 April 2023	17 April 2026	Directors
Tranche B ($50m Market Cap) 1 (i)	1,600,000	14 April 2023	17 April 2026	CEO and Company Secretary

1. Tranche B ($50m Market Cap) performance rights will vest upon the Company having a market capitalisation of at least $50,000,000 over 20 consecutive days on which the Company's shares have actually traded and expire 3 years from the date of issue.

The fair value of the market based performance rights on issue during the financial year are determined using a trinomial options pricing model with the following inputs.

Performance Rights	Quantity	Grant Date	Share price at Grant Date	Expiry Date	Risk Free Interest Rate	Volatility	Fair Value Estimate at Grant Date(i)	Value Recognised During Year	Value Recognised in Future Years
Tranche B ($50m Market Cap) (i)	1,800,000	5 April 2023	$0.0225	17 April 2026	3.00%	100%	$0.0155	$7,109	Nil
Tranche B ($50m Market Cap) (i)	1,600,000	31 March 2023	$0.020	17 April 2026	3.00%	100%	0.0135	$5,405	Nil

(i) Tranche B ($50m Market Cap) performance rights expired on 17 April 2026.

18 PARENT ENTITY INFORMATION

18a Summary Financial Information

The following information relates to the parent entity, Reach Resources Limited, at 30 June 2026. The information presented here has been prepared using accounting policies consistent with those presented in Note 1.

	Parent	
Financial Position	**2026 $**	**2025 $**
Assets		
Current assets	15,611,143	10,374,562
Total assets	**15,774,328**	**14,247,707**
Liabilities		
Current liabilities	2,448,208	242,060
Total liabilities	**2,448,208**	**242,060**
Equity		
Issued capital	32,650,920	28,891,204
Reserves	525,674	573,327
Accumulated losses	(17,850,474)	(15,458,884)
Total equity	**15,326,120**	**14,005,647**
Financial Performance		
(Loss) for the year	(4,451,757)	(927,696)
Other comprehensive income	(4,451,757)	(927,696)
Total comprehensive income for the year	**(4,451,757)**	**(927,696)**

18b Guarantees

Reach Resources Ltd has not entered into any guarantees in relation to the debts of its subsidiaries.

18c Other Commitments and Contingencies

Reach Resources Ltd has no commitments to acquire property, plant and equipment. Refer to Note 22 and Note 23 for the Company’s other commitments and contingent liabilities.

Notes to the Consolidated Financial Statements for the year ended 30 June 2026

19 INVESTMENT IN CONTROLLED ENTITIES

Name of Entity	Country of Incorporation	Class of Shares	Equity Holding 2026 %	Equity Holding 2025 %
Cervantes Gold Pty Ltd	Australia	Ordinary	100	100
Skyline Resources Corporation Pty Ltd	Australia	Ordinary	100	100
Critical Elements Pty Ltd	Australia	Ordinary	100	100
Kouzan Pty Ltd	Australia	Ordinary	100	100

20 KEY MANAGEMENT PERSONNEL (KMP) DISCLOSURES & RELATED PARTY TRANSACTIONS

	Consolidated Entity 2026 $	Consolidated Entity 2025 $
20a Details of Remuneration of Key Management Personnel		
Short-term benefits	369,113	369,508
Post-employment benefits	26,894	25,862
Share-based payments	10,488	147,350
	406,495	542,720

20b Aggregate Amount Payable to Directors and their Director Related Entities

Legal fees of $12,698 (2025: $12,582) were paid to Dominion Legal, a partnership of which Mr Robert Downey is a Director. The amounts paid were on arm's length commercial terms.

	2026 $	2025 $
20c Aggregate Amount Payable to Directors and their Director Related Entities at Balance Date		
Current liabilities	8,250	12,582
	8,250	12,582

Detailed remuneration disclosures are provided in the remuneration report on pages 8 – 12.

20d Aggregate Amount Payable to Key Management Personnel and their Key Management Personnel Related Entities

Wages of $12,900 (2025: nil) and superannuation of $1,548 (2025: nil) were paid to Mr Jeremy Bower's son for field support work. The amounts paid were on arm's length commercial terms.

