Strategic Energy Resources Limited

ABN 14 051 212 429

Annual Report - 30 June 2026

Contents

Corporate directory	2
Review of operations	3
Directors' report	4
Auditor's independence declaration	21
Statement of profit or loss and other comprehensive income	22
Statement of financial position	23
Statement of changes in equity	24
Statement of cash flows	25
Notes to the financial statements	26
Consolidated entity disclosure statement	56
Directors' declaration	57
Independent auditor's report to the members of Strategic Energy Resources Limited	58
Shareholder information	63

Directors	Mr Stuart Rechner - Non-Executive Chairman Dr David DeTata - Managing Director Mr Daniel Loughnan - Non-Executive Director
Company Secretary	Mr Mathew Watkins
Registered office and Principal place of business	Suite 2, Level 11 385 Bourke Street Melbourne VIC 3000 Ph: (03) 9692 7222 Fax: (03) 9077 9233
Share register	MUFG Corporate Markets (AU) Limited Level 10, Tower 4 727 Collins Street Melbourne VIC 3008 Ph: 1300 554 474
Auditor	Horizon Nexus (WA) Audit Pty Ltd (previously Nexia Perth Audit Services Pty Ltd) Level 4, 88 William Street Perth WA 6000
Stock exchange listing	Strategic Energy Resources Limited securities are listed on the Australian Securities Exchange (ASX code: SER)
Website	www.strategicenergy.com.au
Corporate Governance Statement	Corporate governance statements are available in Consolidated Entity's website. Please refer to: https://strategicenergy.com.au/company/corporate-governance/

During FY26 we continued to present and drill genuine discovery opportunities through the execution of our "Search, Explore, Resolve" strategy, driven by science-led technical excellence and funded by sharing risks and rewards with our partners. Our exploration portfolio holds four significant copper-gold projects in highly prospective regions across Queensland which has seen a surge in corporate activity in pursuit of critical minerals.

The year began with two diamond drill holes at our **Isa North Cu-Au Project** in search of a major copper-gold discovery. Results provided evidence of a near-miss to a mineralising system with Iron Oxide Copper-Gold (IOCG) type alteration identified in both drill holes. The drill program received a $275,000 Collaborative Exploration Initiative (CEI) government grant which assisted in covering the costs of the program. The drill results have since attracted external interest to the project and we continue discussions.

A second drill program was then completed at the **Canobie Cu-Au Project** in northwest Queensland which is being explored in partnership with Fortescue (FMG). The two diamond hole program tested the Charcoal Bore and Wills Prospects, both being coincident gravity and magnetic anomalies of significant size and scale. The intersection of multiple copper-gold zones at Charcoal Bore validated our approach to drill targeting and provided further evidence of the fertility of the project. A follow-up drill program is set to commence in August 2026 at Charcoal Bore and the Alcala Prospect, the highest ranked geophysical target at Canobie. FMG is required to drill 3000m of basement core (~2,027m drilled to date) to earn a 51% JV interest.

In January 2026, a Joint Venture (JV) with Sumitomo Metal Mining Oceania Pty Ltd (SMMO) was executed over our **Bulimba Au Project**. The terms of the JV will see SMMO earning up to 80% following the expenditure of $6 million and 7,500m of drilling over 5 years with a further 10% ownership through the completion of a Definitive Feasibility Study (DFS). SMMO will fund over $1 million in expenditure in the first year with the completion of an airborne gravity survey, a passive seismic survey and drill testing the Coral Trout Prospect which also received a CEI grant ($137,500) earlier this year. Exploration programs are set to commence from September 2026.

The acquisition of the **Diamantina Cu-Au Project** from Anglo American was finalised this year along with a comprehensive review of the substantial geophysical data and drill core associated with the project. In March 2026, a CEI grant application was successful ($275,000) which will see the first SER-led exploration program delivered later this calendar year targeting extensions to known mineralisation under historical coiled tube scout drill holes in search of greater widths and grades of copper mineralisation.

SER also strengthened its Board with the appointment of Mr. Daniel Loughnan, who brings extensive experience in the resources sector and project acquisitions. During the year, the Company completed a 20-for-1 share consolidation, implemented an unmarketable parcel sale facility, and successfully raised funds to support drilling activities and future project acquisitions. SER continues to pursue research and development initiatives to enhance its understanding of each project, while progressing the sale of non-core assets to ensure a greater proportion of capital is directed toward testing priority drill targets.

The SER team would like to thank our shareholders for their ongoing support in our search for Australia's next major discovery.

The Directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'Consolidated Entity') consisting of Strategic Energy Resources Limited (referred to hereafter as the 'Company' or 'parent entity') and the entities it controlled at the end of, or during, the year ended 30 June 2026.

Directors

The following persons were Directors of Strategic Energy Resources Limited during the whole of the financial year and up to the date of this report, unless otherwise stated:

Mr Stuart Rechner - Non-Executive Chairman (transitioned from Executive to Non-Executive on 16 December 2025)
Dr David DeTata - Managing Director
Mr Daniel Loughnan - Non-Executive Director (appointed on 16 December 2025)
Mr Anthony McIntosh - Non-Executive Director (resigned on 17 November 2025)
Mr Mathew Watkins - Non-Executive Director (appointed on 17 November 2025 and resigned on 16 December 2025)

Principal activities

Strategic Energy Resources Limited is a specialised undercover mineral explorer and project generator focused on discovery in greenfield frontiers of Australia. During the year the principal continuing activities of the Consolidated Entity consisted of exploration for minerals in Australia.

Dividends

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

Financial results and financial position

The loss for the Consolidated Entity for the year ended 30 June 2026, after providing for income tax, amounted to $1,542,856 (30 June 2025: loss of $2,099,121).

Operating expenses for the year were $1,919,241 including:

- Corporate expenses of $1,000,426 (30 June 2025: $927,097) reflecting the ongoing costs associated with the Company's continuing operations;
- Tenement due diligence and related exploration expenses of $116,978 (30 June 2025: $61,372), incurred in evaluating and advancing project opportunities; and
- Impairment of capitalised exploration expenses of $332,025 (30 June 2025: $nil) following the assessment of exploration assets. The assets impaired during the year were the Myall Creek Project (EL6140 and EL5898).
- Write-off of capitalised exploration expenses of $469,812 (30 June 2025: $93,009) relating to tenements no longer held by the Consolidated Entity.

Share-based payment expense of $75,028 (30 June 2025: $143,801) was recognised during the year in relation to unlisted options granted in the current and prior financial years. During the year, 229,000,000 options were issued to investors, lead manager, directors and employees (pre-share consolidation), equivalent to 11,450,000 options on a post-share consolidation basis (30 June 2025: 38,000,000 options).

The Consolidated Entity's net assets increased by $687,558 to $7,094,261 as at 30 June 2026 (30 June 2025: $6,406,703). While the Consolidated Entity reported a loss of $1,542,856 for the year, this was more than offset by capital raisings of $1,885,386 (net of transaction costs) completed during the year. Cash and cash equivalents increased to $1,835,262 (30 June 2025: $675,131), strengthening the Consolidated Entity's funding position and supporting its ongoing exploration activities. Exploration and evaluation assets increased to $6,672,884 (30 June 2025: $5,837,801), reflecting continued investment in the Consolidated Entity's exploration projects.

Working capital, being the current assets less current liabilities, decreased by $91,165 to $355,368 (30 June 2025: $446,533). The Consolidated Entity incurred cash outflows of $518,954 on operating activities (30 June 2025: $451,898) and invested $1,383,031 (30 June 2025: $2,066,754) in exploration assets.

The Consolidated Entity's ability to continue as a going concern is dependent upon the successful raising of additional capital and/or the successful development of its exploration assets. Further information regarding the assumptions supporting the going concern basis of preparation is set out in note 2 to the financial statements.

The review of operations preceding this report outlines the exploration activities and corporate matters for the year.

Significant changes in the state of affairs

On 18 July 2025, the Company announced an agreement with Anglo American Exploration (Australia) Pty Ltd, a subsidiary of Anglo American PLC (LSE: AAL) to acquire 100% of the "Diamantina" Copper-Gold Project located in western Queensland for a total consideration of $600,000. The purchase consideration was:

- $150,000 cash and $150,000 settled in SER shares upon completion; and
- $150,000 cash and $150,000 in SER shares on the first of: a) execution of a conduct and compensation agreement with landholders or b) 12 months after completion.

On 31 July 2025, the Company announced a capital raise of $2,000,000 by way of placement by issuing 400,000,001 fully paid ordinary shares at $0.005 (0.5 cents) per ordinary share. The Placement of fully paid ordinary shares was undertaken in two tranches. On 7 August 2025, Tranche 1 of the placement was completed by issuing 137,758,325 fully paid ordinary shares. On 29 September 2025, Tranche 2 was completed by issuing 262,241,676 fully paid ordinary shares.

On 31 July 2025, the Company issued 27,900,000 fully paid ordinary shares to its Directors, following exercise of Options granted to them in the prior years. These options exercised are zero-priced.

On 29 September 2025, 220,000,000 options were issued at an exercise price of $0.01 and expiry date of 28 March 2027. 200,000,000 free-attaching options were issued as an added incentive to participants of the Placement announced on 31 July 2025 and 20,000,000 Options issued as part consideration for Lead Manager services.

On 13 October 2025, 9,000,000 zero-priced options were issued as a STI to employees, in lieu of cash. The options were granted immediately upon acceptance of the offer.

On 5 November 2025, the Company announced the completion of the sale of the South Cobar Project (EL9012) to Australian Gold & Copper (ASX:AGC), and the Company has received the final cash payment of $350,000.

On 6 November 2025, the Company completed the acquisition of the Diamantina Copper-Gold Project from Anglo American, as announced on 18 July 2025. Upon completion, the first milestone payment comprising $150,000 in cash and $150,000 worth of ordinary shares was settled. The second milestone payment remains payable in accordance with the acquisition agreement.