21 REMUNERATION OF AUDITORS

	Consolidated Entity 2026 $	Consolidated Entity 2025 $
Remuneration for audit and review of the financial reports of the Group:		
Audit and review of the financial statements	40,851	39,463
	40,851	**39,463**

No non-audit services have been provided to the Group by the auditors.

Notes to the Consolidated Financial Statements for the year ended 30 June 2026

22 COMMITMENTS FOR EXPENDITURE

Exploration commitments

Under the requirements of the Western Australian Department of Mines and Petroleum, the Company has an annual minimum expenditure of $466,800 on the granted tenements. As at 30 June 2026 the Company had either met the minimum expenditure requirements or were granted exemptions from meeting minimum expenditure requirements on all granted tenements.

In order to retain the rights of tenure to its granted tenements, the Company is required to meet the minimum statutory expenditure requirement but may reduce these at any time by reducing the size of the tenements, selling or surrendering tenements, or joint venture. The figure below assume that no new tenements are granted and that only compulsory statutory area reductions are made.

	$
Not later than 1 year	466,800
Later than 1 year but not later than 5 years	272,200
Later than 5 years	585,600
Total	1,324,600

23 CONTINGENCIES

There are no contingent liabilities or assets at the reporting date, other than those disclosed below.

1. Westgold Shares

The Company retains the potential for deferred consideration payable on the sale of Albury Health, being an additional $400,000 and further $200,000 of cash or Westgold shares, if the Albury Health project achieves performance targets, as outlined in the 23 April 2020 ASX release.

24 EVENTS OCCURRING AFTER REPORTING DATE

No matters or circumstances have arisen since the end of the financial year which significantly affect or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years, other than the following:

- On 18 August 2026, Andel Resources Pty Ltd exercised its option under the binding Option Agreement and entered into the RTMM Agreement in respect of the Company's Murchison South project. Following exercise of the option, the $2,000,000 non-refundable option fee recognised as a liability at 30 June 2026 (refer Note 14) was recognised as revenue in the subsequent reporting period (the financial year ending 30 June 2027). The Company and Andel are, at the date of this report, working to satisfy the conditions precedent to fast-track mining at Murchison South.

CONSOLIDATED ENTITY DISCLOSURE STATEMENT

Name of Entity	Entity Type	Country of Incorporation	Ownership Interest %	Tax Residency
Cervantes Gold Pty Ltd	Body Corporate	Australia	100	Australia
Skyline Resources Corporation Pty Ltd	Body Corporate	Australia	100	Australia
Critical Elements Pty Ltd	Body Corporate	Australia	100	Australia
Kouzan Pty Ltd	Body Corporate	Australia	100	Australia

All entities in the consolidated entity form part of the same income tax consolidated group, of which Reach Resources Limited is the head entity.

SHAREHOLDER INFORMATION

Additional information required by the Australian Securities Exchange and not shown elsewhere in this report is as follows. The information is current at 11 September 2026.

A. Distribution of Holders of Equity Securities

i) Analysis of numbers of shareholders by size of holding:

	Ordinary Shares (RR1)	
	# of Shareholders	# of Ordinary Shares
Spread of Holdings		
1 1,000	79	38,919
1,001 - 5,000	323	875,258
5,001 - 10,000	194	1,631,261
10,001 - 100,000	1,084	51,260,159
100,001 - and over	898	1,270,464,958
TOTAL	**2,578**	**1,324,270,555**

ii) Analysis of numbers of option holders by size of holding:

	Options (RR1OA)	
	# of Option holders	# of Options
Spread of Holdings		
1 1,000	24	9,766
1,001 - 5,000	65	195,656
5,001 - 10,000	51	400,852
10,001 - 100,000	137	6,173,253
100,001 - and over	205	359,127,891
TOTAL	**482**	**365,907,418**

B. Twenty Largest Holders of Quoted Equity Securities

Fully Paid Ordinary Shares

The names of the 20 largest holders of quoted ordinary shares (ASX:RR1) are listed below:

		Number of Ordinary Shares Held	%
1	ANDEL RESOURCES PTY LTD	125,543,111	9.48%
2	MR ZEB MALCOLM JOHNSTON	47,712,485	3.60%
3	TASEX GEOLOGICAL SERVICES PTY LTD	46,666,667	3.52%
4	GOLDFIRE ENTERPRISES PTY LTD	37,082,179	2.80%
5	ALITIME NOMINEES PTY LTD <HONEYHAM FAMILY A/C>	28,346,863	2.14%
6	BNP PARIBAS NOMINEES PTY LTD	24,900,713	1.88%
7	CAPRETTI INVESTMENTS PTY LTD <CASTELLO A/C>	23,000,000	1.74%
8	CITICORP NOMINEES PTY LIMITED	22,845,628	1.73%
9	PERKY INVESTMENTS PTY LTD	21,000,000	1.59%
10	MANDEVILLA PTY LTD	18,328,423	1.38%
11	HAW HOLDINGS PTY LTD	17,500,000	1.32%
12	NEW YORK HOLDINGS PTY LTD <CV SUPERANNUATION FUND A/C>	17,183,334	1.30%
13	MR GAVIN JOHN ARGYLE <THE GAVIN ARGYLE FAMILY A/C>	15,400,000	1.16%
14	POT OF GOLD ENTERPRISES PTY LTD <IDDON FAMILY A/C>	15,036,336	1.14%
15	MR KENNETH JOSEPH HALL <HALL PARK A/C>	14,000,000	1.06%
16	MR FARIS SALIM CASSIM	13,888,890	1.05%
17	TT NICHOLLS PTY LTD <NICHOLLS SUPER FUND A/C>	12,786,668	0.97%
18	MR SYED KHALIL BIN SYED IBRAHIM	12,555,556	0.95%
19	J P MORGAN NOMINEES AUSTRALIA PTY LIMITED	12,500,000	0.94%
20	FOSTER STOCKBROKING PTY LTD <NO 1 ACCOUNT>	12,500,000	0.94%
		538,776,853	**40.68%**

Quoted Options (ASX:RR1O)

The names of the 20 largest holders of quoted options (ASX:RR1O) are listed below:

		Number of Options Held	**%**
1	DC & PC HOLDINGS PTY LTD <DC & PC NEESHAM SUPER A/C>	36,325,382	9.93%
2	MR ZEB MALCOLM JOHNSTON	21,316,666	5.83%
3	GOLDFIRE ENTERPRISES PTY LTD	18,308,800	5.00%
4	RXC PTY LTD <WOOLWICH ARSENAL S/F A/C>	12,000,000	3.28%
5	MANDEVILLA PTY LTD <NJ BASSETT S/F A/C>	10,000,000	2.73%
6	MR SYED KHALIL BIN SYED IBRAHIM	9,916,667	2.71%
7	ANGKOR IMPERIAL RESOURCES PTY LTD <TURKISH BREAD S/F A/C>	8,861,750	2.42%
8	SPEZCOTT PTY LTD <SPEZIALE DISCRETIONARY A/C>	8,000,000	2.19%
9	CAPRETTI INVESTMENTS PTY LTD <CASTELLO A/C>	8,000,000	2.19%
10	MR ROBERT GREGORY CALNON	7,500,000	2.05%
11	MANDEVILLA PTY LTD	7,444,504	2.03%
12	POT OF GOLD ENTERPRISES PTY LTD <IDDON FAMILY A/C>	7,356,312	2.01%
13	MR FARIS SALIM CASSIM	7,233,334	1.98%
14	MS NORINE DIANNE CAREY & MR WAYDE DANIEL EVANS <EASY STREET SUPERFUND A/C>	7,042,698	1.92%
15	RATDOG PTY LTD	6,817,751	1.86%
16	MS MEIXIA CHEN	5,490,000	1.50%
17	DR KONG JUNG AU YONG	5,410,000	1.48%
18	CHARLTON WA PTY LTD <TINAMARA SUPER FUND A/C>	5,033,334	1.38%
19	DR DARREN ROBERT EMERICK	5,000,000	1.37%
20	TT NICHOLLS PTY LTD <NICHOLLS SUPER FUND A/C>	4,084,847	1.12%
		201,142,045	**54.97%**

Unlisted Securities Information

-5,000,000 unlisted $0.037 options exercisable on or before 31 December 2026. There is 1 holder of this security.
-22,000,000 unlisted $0.02 options exercisable on or before 30 November 2027. There are 7 holders of this security.
-22,000,000 unlisted $0.03 options exercisable on or before 30 November 2027. There are 7 holders of this security.
-10,000,000 unlisted $0.02 options exercisable on or before 1 April 2028. There are 3 holders of this security.
-10,000,000 unlisted $0.03 options exercisable on or before 1 April 2028. There are 3 holders of this security.