On 12 February 2026, the Company announced that it was undertaking a restructure of the Company's share register by:

- establishing a share sale facility for shareholders who hold a parcel of fully paid ordinary shares in the Company with a market value of less than $500; and
- seeking shareholder approval to consolidate its issued capital on a one (1) for twenty (20) basis (Consolidation).

This restructure of the Company's share register was approved by the shareholders at the Extraordinary General Meeting held on 16 March 2026 and subsequently completed on 14 April 2026.

On 23 February 2026, the Company issued 2,000,000 fully paid ordinary shares following the exercise of options at an exercise price of AUD $0.01 (1 cent) per share, generating cash proceeds of AUD $20,000.

On 25 February 2026, the Company issued 13,000,000 fully paid ordinary shares following the exercise of options at an exercise price of AUD $0.01 (1 cent) per share, generating cash proceeds of AUD $130,000.

On 18 March 2026, the Company issued 2,625,000 fully paid ordinary shares to an employee as STI, following the exercise of options with a nil exercise price.

On 15 April 2026, the Company announced a Joint Venture Agreement has been executed for an Exploration Joint Venture with Sumitomo Metal Mining Oceania Pty Ltd ("SMMO" or "Sumitomo") for the owned Bulimba Gold Project, located in Northeast Queensland.

SMMO is a wholly owned subsidiary of Sumitomo Metal Mining Co. Ltd, a company with more than 300 years of mine development and operation.

A summary of key terms include:

- Farm-in fee of $100,000 on executing the binding JV Agreement, which was received on 22 April 2026.
- Minimum commitment: SMMO is required to incur a minimum of $600,000 in exploration expenditure during the first 12 months before it may elect to withdraw from the Joint Venture, in which case SER will retain a 100% interest in the Project.
- First earn-in: SMMO may earn an initial 51% interest in the Project by funding $3 million of exploration expenditure over three years, including a minimum of 2,500 metres of drilling.
- Second earn-in: SMMO may increase its interest to 80% by funding a further $3 million of exploration expenditure over two years, including a minimum of 5,000 metres of drilling in addition to the 2,500 metres completed under the First Earn-in.
- Third earn-in: SMMO may earn a 90% interest in the Project upon completion of a Definitive Feasibility Study (DFS) on a mineral resource exceeding 1 million ounces of gold equivalent (AuEq) within a five-year period.
- SER will be free carried until SMMO elects to enter the pro-rata expenditure period upon completion of the first, second or third earn-in periods. At this point, if either party's interest drops below 10%, the interest converts to a 2% NSR.
- SER will manage and operate the JV until at least the earlier of the pro-rata funding period commencing or SMMO earning the Second Earn-in and will receive a 10% Operator fee on all exploration expenditure.

On 29 June 2026, the Company announced that it has received firm commitments from sophisticated, experienced and professional investors to raise gross proceeds of $1.5 million (before costs) by way of a Placement and Share Purchase Plan (SPP) at an issue price of A$0.12 per share.

The capital raise included a share placement to raise A$1.25 million via the issue of approximately 10.4 million fully paid ordinary shares in the Company and a SPP to raise a further $250,000 via the issue of approximately 2.1 million shares.

There were no other significant changes in the state of affairs of the Consolidated Entity during the financial year.

Matters subsequent to the end of the financial year

On 3 July 2026, The Company issued 9,583,333 ordinary fully paid shares at an issue price of $0.12 per share, raising $1.15m (before costs) in accordance with the $1.25m share placement announcement on 29 June 2026. The Company's Directors provided firm commitments to subscribe for $100,000 under the Placement. Shareholder approval for the participation of the Directors was obtained at the Extraordinary General Meeting held on 24 August 2026, following which the relevant 833,334 shares were issued on 1 September 2026 at $0.12 per share.

On 16 July 2026, the Company completed its acquisition of a 100% interest in the Diamantina Copper-Gold Project in northwest Queensland from Anglo American Exploration (Australia), satisfying the second and final consideration under the Sale and Purchase Agreement announced on 18 July 2025. The final consideration comprised a cash payment of $150k and the issue of 688,412 ordinary fully paid shares at an issue price of $0.2179 (21.79 cents) per share, valued at $150k.

On 28 July 2026, the Company completed its Share Purchase Plan (SPP), originally announced on 29 June 2026. Following strong support from existing shareholders, the Company accepted applications above the initial target amount and issued 3,872,781 ordinary shares at an issue price of $0.12 per share, raising approximately $465,000.

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

Likely developments and expected results of operations

The Consolidated Entity will continue to pursue its objective of maximising value of its investments held in exploration assets through continued exploration of areas of interest and sale of interests in permits held.

The Consolidated Entity's focus for the coming periods will be on advancing its exploration projects and reviewing additional potential exploration project acquisitions.

Risks and Uncertainties

The Consolidated Entity is subject to both risks specific to the Consolidated Entity and the Consolidated Entity's business activities, as well as general risks.

Future funding risks

The Consolidated Entity is involved in exploration for minerals in Australia and yet to generate revenues. At 30 June 2026 the Consolidated Entity had a cash and cash equivalents balance of $1,835,262 and net assets of $7,094,261. The Consolidated Entity may require substantial additional financing in the future to sufficiently fund exploration commitments and its other longer-term objectives.

As the Consolidated Entity is still in the early stages of exploration development it has the ability to control the level of its operations and thereby the level of its expenditure over the next 12 months. However, the Consolidated Entity's ability to raise additional funds will be subject to, among other things, factors beyond the control of the Consolidated Entity and its Directors, including cyclical factors affecting the economy and share markets generally. If for any reason the Consolidated Entity was unable to raise future funds, its ability to meet the exploration commitments and future development would be significantly affected.

The Directors regularly review the spending patterns and ability to raise additional funding to ensure the Consolidated Entity's ability to generate sufficient cash inflows to settle its creditors and other liabilities.

Exploration risk

Mineral exploration and development is a speculative and high-risk undertaking that may be impeded by circumstances and factors beyond the control of the Consolidated Entity and its Directors. Success in this process involves, among other things:

- securing and maintaining title to mineral exploration projects;
- discovery and proving up, or acquiring, an economically recoverable resource or reserve;
- access to adequate capital throughout the acquisition/discovery and project development phases;
- obtaining required development consents and approvals necessary for the acquisition, mineral exploitation, development, and production phases; and
- accessing and recruiting the necessary experienced operational staff, skilled contractors, consultants, and employees.

There can be no assurance that exploration on the Consolidated Entity's projects, or any other exploration properties that may be acquired in the future, will result in the discovery of an economic mineral resource. Even if an apparently viable mineral resource is identified, there is no guarantee that it can be economically exploited. The future exploration activities of the Consolidated Entity may be affected by a range of factors including geological conditions, limitations on activities due to seasonal weather patterns, unanticipated operational and technical difficulties, industrial and environmental accidents, changing government regulations and many other factors beyond the control of the Consolidated Entity. The Consolidated Entity is entirely dependent upon its projects, which are the sole potential source of future revenue, and any adverse development affecting these projects would have a material adverse effect on the Consolidated Entity, its business, prospects, results of operations and financial condition.

Environmental and social risks
The Consolidated Entity holds participating interests in a number of exploration tenements across Australia. The various authorities granting such tenements require the Consolidated Entity to comply with the terms of the grant of the tenement and all directions given to it under those terms of the tenement. The long-term viability of the Consolidated Entity is closely associated to the wellbeing of the communities and environments in which the Consolidated Entity conduct operations. At any stage of the asset life cycle, the Consolidated Entity's operations and activities may have or be seen to have significant adverse impacts on communities and environments. In these circumstances, the Consolidated Entity may fail to meet the evolving expectations of our stakeholders (including investors, governments, employees, suppliers, customers and community members) whose support is needed to realise our strategy and purpose. This could lead to loss of stakeholder support or regulatory approvals, increased taxes and regulation, enforcement action, litigation or class actions, or otherwise impact our licence to operate and adversely affect our reputation, fund raising capability, ability to attract and retain talent, operational continuity and financial performance.

Dependence on service providers and third-party collaborators
There is no guarantee that the Consolidated Entity will be able to find suitable third-party providers and third-party collaborators to complete the exploration work. The Consolidated Entity therefore is exposed to the risk that any of these parties can experience problems related to operations, financial strength or other issues, and collaborative agreements may be terminable by the Consolidated Entity's partners. Non-performance, suspension or termination of relevant agreements could negatively impact the progress or success of the Consolidated Entity's exploration efforts, financial condition and results of operations.

Reliance on key personnel
The Consolidated Entity's success depends to a significant extent upon its key management personnel, as well as other management and technical personnel including those employed on a contractual basis. The loss of the services of such personnel or the reduced ability to recruit additional personnel could have an adverse effect on the performance of the Consolidated Entity.

The Consolidated Entity maintains a mixture of permanent staff and expert consultants to advance its programs and ensure access to multiple skill sets. The Consolidated Entity, through the Remuneration and Nomination Committee (or in its absence the Board) reviews remunerations to human resources regularly.

IT system failure and cyber security risks
Any information technology system is potentially vulnerable to interruption and/or damage from a number of sources, including but not limited to computer viruses, cyber security attacks and other security breaches, power, systems, internet and data network failures, and natural disasters.

The Consolidated Entity is committed to preventing and reducing cyber security risks. IT services are outsourced to a reputable third-party services provider.

Grant of future authorisations to explore and mine
If the Consolidated Entity discovers an economically viable mineral deposit that it then intends to develop, it will, among other things, require various approvals, licences and permits before it will be able to mine the deposit. There is no guarantee that the Consolidated Entity will be able to obtain all required approvals, licences and permits. To the extent that required authorisations are not obtained or are delayed, the Consolidated Entity's operational and financial performance may be materially adversely affected.

Resource and reserve estimates
Whilst the Consolidated Entity intends to undertake exploration activities with the aim of defining new resources, no assurances can be given that the exploration will result in the determination of a resource. Even if a resource is identified, no assurance can be provided that this can be economically extracted. Resource and reserve estimates are expressions of judgement based on knowledge, experience, and industry practice. Estimates which were valid when initially calculated may alter significantly when new information or techniques become available or commodity prices change. In addition, by their very nature, resource and reserve estimates are imprecise and depend to some extent on interpretation which may prove to be inaccurate.

Future profitability
The Consolidated Entity is in the growth stage of its development and is currently making losses. The Consolidated Entity's performance will be impacted by, among other things, the success of its exploration activities, economic conditions in the markets in which it operates, competition factors and any regulatory developments. Accordingly, the extent of future profits (if any) and the time required to achieve sustained profitability are uncertain and cannot be reliably predicted.

Environmental regulation
The Consolidated Entity holds participating interests in a number of exploration tenements across Australia. The various authorities granting such tenements require the tenement holder to comply with the terms of the grant of the tenement and all directions given to it under those terms of the tenement. To the best of the Directors' knowledge, the Consolidated Entity has adequate systems in place to ensure compliance with the requirements of all environmental legislation described above and are not aware of any breach of those requirements during the financial year and up to the date of the Directors' report.

Information on Directors

Name:	Mr Stuart Rechner
Title:	Non-Executive Chairman (transitioned from Executive to Non-Executive on 16 December 2025)
Qualifications:	BSc LLB MAIG MAusIMM FAICD
Experience and expertise:	Mr Rechner is an experienced company director and geologist with a proven track record in project generation, acquisition, exploration, funding, development and production in Australia and overseas. Mr Rechner holds degrees in both geology and law and is a member of the Australian Institute of Geoscientists, the Australasian Institute of Mining and Metallurgy, the Australian Institute of Company Directors, and the Committee of the Australasian Code for the Public Reporting of Technical Assessments and Valuations of Mineral Assets. Mr Rechner was previously an Australian diplomat with postings to Beijing and Jakarta and a senior advisor at the Department of the Prime Minister and Cabinet.
Other current directorships:	Kingston Resources Limited (ASX: KSN)
Former directorships (last 3 years):	None
Interest in shares:	2,259,167 fully paid ordinary shares
Interest in options:	250,000 unlisted options, Ex $0.20, expiring 28 March 2027

Name:	Dr David DeTata
Title:	Managing Director
Qualifications:	BSc MSc PhD (Chemistry) MBA GAICD
Experience and expertise:	Dr DeTata is an accomplished scientist and exploration executive who has served as Managing Director of SER since 2021 and has been instrumental in forming and executing SER's strategy of Frontier Discovery. Dr DeTata has over twenty (20) years' experience in leading technical programs across government, public and private companies. Dr DeTata serves on the Science Advisory Committee of the world's largest mineral exploration collaboration, the Mineral Exploration Cooperative Research Centre (MinEx CRC) and has been critical in identifying key pre-competitive data from various Geological Surveys around Australia to build SER's pipeline of highly prospective greenfield exploration projects. Dr DeTata holds a Doctor of Philosophy in energetic materials analysis and Master of Business Administration from the University of Western Australia.
Other current directorships:	None
Former directorships (last 3 years):	None
Interest in shares:	1,645,000 fully paid ordinary shares
Interest in options:	125,000 unlisted options, Ex $0.20, expiring 28 March 2027

Name:	Mr Daniel Loughnan
Title:	Non-Executive Director (appointed on 16 December 2025)
Qualifications:	Bachelor of Commerce and Certified Practicing Accountant
Experience and expertise:	Mr Loughnan is an accomplished finance professional with extensive experience in the resources sector. He currently serves as Chief Financial Officer for Sun Silver Limited ASX: SS1), Black Bear Minerals Limited (ASX: BKB) and Bison Resources Limited (ASX: BSR).
Other current directorships:	None
Former directorships (last 3 years):	None
Interest in shares:	1,216,667 fully paid ordinary shares
Interest in options:	Nil

Name:	Mr Anthony McIntosh
Title:	Non-Executive Director (resigned on 17 November 2025)
Qualifications:	BCom GAICD
Experience and expertise:	Mr McIntosh is an experienced and accomplished director with experience in investor relations, marketing and strategic planning skills, as well as a strong network of stockbroker and fund manager supporters. Mr McIntosh served as a board member of Echo Resources Ltd for seven years until it was acquired by Northern Star Resources for $235 million in 2019. He holds board positions with several listed and unlisted companies and manages a portfolio of investments, including both listed and unlisted companies as well rural, residential and commercial properties.
Other current directorships:	N/A
Former directorships (last 3 years):	N/A
Interest in shares:	N/A
Interest in options:	N/A

Name:	Mr Mathew Watkins
Title:	Non-Executive Director (appointed on 17 November 2025 and resigned on 16 December 2025)
Experience and expertise:	Mr Watkins is a Chartered Accountant who has extensive ASX experience within several industry sectors including Biotechnology, Bioscience, Resources and Information Technology. He specialises in ASX statutory reporting, ASX compliance, Corporate Governance and board and secretarial support. Mr Watkins is appointed Company Secretary on a number of ASX listed Companies. Mr Watkins is employed at Vistra Australia Pty Ltd (Vistra) and currently the Australia Market Lead of Vistra. Vistra is a prominent provider of specialised consulting and administrative services to clients in the Fund, Corporate, Capital Markets, and Private Wealth sectors.
Other current directorships:	N/A
Former directorships (last 3 years):	N/A
Interests in shares:	N/A
Interests in options:	N/A

(i) N/A - Not applicable as no longer a Director of the Company.

(ii) Other current directorships' quoted above are current directorships for listed entities only and excludes directorships in all other types of entities, unless otherwise stated.

(iii) Former directorships (in the last 3 years) quoted above are directorships held in the last 3 years for ASX listed entities only and excludes directorships in all other types of entities, unless otherwise stated.

Company secretary

Mr Mathew Watkins

Mr Watkins is a Chartered Accountant who has extensive ASX experience within several industry sectors including Biotechnology, Bioscience, Resources and Information Technology. He specialises in ASX statutory reporting, ASX compliance, Corporate Governance and board and secretarial support. Mr Watkins is appointed Company Secretary on a number of ASX listed Companies. Mr Watkins is employed at Vistra Australia Pty Ltd (Vistra) and currently the Australia Market Lead of Vistra. Vistra is a prominent provider of specialised consulting and administrative services to clients in the Fund, Corporate, Capital Markets, and Private Wealth sectors.

Meetings of Directors

The number of meetings of the Company's Board of Directors ('the Board') held during the year ended 30 June 2026, and the number of meetings attended by each Director were:

	Full Board (i) Attended	Full Board (iv) Held
Mr Stuart Rechner	7	7
Dr David DeTata	7	7
Mr Daniel Loughnan (ii)	3	3
Mr Anthony McIntosh (iii)	3	3
Mr Mathew Watkins (iii)	1	1

(i) Due to the size of the Board and there not being a majority of independent directors on the Board, the Board fulfilled the roles and responsibilities in relation to the Audit & Risk Committee and Remuneration & Nomination Committee for the year ended 30 June 2026.
(ii) Mr D Loughnan was appointed as Non-Executive Director on 16 December 2025.
(iii) Mr A McIntosh and Mr M Watkins resigned as Non-Executive Directors on 17 November 2025 and 16 December 2025, respectively.
(iv) Held: represents the number of meetings held during the time the Director held office or was a member of the Board.

Remuneration report (audited)
The remuneration report, which has been audited, outlines the Director and executive remuneration arrangements for the Consolidated Entity and the Company, in accordance with the requirements of the Corporations Act 2001 and its Regulations.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including all Directors.

The remuneration report is set out under the following main headings:
- Principles used to determine the nature and amount of remuneration
- Details of remuneration
- Service agreements
- Share-based compensation
- Additional information
- Additional disclosures relating to key management personnel

Principles used to determine the nature and amount of remuneration
The objective of the Consolidated Entity's and Company's executive reward framework is to ensure reward for performance is competitive and appropriate for the results delivered. The framework aligns executive reward with the achievement of strategic objectives and the creation of value for shareholders and conforms with the best market practice for delivery of reward. The Board of Directors ('the Board') ensures that executive reward satisfies the following key criteria for good reward governance practices:
- competitiveness and reasonableness
- acceptability to shareholders'
- performance linkage / alignment of executive compensation
- transparency

The Board is responsible for determining and reviewing remuneration arrangements for its Directors and Executives. The performance of the Consolidated Entity and the Company depends on the quality of its Directors and Executives. The remuneration philosophy is to attract, motivate and retain high performance and high-quality personnel.

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

Non-Executive Directors remuneration
Fees and payments to Non-Executive Directors reflect the demands which are made on, and the responsibilities of, the Directors. Non-Executive Directors' fees and payments are reviewed annually by the Board. The Chair's fees are determined independently to the fees of other non-executive directors based on comparative roles in the external market.

For additional duties in assisting management beyond the normal time commitments of Non-Executive Directors, Non-Executive Directors are paid at a rate that is agreed between the Consolidated Entity and the Director, with the amounts approved by the Board.

ASX Listing rules requires that the aggregate Non-Executive Directors remuneration shall be determined periodically by a general meeting. The most recent determination was at the Annual General Meeting held on 25 November 2009, where the shareholders approved an aggregate remuneration of $300,000. No amendments have been made to the available Non-Executive Director remuneration pool since that date.

Executive remuneration
The Consolidated Entity and Company aims to reward executives with a level and mix of remuneration based on their position and responsibility, which is both fixed and variable.

The executive remuneration and reward framework has two components:
- Fixed Remuneration
- Long-term incentives provided through share-based payment arrangements

The combination of these comprises the executive's total remuneration.

Fixed remuneration, consisting of base salary and superannuation, are reviewed annually by the Board, based on the overall performance of the Consolidated Entity and comparable market remunerations.

Executives can receive their fixed remuneration in the form of cash or other fringe benefits (for example motor vehicle benefits) where it does not create any additional costs to the Consolidated Entity and adds additional value to the executive. However, there are no fringe benefits programmes currently in place.