C. Substantial Holders

As at 11 September 2026, the Company had received substantial shareholder notices from the following shareholders:

Shareholder	No. of shares
Mr David Brian Argyle	18,775,318
Mr Colin Vost and his controlled entities	17,224,500
Tasex Geological Services Pty Ltd	40,000,000
Andel Resources Pty Ltd	125,543,111

Note:

i) The above details may not reconcile to the information in the Twenty Largest Security Holders list as revised substantial shareholder notices had not been received by the Company as at 11 September 2026.

D. Voting Rights

At a general meeting of shareholders:

(a) On a show of hands, each person who is a member or sole proxy has one vote.

(b) On a poll, each shareholder is entitled to one vote for each fully paid share.

E. On-market buy-back

There is no on-market buy-back of the Company's securities in progress.

F. Unmarketable parcel holders

There were 1,084 shareholders holding less than a marketable parcel of ordinary shares at 11 September 2026.

SCHEDULE OF TENEMENTS

As at 30 June 2026

Project / Tenement		Nature of Interest
	L59/184	100%
Paynes Find	M59/769	100%
Paynes Find	P59/2159 (ii)	100%
Paynes Find	P59/2160 (ii)	100%
Paynes Find	P59/2161 (ii)	100%
Paynes Find	MLA59/799 (i) (ii)	100%
Paynes Find	MLA59/797 (i)	100%
Paynes Find	M59/786	100%
Paynes Find	M59/790	100%
Wabli Creek	E09/2377	100%
Skyline	E09/2646	100%
White Castles	E09/2539	100%
White Castles	E09/2542	100%
Skyline North	E09/2733	100%
Wabli Creek (North)	E07/2748	100%
Wanna Station	E09/2939	100%
Gascoyne Banks	E09/2543	100%
Mt James Creek	E09/2981 (i)	100%

(i) Tenement application pending.
(ii) P59/2159, P59/2160 and P59/2161 was end of term and the area is included in a new mining lease application MLA59/799.

In.Corp
An ascentium Company

CHARTERED ACCOUNTANTS™
AUSTRALIA • NEW ZEALAND

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

In.Corp Audit & Assurance Pty Ltd
ABN 14 129 769 151

Level 1
6-10 O'Connell Street
SYDNEY NSW 2000

Suite 11, Level 1
4 Ventnor Avenue
WEST PERTH WA 6005

GPO BOX 542
SYDNEY NSW 2001

T +61 2 8999 1199
E team@incorpadvisory.au
W incorpadvisory.au

To the directors of Reach Resources Ltd:

As lead auditor of the audit of Reach Resources Ltd for the year ended 30 June 2026, I declare that, to the best of my knowledge and belief, there have been:

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

This declaration is in respect of Reach Resources Ltd and the entities it controlled during the year.

In.Corp Audit & Assurance Pty Ltd

Volha Romanchik
Director

22 September 2026

Liability limited by a scheme approved under Professional Standards Legislation

In.Corp Audit & Assurance Pty Ltd
ABN 14 129 769 151

Level 1
6-10 O'Connell Street
SYDNEY NSW 2000

Suite 11, Level 1
4 Ventnor Avenue
WEST PERTH WA 6005

GPO BOX 542
SYDNEY NSW 2001

T +61 2 8999 1199
E team@incorpadvisory.au
W incorpadvisory.au

REACH RESOURCES LTD
INDEPENDENT AUDITOR'S REPORT

To the members of Reach Resources Ltd

Opinion

We have audited the financial report of Reach Resources Ltd ("the Company") and its controlled entities ("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, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including material accounting policy information, the consolidated entity disclosure statement and the directors' declaration.