The Long-Term Incentive (LTI) program comprises share-based payments approved by the Board and, where required, shareholders from time to time. The program is designed to align the interests of executives with those of shareholders by linking remuneration to the long-term success of the Company. Directors and other key management personnel may participate in the LTI program, subject to Board and, where required, shareholder approval.

Options are typically granted to executives with vesting periods ranging from one to four years and may be subject to service-based and/or performance-based vesting conditions.

Performance goals, if any, are determined by the Board on an individual basis and are designed to promote the achievement of the Company's strategic objectives. These goals may include the project success, drilling milestones, business development outcomes, capital management objectives, and other operational and leadership measures that are critical to creating long-term shareholder value.

Consolidated Entity performance and link to remuneration
LTIs are linked to the long-term performance of the Company. The award or vesting of any performance-based LTI is based upon the annual corporate objectives set by the Board.

Use of remuneration consultant
In accordance with section 300A(1)(h) of the Corporations Act 2001, the Board confirms that no remuneration consultant was engaged during the financial year.

Voting and comments made at the Company's 18 November 2025 Annual General Meeting ('AGM')
The Company received 99.20% of 'for' votes in relation to its remuneration report for the year ended 30 June 2025. The Company did not receive any specific feedback at the AGM regarding its remuneration practices.

Details of remuneration
Amounts of remuneration
Details of the remuneration of key management personnel of the Consolidated Entity are set out in the following tables.

The key management personnel of the Consolidated Entity consisted of the following Directors of Strategic Energy Resources Limited:

- Mr Stuart Rechner - Non-Executive Chairman (transitioned from Executive to Non-Executive on 16 December 2025)
- Dr David DeTata - Managing Director
- Mr Daniel Loughnan - Non-Executive Director (appointed on 16 December 2025)
- Mr Anthony McIntosh - Non-Executive Director (resigned on 17 November 2025)
- Mr Mathew Watkins - Non-Executive Director (appointed on 17 November 2025 and resigned on 16 December 2025)

	Short-term benefits		Long-term benefits	Post-employment benefits		
30 June 2026	Salary and fees $	Annual leave (iii) $	Long service leave (iii) $	Super-annuation $	Share-based payments $	Total $
Non-Executive Directors:						
Mr Stuart Rechner (i)	139,167	-	-	9,678	18,275	167,120
Mr Daniel Loughnan	35,229	-	-	4,227	-	39,456
Mr Anthony McIntosh (ii)	28,875	-	-	3,465	(322)	32,018
Mr Mathew Watkins	5,302	-	-	-	-	5,302
Executive Directors:						
Dr David DeTata	322,608	19,420	10,136	30,000	27,412	409,576
	531,181	19,420	10,136	47,370	45,365	653,472

(i) Included in salary and fees are $80,652 of director fees and $58,515 for geological services provided by Diplomatic Exploration Pty Ltd (an entity associated with Mr Stuart Rechner).
(ii) The negative share-based payments expense reflects the difference between the probability of vesting previously estimated and the actual outcome of options that lapsed during the year.
(iii) Annual leave and long service leave entitlements are measured on an accrual basis.

	Short-term benefits		Long-term benefits	Post-employment benefits		
30 June 2025	Salary and fees $	Annual leave (iii) $	Long service leave (iii) $	Super-annuation $	Share-based payments $	Total $
Non-Executive Directors:						
Mr Anthony McIntosh	51,480	-	-	5,920	27,433	84,833
Mr Tony Gu (i)	53,040	-	-	6,100	-	59,140
Executive Directors:						
Dr David DeTata	312,000	13,447	15,062	29,932	63,615	434,056
Mr Stuart Rechner (ii)	138,840	-	-	8,970	52,752	200,562
	555,360	13,447	15,062	50,922	143,800	778,591

(i) Mr Tony Gu resigned as a Director on 10 June 2025.
(ii) Included in salary and fees are $78,000 of director fees and $60,840 for geological services provided by Diplomatic Exploration Pty Ltd (an entity associated with Mr Stuart Rechner).
(iii) Annual leave and long service leave entitlements are measured on an accrual basis.

Name	Fixed remuneration 30 June 2026	Fixed remuneration 30 June 2025	At risk - LTI 30 June 2026	At risk - LTI 30 June 2025
Non-Executive Directors:				
Mr Stuart Rechner	89%	74%	11%	26%
Mr Anthony McIntosh	100%	68%	-	32%
Mr Tony Gu	-	100%	-	-
Mr Daniel Loughnan	100%	-	-	-
Mr Mathew Watkins	100%	-	-	-
Executive Directors:				
Dr David DeTata	93%	85%	7%	15%

Service agreements

Remuneration and other terms of employment for key management personnel are formalised in service agreements. Details of these agreements are as follows:

Name:	Dr David DeTata
Title:	Managing Director
Agreement commenced:	1 July 2021
Term of agreement:	Ongoing
Details:	Dr DeTata's fixed remuneration is $322,608 per annum (plus statutory superannuation). The executive can terminate the agreement with five (5) months' notice. The Company can terminate the agreement with five (5) months' notice, or payment in lieu thereof.

Name:	Mr Stuart Rechner
Title:	Non-Executive Chairman and Geological Consultant (separate to Chair responsibilities)
Agreement commenced:	1 July 2021
Term of agreement:	Ongoing
Details:	$80,652 plus superannuation for Chair responsibilities. Mr Rechner is contracted to provide geological and technical services to Strategic Energy Resources Limited through a Company called Diplomatic Exploration Pty Ltd and is remunerated on a daily rate at $1,613 per day. The Company and Mr Rechner may terminate the agreement by giving two (2) months' notice in writing.

Key management personnel have no entitlement to termination payments in the event of removal for misconduct.

Share-based compensation

Issue of shares

There were no shares issued to Directors and other key management personnel as part of compensation during the year ended 30 June 2026 (30 June 2025: Nil).

Options

The terms and conditions of each grant of options over ordinary shares affecting remuneration of Directors and other key management personnel in this financial year or future reporting years are as follows:

Grant date	Vesting date and exercisable date	Expiry date	Exercise price	Fair value per option at grant date
19/11/2024	31/07/2025	02/12/2027	$0.00	$0.01

Options granted carry no dividend or voting rights.

The number of options over ordinary shares granted to and vested by Directors and other key management personnel as part of compensation during the year ended 30 June 2026 are set out below:

Name	Number of options granted during the year (i) 30 June 2026	Number of options granted during the year 30 June 2025	Number of options vested during the year 30 June 2026	Number of options vested during the year 30 June 2025
Mr Stuart Rechner	-	8,000,000	4,000,000	6,000,000
Dr David DeTata	-	12,000,000	6,000,000	6,000,000
Mr Anthony McIntosh	-	4,000,000	-	2,000,000
Mr Tony Gu	-	4,000,000	-	-

(i) During the year, 12,500,000 free-attaching options were granted to Directors as part of the Placement on 25 September 2025 following shareholder approval. These options are exercisable at $0.20 per option (post-share consolidation basis) and expire on 28 March 2027. These are not share-based payments and therefore have been excluded from the table above.

Performance rights

There were no performance rights over ordinary shares granted to or vested by Directors and other key management personnel as part of compensation during the year ended 30 June 2026. (30 June 2025: Nil).

Additional information

The earnings of the Consolidated Entity for the five years to 30 June 2026 are summarised below:

	2026 $	2025 $	2024 $	2023 $	2022 $
Interest and other income	376,385	178,199	410,481	370,472	278,091
Loss before income tax	(1,542,856)	(2,099,121)	(1,458,961)	(682,603)	(755,736)
Loss after income tax	(1,542,856)	(2,099,121)	(1,458,961)	(682,603)	(755,736)

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

	2026	2025 (i)	2024 (i)	2023 (i)	2022 (i)
Share price at year end (cents per share)	13.000	0.600	1.700	1.400	1.800
Loss per share (cents per share)	(2.985)	(6.300)	(6.140)	(4.760)	(7.360)

(i) Loss per share information for the comparative periods have been reconstructed to reflect the 20:1 share consolidation approved by shareholders at the Extraordinary General Meeting held on 16 March 2026. However, historical share price information presented reflects the market price at the relevant point in time and has not been adjusted for the 20:1 share consolidation.

Additional disclosures relating to key management personnel

Shareholding

The number of shares in the Company held during the financial year by each Director and other members of key management personnel of the Consolidated Entity, including their personally related parties, is set out below:

	Balance at the start of the year	Received as part of remuneration	Additions	Other movement	Impact of share consolidation (ii)	Balance at the end of the year
Ordinary shares						
Mr Stuart Rechner	16,850,000	-	20,000,000	-	(35,007,500)	1,842,500
Dr David DeTata	15,900,000	-	17,000,000	-	(31,255,000)	1,645,000
Mr Anthony McIntosh (i)	16,290,343	-	15,900,000	(32,190,343)	-	-
Mr Daniel Loughnan (iii)	-	-	16,000,000	-	(15,200,000)	800,000
	49,040,343	-	68,900,000	(32,190,343)	(81,462,500)	4,287,500

(i) Anthony McIntosh resigned as Non-Executive Director on 17 November 2025. The other movement of (32,190,343) represents shares held by the individual upon ceasing as Key Management Personnel (KMP) of the Company and are therefore no longer disclosed in the KMP shareholding table.
(ii) Adjusted to reflect a 20:1 share consolidation approved by shareholders at the Extraordinary General Meeting on 16 March 2026 and completed on 14 April 2026.
(iii) Daniel Loughnan was appointed as a Non-Executive Director on 16 December 2025.

Option holding

The number of options over ordinary shares in the Company held during the financial year by each Director and other members of key management personnel of the Consolidated Entity, including their personally related parties, is set out below:

	Balance at the start of the year	Granted	Exercised	Expired / forfeited	Other movement	Impact of share consolidation (ii)	Balance at the end of the year
Options over ordinary shares							
Mr Stuart Rechner	14,000,000	5,000,000	(10,000,000)	(4,000,000)	-	(4,750,000)	250,000
Dr David DeTata	18,000,000	2,500,000	(12,000,000)	(6,000,000)	-	(2,375,000)	125,000
Mr Anthony McIntosh (i)	7,500,000	5,000,000	(5,900,000)	(1,600,000)	(5,000,000)	-	-
	39,500,000	12,500,000	(27,900,000)	(11,600,000)	(5,000,000)	(7,125,000)	375,000

(i) Anthony McIntosh resigned as Non-Executive Director on 17 November 2025. The other movement of (5,000,000) represents options held by the individual upon ceasing as Key Management Personnel (KMP) of the Company and are therefore no longer disclosed in the KMP option holding table.
(ii) Adjusted to reflect a 20:1 share consolidation approved by shareholders at the Extraordinary General Meeting on 16 March 2026 and completed on 14 April 2026.

This concludes the remuneration report, which has been audited.

Shares under option

Unissued ordinary shares of Strategic Energy Resources Limited under option at the date of this report are as follows:

Grant date	Expiry date	Exercise price	Number under option
14 October 2024	14 October 2027	$0.0000	180,000
25 September 2025	28 March 2027	$0.2000	10,250,004
8 October 2025	13 October 2028	$0.0000	300,000
9 October 2025	13 October 2028	$0.0000	150,000
			10,880,004

No person entitled to exercise the options had or has any right by virtue of the option to participate in any share issue of the Company.

Shares issued on the exercise of options

The following ordinary shares of Strategic Energy Resources Limited issued on the exercise of options during the year ended 30 June 2026 and up to the date of this report.

Date options granted	Exercise price	Number of shares issued
30 November 2022	$0.0000	1,500,000
7 September 2023	$0.0000	2,625,000
23 November 2023	$0.0000	14,000,000
19 November 2024	$0.0000	12,400,000
25 September 2025	$0.0100	15,000,000
		45,525,000

Indemnity and insurance of officers

The Company has indemnified the directors of the Company for costs incurred, in their capacity as a director, for which they may be held personally liable, except where there is a lack of good faith.

During the financial year, the Company paid a premium in respect of a contract to insure the directors of the Company against a liability to the extent permitted by the Corporations Act 2001. The contract of insurance prohibits disclosure of the nature of liability and the amount of the premium.

Indemnity and insurance of auditor

To the extent permitted by law, the Company has agreed to indemnify its auditors, Horizon Nexus (WA) Audit Pty Ltd (previously Nexia Perth Audit Services Pty Ltd), as part of the terms of its audit engagement against claims by third parties arising from the audit (for an unspecified amount).

No payment has been made to indemnify Horizon Nexus (WA) Audit Pty Ltd (previously Nexia Perth Audit Services Pty Ltd) during and/or since the year ended 30 June 2026.

Proceedings on behalf of the Company

No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the Company, or to intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or part of those proceedings.

Non-audit services

There were no non-audit services provided during the financial year by the auditor.

Officers of the Company who are former partners of Horizon Nexus (WA) Audit Pty Ltd (previously Nexia Perth Audit Services Pty Ltd)

There are no officers of the Company who are former partners of Horizon Nexus (WA) Audit Pty Ltd (previously Nexia Perth Audit Services Pty Ltd).

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this Directors' report.

Auditor

Horizon Nexus (WA) Audit Pty Ltd (previously Nexia Perth Audit Services Pty Ltd) continues in office in accordance with section 327 of the Corporations Act 2001.

Rounding of amounts

Strategic Energy Resources Limited is a type of Company that is referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2026/183 and therefore the amounts contained in this report and in the financial statements have been rounded to the nearest dollar.

This report is made in accordance with a resolution of Directors, pursuant to section 298(2)(a) of the Corporations Act 2001.

On behalf of the Directors

Mr Stuart Rechner
Non-Executive Chairman

22 September 2026

Horizon Nexus Partners
Horizon Nexus (WA) Audit Pty Ltd (ACN 145 447 105)
Level 4, 88 William Street, Perth WA 6000 | GPO Box 2570, Perth WA 6001
horizonnp.com.au

To the Board of Directors of Strategic Energy Resources Limited

Auditor's Independence Declaration under section 307C of the *Corporations Act 2001*

As lead auditor for the audit of the consolidated financial report of Strategic Energy Resources Limited for the financial year ended 30 June 2026, I declare that to the best of my knowledge and belief, there have been no contraventions of:

(a) the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and

(b) any applicable code of professional conduct in relation to the audit.

Yours sincerely

Horizon Nexus (WA) Audit Pty Ltd

Horizon Nexus (WA) Audit Pty Ltd

Muranda Cornelius
Director

Perth, Western Australia
Date: 22 September 2026

		Consolidated	
	Note	30 June 2026 $	30 June 2025 $
Other income	5	376,385	178,199
Expenses			
Impairment of exploration assets held for sale	6	-	(1,195,842)
Administration and corporate expenses	7	(1,000,426)	(927,097)
Tenement due diligence and exploration expenses	8	(918,815)	(154,381)
Loss before income tax expense		(1,542,856)	(2,099,121)
Income tax expense	9	-	-
Loss after income tax expense for the year attributable to the owners of Strategic Energy Resources Limited		(1,542,856)	(2,099,121)
Other comprehensive income for the year, net of tax		-	-
Total comprehensive loss for the year attributable to the owners of Strategic Energy Resources Limited		(1,542,856)	(2,099,121)
		Cents	Cents
Basic loss earnings per share	31	(2.985)	(6.300)
Diluted loss earnings per share	31	(2.985)	(6.300)

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

Strategic Energy Resources Limited
Statement of financial position
As at 30 June 2026

	Note	Consolidated 30 June 2026 $	Consolidated 30 June 2025 $
Assets			
Current assets			
Cash and cash equivalents	10	1,835,262	675,131
Other receivables		15,694	15,197
Non-current assets classified as held for sale	11	-	400,000
Prepayments		30,043	35,271
Total current assets		1,880,999	1,125,599
Non-current assets			
Equipment		48,645	3,834
Exploration and evaluation assets	12	6,672,884	5,837,801
Other assets	13	71,000	151,500
Total non-current assets		6,792,529	5,993,135
Total assets		8,673,528	7,118,734
Liabilities			
Current liabilities			
Trade and other payables	14	243,214	291,815
Employee entitlements		113,629	81,880
Funds received in advance for share capital		112,000	-
Other liabilities	15	1,056,788	305,371
Total current liabilities		1,525,631	679,066
Non-current liabilities			
Employee entitlements		53,636	32,965
Total non-current liabilities		53,636	32,965
Total liabilities		1,579,267	712,031
Net assets		7,094,261	6,406,703
Equity			
Issued capital	16	45,244,468	42,799,707
Reserves	17	173,711	406,628
Accumulated losses		(38,323,918)	(36,799,632)
Total equity		7,094,261	6,406,703

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

Consolidated	Issued capital $	Reserves $	Accumulated losses $	Total equity $
Balance at 1 July 2024	42,097,670	258,486	(34,737,739)	7,618,417
Loss after income tax expense for the year	-	-	(2,099,121)	(2,099,121)
Other comprehensive income for the year, net of tax	-	-	-	-
Total comprehensive loss for the year	-	-	(2,099,121)	(2,099,121)
Transactions with owners in their capacity as owners:				
Contributions of equity, net of transaction costs (note 16)	734,517	-	-	734,517
Share-based payments	-	185,348	-	185,348
Shares issued in lieu of service	28,000	-	-	28,000
Transfer of expired and cancelled options	-	(29,604)	5,626	(23,978)
Options issued for capital raising costs	(60,480)	60,480	-	-
Transfers upon disposal of investments	-	(68,082)	31,602	(36,480)
Balance at 30 June 2025	42,799,707	406,628	(36,799,632)	6,406,703

Consolidated	Issued capital $	Reserves $	Accumulated losses $	Total equity $
Balance at 1 July 2025	42,799,707	406,628	(36,799,632)	6,406,703
Loss after income tax expense for the year	-	-	(1,542,856)	(1,542,856)
Other comprehensive income for the year, net of tax	-	-	-	-
Total comprehensive loss for the year	-	-	(1,542,856)	(1,542,856)
Transactions with owners in their capacity as owners:				
Contributions of equity, net of transaction costs (note 16)	1,885,386	-	-	1,885,386
Shares issued for purchase of tenements (note 16)	120,000	-	-	120,000
Share-based payments (note 32)	-	75,028	-	75,028
Shares issued from exercise of options (note 16)	505,375	(355,375)	-	150,000
Transfer of expired and cancelled options (note 17)	-	(18,570)	18,570	-
Options issued for capital raising costs (note 17)	(66,000)	66,000	-	-
Balance at 30 June 2026	45,244,468	173,711	(38,323,918)	7,094,261

	Note	Consolidated 30 June 2026 $	Consolidated 30 June 2025 $
Cash flows from operating activities			
Payments to suppliers and employees		(895,411)	(731,266)
Interest received		27,708	35,745
Receipt of R&D tax incentive received		348,749	143,623
Receipts from sale of Option to Purchase Cowal Project		-	100,000
Net cash used in operating activities	30	(518,954)	(451,898)
Cash flows from investing activities			
Payments for equipment		(51,890)	(2,326)
Payments for exploration and evaluation		(1,383,031)	(2,066,754)
Proceeds from security deposits		80,500	21,478
Proceeds from sale of exploration tenement		350,000	-
Payments for acquisition of exploration tenement		(150,000)	-
Proceeds from disposal of investment		-	200,640
Advances received for assets held for disposal		-	50,000
Contributions from joint operations - net of exploration expenses		692,505	(318,234)
Net cash used in investing activities		(461,916)	(2,115,196)
Cash flows from financing activities			
Proceeds from issue of shares	16	2,000,001	781,400
Proceeds from exercise of options		150,000	-
Funds received in advance for share capital		112,000	-
Cost of capital raising		(121,000)	(46,884)
Net cash from financing activities		2,141,001	734,516
Net increase/(decrease) in cash and cash equivalents		1,160,131	(1,832,578)
Cash and cash equivalents at the beginning of the financial year		675,131	2,507,709
Cash and cash equivalents at the end of the financial year	10	1,835,262	675,131

The above statement of cash flows should be read in conjunction with the accompanying notes

Note 1. General information

The financial statements cover Strategic Energy Resources Limited as a Consolidated Entity consisting of Strategic Energy Resources Limited and the entities it controlled at the end of, or during, the year. The financial statements are presented in Australian dollars, which is Strategic Energy Resources Limited's functional and presentation currency.