In our opinion, the accompanying financial report of the Group, is in accordance with the *Corporations Act 2001*, including:

a) giving a true and fair view of the Group's financial position as at 30 June 2026 and of its financial performance for the year then ended; and

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

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* ("the Code") that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

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

Liability limited by a scheme approved under Professional Standards Legislation

Key Audit Matters

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

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

Key Audit Matter	How our Audit Addressed the Key Audit Matter
Exploration and Evaluation Expenditure As disclosed in Note 12 to the financial statements, the Group records capitalised exploration assets with a carrying value of $8,815,158, which represents 56% of the Group's total assets. The recognition and recoverability of exploration was considered a key audit matter due to the following: • the carrying value represents a significant asset to the Group. Therefore, we considered it necessary to assess whether facts and circumstances existed to suggest that an impairment to the carrying value of the asset may be required; • significant management judgement is involved in determining whether impairment indicators exist.	Our procedures in assessing exploration and evaluation expenditure included but were not limited to the following: • We reviewed the ownership rights to the tenements, against which the expenditure is capitalised, their expiry dates and, where required, that expenditure commitments were met; • We assessed the reasonableness of capitalising exploration and evaluation expenditure in accordance with AASB 6 *Exploration for and Evaluation of Mineral Resources*; • We tested a sample of exploration and evaluation expenditure to supporting documentation, including acquisition agreements, to ensure they were bona fide transactions; • We assessed the reasonableness of the management's assessment for the existence of impairment indicators; and • We assessed the appropriateness of the related disclosures included in the financial report.

Key Audit Matters (continued)

Key Audit Matter	How our Audit Addressed the Key Audit Matter
Right to Mine and Milling Agreement As disclosed in Note 13 to the financial statements, the Group entered into a binding option agreement with Andel Resources Pty Ltd in respect of mining tenement M59/769 and received a non-refundable option fee of $2,000,000 and share subscription proceeds of $900,000. The arrangement was subject to various conditions precedent, including a 180-day due diligence period, with the option subsequently exercised by Andel on 18 August 2026, after the reporting date. The arrangement remained subject to various conditions precedent at year end, with the option subsequently exercised after the reporting date. Accordingly, significant management judgement was required in determining the appropriate accounting treatment and timing of recognition of the option fee. Given the materiality of the transaction and the judgement involved, we considered this to be a Key Audit Matter.	Our procedures in assessing the right to mine and milling agreement included but were not limited to the following: • We reviewed the RTMM Option Agreement and related supporting documentation to obtain an understanding of the key terms and conditions of the arrangement; • We assessed the conditions precedent, option exercise provisions and rights granted to the parties under the agreement; • We inspected supporting documentation evidencing receipt of the $2,000,000 option fee and $900,000 share subscription proceeds; • We assessed the reasonableness of management's accounting treatment of the option fee in accordance with the relevant Australian Accounting Standards; • We considered the impact of the option being exercised subsequent to year end on the accounting treatment and disclosures in the financial statements; and • We reviewed the appropriateness of the related disclosures in the financial statements.

Other Information

The Directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 June 2026, but does not include the financial report and our auditor's report thereon.

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

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

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

Responsibilities of the Directors for the Financial Report

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

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

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

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

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

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

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

Auditor's Responsibilities for the Audit of the Financial Report

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

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:

https://www.auasb.gov.au/admin/file/content102/c3/ar1_2020.pdf. This description forms part of our auditor's report.

In.Corp
An ascentium Company

REACH RESOURCES LTD

INDEPENDENT AUDITOR'S REPORT (continued)

REPORT ON THE REMUNERATION REPORT

Opinion on the Remuneration Report

We have audited the remuneration report included in the directors' report for the year ended 30 June 2026.

In our opinion the remuneration report of Reach Resources Ltd for the year ended 30 June 2026 complies with section 300A of the *Corporations Act 2001*.

Responsibilities for the Remuneration Report

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

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

In.Corp Audit & Assurance Pty Ltd

Volha Romanchik
Director

22 September 2026