Strategic Energy Resources Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Suite 2, Level 11
385 Bourke Street,
Melbourne VIC 3000

The financial statements were authorised for issue, in accordance with a resolution of Directors, on 22 September 2026. The Directors have the power to amend and reissue the financial statements.

Note 2. Material accounting policy information

The accounting policies that are material to the Consolidated Entity are set out either in the respective notes or below. The accounting policies adopted are consistent with those of the previous financial year, unless otherwise stated.

Basis of preparation

These general-purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the Corporations Act 2001, as appropriate for for-profit oriented entities. These financial statements also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board ('IASB').

Historical cost convention

The financial statements have been prepared under the historical cost convention, except for, where applicable, the revaluation of financial assets and liabilities at fair value through profit or loss, financial assets at fair value through other comprehensive income and certain classes of property, plant and equipment.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Consolidated Entity's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are material to the financial statements, are disclosed in note 3.

Rounding of amounts

Strategic Energy Resources Limited is a type of Company that is referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2026/183 and therefore the amounts contained in this report and in the financial statements have been rounded to the nearest dollar.

Functional and presentation currency

The financial statements are presented in Australian dollars, which is Consolidated Entity's functional and presentation currency.

Note 2. Material accounting policy information (continued)

Going concern

The financial report has been prepared on the going concern basis, which assumes continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business.

For the year ended 30 June 2026 the Consolidated Entity incurred a net loss of $1,542,856 (30 June 2025: $2,099,121 net loss). The Consolidated Entity also recorded a net cash outflow from operating and investing activities for the year ended 30 June 2026 of $980,870 (30 June 2025: $2,567,094). These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Consolidated Entity's ability to continue as a going concern and, therefore, its ability to realise its assets and discharge its liabilities in the ordinary course of business.

Notwithstanding the above, the Directors determined that the use of the going concern basis of accounting is appropriate in preparing the financial statements. In reaching this conclusion, the Directors have considered the Consolidated Entity's cash flow forecasts and the following key matters and judgements:

- Raising additional capital through the Company's existing placement capacity, including the successful completion of a $1,715,000 capital raise (before costs) subsequent to the financial year end, as disclosed in note 29, which has strengthened the Consolidated Entity's liquidity position and supports its ongoing funding requirements;
- Subject to negotiation and approval, minimum work requirements may be varied or suspended, and/or permits may be surrendered or cancelled; and
- Meeting its obligations by farm-out of the Consolidated Entity’s exploration interests.

Based on the above matters, the Directors have a reasonable expectation that the Consolidated Entity will be able to meet its obligations as and when they fall due and therefore have concluded that the going concern basis of preparation is appropriate.

Should the Consolidated Entity 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 the business, and at amounts that differ from those stated in the consolidated financial statements. The consolidated financial statements does not include any adjustments relating to the recoverability and classification of recorded asset amounts or to the amounts and classification of liabilities that might be necessarily incurred should the Consolidated Entity not continue as a going concern.

Parent entity information

In accordance with the Corporations Act 2001, these financial statements present the results of the Consolidated Entity only. Supplementary information about the parent entity is disclosed in note 26.

Principles of consolidation

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of Strategic Energy Resources Limited ('Company' or 'parent entity') as at 30 June 2026 and the results of all subsidiaries for the year then ended. Strategic Energy Resources Limited and its subsidiaries together are referred to in these financial statements as the 'Consolidated Entity'. A list of subsidiaries is included in note 27. Reporting period and accounting policies of all the subsidiaries are consistent with the Company.

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

Note 2. Material accounting policy information (continued)

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

The acquisition of subsidiaries is accounted for using the acquisition method of accounting. A change in ownership interest, without the loss of control, is accounted for as an equity transaction, where the difference between the consideration transferred and the book value of the share of the non-controlling interest acquired is recognised directly in equity attributable to the parent.

Where the Consolidated Entity loses control over a subsidiary, it derecognises the assets including goodwill, liabilities and non-controlling interest in the subsidiary together with any cumulative translation differences recognised in equity. The Consolidated Entity recognises the fair value of the consideration received and the fair value of any investment retained together with any gain or loss in profit or loss.

Current and non-current classification
Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the Consolidated Entity's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the Consolidated Entity's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no right at the end of the reporting period to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Joint operations
A joint operation is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the assets, and obligations for the liabilities, relating to the arrangement. The Consolidated Entity has recognised its share of jointly held assets, liabilities, revenues and expenses of joint operations. These have been incorporated in the financial statements under the appropriate classifications.

Investments and other financial assets
Investments and other financial assets are initially measured at fair value. Transaction costs are included as part of the initial measurement, except for financial assets at fair value through profit or loss. Such assets are subsequently measured at either amortised cost or fair value depending on their classification. Classification is determined based on both the business model within which such assets are held and the contractual cash flow characteristics of the financial asset unless an accounting mismatch is being avoided.

Financial assets are derecognised when the rights to receive cash flows have expired or have been transferred and the Consolidated Entity has transferred substantially all the risks and rewards of ownership. When there is no reasonable expectation of recovering part or all of a financial asset, its carrying value is written off.

Note 2. Material accounting policy information (continued)

Financial assets at amortised cost
A financial asset is measured at amortised cost only if both of the following conditions are met: (i) it is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and (ii) the contractual terms of the financial asset represent contractual cash flows that are solely payments of principal and interest.

Impairment of financial assets
The Consolidated Entity recognises a loss allowance for expected credit losses on financial assets which are either measured at amortised cost or fair value through other comprehensive income. The measurement of the loss allowance depends upon the Consolidated Entity's assessment at the end of each reporting period as to whether the financial instrument's credit risk has increased materially since initial recognition, based on reasonable and supportable information that is available, without undue cost or effort to obtain.

Where there has not been a material increase in exposure to credit risk since initial recognition, a 12-month expected credit loss allowance is estimated. This represents a portion of the asset's lifetime expected credit losses that is attributable to a default event that is possible within the next 12 months. Where a financial asset has become credit impaired or where it is determined that credit risk has increased materially, the loss allowance is based on the asset's lifetime expected credit losses. The amount of expected credit loss recognised is measured on the basis of the probability weighted present value of anticipated cash shortfalls over the life of the instrument discounted at the original effective interest rate.

For financial assets mandatorily measured at fair value through other comprehensive income, the loss allowance is recognised in other comprehensive income with a corresponding expense through profit or loss. In all other cases, the loss allowance reduces the asset's carrying value with a corresponding expense through profit or loss.

Non-current assets or disposal groups classified as held for sale
Non-current assets and assets of disposal groups are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continued use. They are measured at the lower of their carrying amount and fair value less costs of disposal. For non-current assets or assets of disposal groups to be classified as held for sale, they must be available for immediate sale in their present condition and their sale must be highly probable.

An impairment loss is recognised for any initial or subsequent write down of the non-current assets and assets of disposal groups to fair value less costs of disposal. A gain is recognised for any subsequent increases in fair value less costs of disposal of a non-current assets and assets of disposal groups, but not in excess of any cumulative impairment loss previously recognised.

Non-current assets are not depreciated or amortised while they are classified as held for sale. Interest and other expenses attributable to the liabilities of assets held for sale continue to be recognised.

Non-current assets classified as held for sale and the assets of disposal groups classified as held for sale are presented separately on the face of the statement of financial position, in current assets. The liabilities of disposal groups classified as held for sale are presented separately on the face of the statement of financial position, in current liabilities.

New Accounting Standards and Interpretations adopted
The Consolidated Entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. The adoption of these Accounting Standards and Interpretations did not have any material impact on the financial performance or position of the Consolidated Entity.

Note 2. Material accounting policy information (continued)

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.

AASB18 Presentation and Disclosure in Financial Statements

This standard is applicable to annual reporting periods beginning on or after 1 January 2027. The standard replaces *AASB 101 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. As at reporting date, the Consolidated Entity has not completed an assessment on the impact of the standard.

AASB 2024-2 Amendments to Australian Accounting Standards - Classification and measurement of financial instruments

Amends AASB 9 *Financial instruments* to introduce an option to derecognise financial liabilities settled through electronic transfer before the settlement date, clarifies how contractual cash flows should be assessed for financial assets with environmental, social and governance (ESG) and similar features, includes additional guidance in respect of non-recourse features and contractually linked instruments and amends specific disclosure requirements. The Consolidated Entity is currently evaluating the expected impact of these amendments on the consolidated financial statements. The amendments are applicable to annual reporting periods beginning on or after 1 January 2026. As at reporting date, the Consolidated Entity has not completed an assessment on the impact of the standard.

Note 3. Critical accounting judgements, estimates and assumptions

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

Share-based payment transactions

The Consolidated Entity measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by using either the Monte-Carlo simulation and Black-Scholes model taking into account the terms and conditions upon which the instruments were granted. The accounting estimates and assumptions relating to equity-settled share-based payments would have no impact on the carrying amounts of assets and liabilities within the next annual reporting period but may impact profit or loss and equity.

Note 3. Critical accounting judgements, estimates and assumptions (continued)

Exploration and evaluation costs
Exploration and evaluation costs have been capitalised on the basis that the Consolidated Entity will commence commercial production in the future, from which time the costs will be amortised in proportion to the depletion of the mineral resources. Key judgements are applied in considering costs to be capitalised which includes determining expenditures directly related to these activities and allocating overheads between those that are expensed and capitalised. In addition, costs are only capitalised that are expected to be recovered either through successful development or sale of the relevant mining interest. Factors that could impact the future commercial production at the mine include the level of reserves and resources, future technology changes, which could impact the cost of mining, future legal changes and changes in commodity prices. To the extent that capitalised costs are determined not to be recoverable in the future, they will be written off in the period in which this determination is made.

Indicators of impairment are:
a. The right to explore has expired or will expire and is not expected to be renewed
b. Expenditure or further exploration is not budgeted or planned
c. No commercially viable discoveries have been made and the decision has been made to discontinue activities
d. The carrying amount of the asset is unlikely to be recovered from the development or sale

Material judgment is required in determining whether it is likely that future economic benefits will be derived from the capitalised exploration and evaluation expenditure.

Note 4. Operating segments

During the current financial year, the Consolidated Entity operated in one segment being an explorer of base and precious metals.

AASB 8 requires operating segments to be identified on the basis of internal reports about the components of the Consolidated Entity that are regularly reviewed by the chief operating decision maker in order to allocate resources to the segment and to assess its performance. In the current year the board reviews the Consolidated Entity as one operating segment being mineral exploration within Australia.

Assets and liabilities by geographical area
All assets and liabilities and operations are based in Australia.

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

Note 5. Other income

	Consolidated	
	30 June 2026 $	30 June 2025 $
Interest Income	27,636	34,576
R&D tax incentive received	348,749	143,623
Other income	376,385	178,199

Note 5. Other income (continued)

Accounting policy for other income
Other income is recognised when it is received or when the right to receive payment is established.

Accounting policy for government grants
Research and Development tax incentives and other government grants are recognised in accordance with AASB 120: Accounting for Government grants and Disclosure of Government Assistance. Grants are recognised at their fair value when there is reasonable assurance that the grant will be received and all conditions have been complied with. The grant has been recognised as other income within the period.

Note 6. Impairment of exploration assets held for sale

	Consolidated	
	30 June 2026 $	30 June 2025 $
Impairment of South Cobar Project	-	(1,195,842)

On 10 June 2025, the Company announced the execution of a binding sale agreement with Australian Gold & Copper Limited (ASX:AGC) for the sale of SER's South Cobar Project. The terms of the agreement includes $50,000 cash payable upon execution of the sale agreement and $350,000 cash payable upon completion of the sale agreement. The Company received $50,000 on the execution of the agreement and recognised impairment loss of $1,195,842 being the difference between the cost incurred to-date of $1,595,842 less fair value of $400,000. The sale was successfully completed in November 2025.

Note 7. Administration and corporate expenses

	Consolidated	
	30 June 2026	30 June 2025
	$	$
Loss before income tax includes the following specific expenses:		
Depreciation		
Office equipment	2,294	1,756
Exploration equipment	4,785	-
Total depreciation	7,079	1,756
Share-based payments expense	75,028	143,801
Other expenses	144,766	55,580
Corporate expenses	551,352	431,850
Defined contribution superannuation expense	17,371	21,311
Salary and employee benefit expenses (excluding employment expenses associated with exploration activities)	204,830	272,799
Total employment expenses	222,201	294,110
Total administration and corporate expenses	1,000,426	927,097

Note 8. Tenement due diligence and exploration expenses

	Consolidated	
	30 June 2026	30 June 2025
	$	$
Tenement due diligence and other exploration expenses	116,978	61,372
Impairment of capitalised exploration expenses (i)	332,025	-
Write off of capitalised exploration expenditure (ii)	469,812	93,009
	918,815	154,381

(i) During the year, the Consolidated Entity recognised an impairment expense relating to exploration and evaluation assets. The impairment was recognised following management's assessment that the carrying amount of certain assets were not recoverable, as no substantive further exploration and evaluation expenditure was planned and certain tenements were to expire or be allowed to lapse without renewal.

(ii) During the year, the Consolidated Entity recognised a write-off of capitalised exploration and evaluation expenditure relating to tenements no longer held by the Consolidated Entity.

Note 9. Income tax

	Consolidated	
	30 June 2026 $	30 June 2025 $
Numerical reconciliation of income tax expense and tax at the statutory rate		
Loss before income tax expense	(1,542,856)	(2,099,121)
Tax at the statutory tax rate of 25%	(385,714)	(524,780)
Tax effect amounts which are not deductible/(taxable) in calculating taxable income:		
Share-based payments	18,757	35,950
Entertainment expenses	-	117
Non-assessable R&D Grant	(87,187)	-
	(454,144)	(488,713)
Income tax losses carried forward not taken up as a benefit	454,144	488,713
Income tax expense	-	-

	Consolidated	
	30 June 2026 $	30 June 2025 $
Tax losses not recognised		
Unused tax losses for which no deferred tax asset has been recognised	42,163,014	41,447,929
Potential tax benefit @ 25%	10,540,754	10,361,982

The above potential tax benefit for tax losses has not been recognised in the statement of financial position. These tax losses can only be utilised in the future if the continuity of ownership test is passed or, failing that, the same business test is passed.

The taxation benefits of tax losses and temporary difference not brought to account will only be obtained if:

(i) the Consolidated Entity derives future assessable income of a nature and of an amount sufficient to enable the benefit from the deductions for the losses to be realised;
(ii) the Consolidated Entity continues to comply with the conditions for deductibility imposed by law; and
(iii) no change in tax legislation adversely affects the Consolidated Entity in realising the benefits from deducting the losses.

Note 9. Income tax (continued)

	Consolidated	
	30 June 2026 $	30 June 2025 $
Deferred tax assets not recognised		
Deferred tax assets not recognised comprises temporary differences attributable to:		
Tax losses (revenue losses)	10,540,754	10,361,982
Temporary differences	120,569	99,096
Tax losses (capital losses)	2,059,038	2,050,655
Set-off deferred tax liabilities	(1,600,902)	(1,459,649)
Total net deferred tax assets not recognised	11,119,459	11,052,084

	Consolidated	
	30 June 2026 $	30 June 2025 $
Deferred tax liability		
Temporary differences	1,600,902	1,459,649
Deferred tax liability	1,600,902	1,459,649

Accounting policy for income tax

The income tax expense or benefit for the period is the tax payable on that period's taxable income based on the applicable income tax rate for each jurisdiction, adjusted by the changes in deferred tax assets and liabilities attributable to temporary differences, unused tax losses and the adjustment recognised for prior periods, where applicable.

Deferred tax assets and liabilities are recognised for temporary differences at the tax rates expected to be applied when the assets are recovered or liabilities are settled, based on those tax rates that are enacted or substantively enacted, except for:

- When the deferred income tax asset or liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and that, at the time of the transaction, affects neither the accounting nor taxable profits; or
- When the taxable temporary difference is associated with interests in subsidiaries, associates or joint ventures, and the timing of the reversal can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

The carrying amount of recognised and unrecognised deferred tax assets are reviewed at each reporting date. Deferred tax assets recognised are reduced to the extent that it is no longer probable that future taxable profits will be available for the carrying amount to be recovered. Previously unrecognised deferred tax assets are recognised to the extent that it is probable that there are future taxable profits available to recover the asset.

Deferred tax assets and liabilities are offset only where there is a legally enforceable right to offset current tax assets against current tax liabilities and deferred tax assets against deferred tax liabilities; and they relate to the same taxable authority on either the same taxable entity or different taxable entities which intend to settle simultaneously.

Note 10. Cash and cash equivalents

	Consolidated	
	30 June 2026	30 June 2025
	$	$
Cash at bank	618,397	150,771
Cash at bank, held in for joint operations	1,216,865	524,360
	1,835,262	675,131

Accounting policy for cash and cash equivalents
Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

For the purposes of the Statement of Cash Flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts.

Note 11. Non-current assets classified as held for sale

	Consolidated	
	30 June 2026	30 June 2025
	$	$
Exploration assets held for sale	-	400,000

South Cobar Project
On 10 June 2025, the Company announced the execution of a binding sale agreement with Australian Gold & Copper Limited for the sale of SER's South Cobar Project. The term of the agreement includes $50,000 cash payable upon execution of the sale agreement and $350,000 cash payable upon completion of the sale agreement. Completion will be subject to satisfaction agreement terms and any mandatory regulatory approvals. The sale was successfully completed in November 2025.

Note 12. Exploration and evaluation assets

	Consolidated	
	30 June 2026	30 June 2025
	$	$
Exploration and evaluation - at cost	6,672,884	5,837,801

Note 12. Exploration and evaluation assets (continued)

Reconciliations

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

Consolidated	Exploration assets $
Balance at 30 June 2024	5,346,786
Additions	133,807
Expenditure during the year	1,953,050
Assets held for sale	(400,000)
Impairment of assets	(1,195,842)
Balance at 30 June 2025	5,837,801
Additions	270,000
Expenditure during the year	1,366,920
Impairment of assets	(801,837)
Balance at 30 June 2026	6,672,884

Accounting policy for exploration and evaluation assets

Exploration and evaluation expenditure in relation to separate areas of interest for which rights of tenure are current is carried forward as an asset in the statement of financial position where it is expected that the expenditure will be recovered through the successful development and exploitation of an area of interest, or by its sale; or exploration activities are continuing in an area and activities have not reached a stage which permits a reasonable estimate of the existence or otherwise of economically recoverable reserves. Where a project or an area of interest has been abandoned or other indicators of impairment exist, the expenditure incurred thereon is written off in the year in which the decision is made or the impairment event occurred.

Note 13. Other non-current assets

	Consolidated	
	30 June 2026 $	30 June 2025 $
Performance guarantee bonds	41,000	121,500
Non-current term deposits	30,000	30,000
	71,000	151,500

Accounting policy for other non-current deposits

Deposits are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses.

Note 14. Trade and other payables

	Consolidated	
	30 June 2026	30 June 2025
	$	$
Trade payables	138,374	91,822
Other payables	104,840	199,993
	243,214	291,815

Refer to note 19 for further information on financial instruments.

Accounting policy for trade and other payables
These amounts represent liabilities for goods and services provided to the Consolidated Entity prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Note 15. Other Liabilities

	Consolidated	
	30 June 2026	30 June 2025
	$	$
Advances received in relation to assets held for sale (i)	-	50,000
Advance received in relation to the joint venture - Canobie Project (ii)	679,502	255,371
Advance received in relation to the joint venture - Bulimba Project (iii)	377,286	-
	1,056,788	305,371

(i) Advances received in relation to assets held for sale
On 10 June 2025, the Company announced the execution of a binding sale agreement with Australian Gold & Copper Limited for the sale of SER's South Cobar Project. The terms of the agreement includes $50,000 cash payable upon execution of the sale agreement and $350,000 cash payable upon completion of the sale agreement. The Company received $50,000 on the execution of the agreement, which was recognised as an advance until the completion of the transaction. The sale was successfully completed in November 2025.

(ii) Advance received in relation to the joint venture - Canobie Project
On 23 June 2023, the Company entered into a Farm-In and Joint Venture Agreement (FJV) with FMG Resources Pty Ltd in respect of the Canobie Project in northwest Queensland. As at 30 June 2026, FMG Resources had advanced $5,393,677 to fund exploration activities under the FJV. Of this amount, $4,714,175 had been expended on exploration activities, with the remaining balance representing unspent funds.

(iii) Advance received in relation to the joint venture - Bulimba Project
On 15 April 2026, the Company entered into a Farm-In and Joint Venture Agreement (FJV) with Sumitomo Metal Mining Oceania Pty Ltd in respect of the Bulimba Project in northeast Queensland. As at 30 June 2026, Sumitomo had advanced $600,000 to fund exploration activities under the FJV. Of this amount, $222,714 had been expended on exploration activities, with the remaining balance representing unspent funds.

Refer to note 28 for further information on the Farm-outs in the exploration and evaluation phase.

Note 16. Issued capital

	Consolidated			
	30 June 2026 Shares	30 June 2025 Shares	30 June 2026 $	30 June 2025 $
Ordinary shares - fully paid	56,578,127	671,033,330	45,244,468	42,799,707

Movements in ordinary share capital

Details	Date	Shares	Issue price	$
Balance	30 June 2024	597,996,970		42,097,670
Issue of fully paid ordinary shares	22 July 2024	71,036,360	$0.0110	781,400
Issue of fully paid ordinary shares	14 October 2024	2,000,000	$0.0140	28,000
Share issue costs		-		(107,363)
Balance	30 June 2025	671,033,330		42,799,707
Shares issued on options exercised	31 July 2025	27,900,000	$0.0113	316,000
Issue of fully paid ordinary shares	7 August 2025	137,758,325	$0.0050	688,792
Issue of fully paid ordinary shares	29 September 2025	262,241,676	$0.0050	1,311,209
Shares issued for purchase of tenements	3 November 2025	15,000,000	$0.0080	120,000
Shares issued on options exercised	23 February 2026	2,000,000	$0.0100	20,000
Shares issued on options exercised	25 February 2026	13,000,000	$0.0100	130,000
Shares issued on options exercised	18 March 2026	2,625,000	$0.0000	39,375
Share consolidation 20:1 (i)	14 April 2026	(1,074,980,204)		-
Share issue costs		-		(180,615)
Balance	30 June 2026	56,578,127		45,244,468

(i) Adjusted to reflect a 20:1 share consolidation approved by shareholders at the Extraordinary General Meeting on 16 March 2026 and completed on 14 April 2026.

Ordinary shares
Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the Company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the Company does not have a limited amount of authorised capital.

On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

Capital risk management
The Consolidated Entity's objectives when managing capital are to safeguard its ability to continue as a going concern, so that it can provide returns for shareholders and benefits for other stakeholders and to maintain an optimum capital structure to reduce the cost of capital.

Capital is regarded as total equity, as recognised in the statement of financial position, plus net debt. Net debt is calculated as total borrowings less cash and cash equivalents.

In order to maintain or adjust the capital structure, the Consolidated Entity may, issue new shares or sell assets to reduce debt.

Note 16. Issued capital (continued)

The Consolidated Entity would look to raise capital when an opportunity to invest in a business or company was seen as value adding relative to the Company's current share price at the time of the investment.

The Company does not have a defined share buy-back plan.

There is no current intention to incur debt funding on behalf of the Company as on-going exploration expenditure will be funded via equity or joint ventures with other companies.

The Consolidated Entity is not subject to any externally imposed capital requirements.

Management reviews management accounts on a monthly basis and reviews actual expenditure against budget on a quarterly basis.

The capital risk management policy remains unchanged from the 30 June 2025 Annual Report.

Accounting policy for issued capital
Ordinary shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

Note 17. Reserves

	Consolidated	
	30 June 2026 $	30 June 2025 $
Options reserve	173,711	406,628

Options reserve
The reserve is used to recognise the value of equity benefits provided to employees and Directors as part of their remuneration, and other parties as part of their compensation for services.

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

	Options reserve $
Balance at 1 July 2025	406,628
Share based payments issued to directors	45,365
Share based payments issued to employees	29,663
Transfer of expired and cancelled options	(18,570)
Options issued for capital raising service	66,000
Transfer of exercised options	(355,375)
Balance at 30 June 2026	173,711

Note 18. Dividends

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

Note 19. Financial instruments

Financial risk management objectives
The Consolidated Entity's activities expose it to a variety of financial risks: market risk (including foreign currency risk, price risk and interest rate risk), credit risk and liquidity risk. The Consolidated Entity's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Consolidated Entity. The Consolidated Entity uses different methods to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate & foreign exchange, ageing analysis for credit risk and cashflow forecasts to determine liquidity risk.

Risk management is carried out by senior management ('management') under policies approved by the Board of Directors ('the Board'). These policies include identification and analysis of the risk exposure of the Consolidated Entity and appropriate procedures, controls and risk limits. Management identifies, evaluates and hedges financial risks within the Consolidated Entity's operating units. Results are then periodically reports to the Board on a monthly basis.

Market risk

Foreign currency risk
The Consolidated Entity is not exposed to material foreign currency risk.

Price risk
The Consolidated Entity is exposed to price risk in relation to the shares that it owned in other listed and unlisted entities. The risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices.

Interest rate risk
The Consolidated Entity is not exposed to material interest rate risk as deposits are held with established banks with interest rates that are in line with the RBA and other bank rates. The Consolidated Entity doesn't have any interest-bearing liabilities.

Credit risk
Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Consolidated Entity. The Consolidated Entity has a strict code of credit, including obtaining agency credit information, confirming references and setting appropriate credit limits. The Consolidated Entity obtains guarantees where appropriate to mitigate credit risk. The maximum exposure to credit risk at the reporting date to recognised financial assets is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the statement of financial position and notes to the financial statements. The Consolidated Entity does not hold any collateral.

Generally, trade receivables are written off when there is no reasonable expectation of recovery. Indicators of this include the failure of a debtor to engage in a repayment plan, no active enforcement activity and a failure to make contractual payments for a period greater than 1 year.

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

Note 19. Financial instruments (continued)

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

Remaining contractual maturities
The following tables detail the Consolidated Entity's remaining contractual maturity for its financial instrument liabilities. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the financial liabilities are required to be paid. The tables include both interest and principal cash flows disclosed as remaining contractual maturities and therefore these totals may differ from their carrying amount in the statement of financial position.

Consolidated - 30 June 2026	1 year or less $	Remaining contractual maturities $
Non-derivatives and non-interest bearing		
Trade and other payables	243,214	243,214
Total non-derivatives	243,214	243,214

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

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

Note 20. Fair value measurement

Fair value hierarchy
The following tables detail the Consolidated Entity's assets and liabilities, measured or disclosed at fair value, using a three level hierarchy, based on the lowest level of input that is material to the entire fair value measurement, being:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly
Level 3: Unobservable inputs for the asset or liability

As at 30 June 2026, the equity investments in quoted equity shares were nil (30 June 2025: nil).

Assets and liabilities held for sale are measured at fair value on a non-recurring basis.

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

Note 20. Fair value measurement (continued)

For recurring and non-recurring fair value measurements, external valuers may be used when internal expertise is either not available or when the valuation is deemed to be material. External valuers are selected based on market knowledge and reputation. Where there is a material change in fair value of an asset or liability from one period to another, an analysis is undertaken, which includes a verification of the major inputs applied in the latest valuation and a comparison, where applicable, with external sources of data.

Note 21. Key management personnel disclosures

Directors
The following persons were Directors of Strategic Energy Resources Limited during the financial year:

Mr Stuart Rechner	Non-Executive Chairman (transitioned from Executive to Non-Executive on 16 December 2025)
Dr David DeTata	Managing Director
Mr Daniel Loughnan (appointed on 16 December 2025)	Non-Executive Director
Mr Anthony McIntosh (resigned on 17 November 2025)	Non-Executive Director
Mr Mathew Watkins (appointed on 17 November 2025 and resigned on 16 December 2025)	Non-Executive Director

Compensation
The aggregate compensation made to Directors and other members of key management personnel of the Consolidated Entity is set out below:

	Consolidated	
	30 June 2026 $	30 June 2025 $
Short-term employee benefits	550,601	568,807
Post-employment benefits	47,370	50,922
Long-term benefits	10,136	15,062
Share-based payments	45,365	143,800
	653,472	778,591

Note 22. Remuneration of auditors

During the financial year the following fees were paid or payable for services provided by Horizon Nexus (WA) Audit Pty Ltd (previously Nexia Perth Audit Services Pty Ltd), the auditor of the Company, and its network firms:

	Consolidated	
	30 June 2026 $	30 June 2025 $
Audit services - Horizon Nexus (WA) Audit Pty Ltd		
Audit or review of the financial statements	56,865	47,000
Audit services - Grant Thornton Audit Pty Ltd (Resigned on 10 January 2025)		
Audit or review of the financial statements	-	24,483

Note 23. Contingent assets / liabilities

Contingent liabilities
The Consolidated Entity provided security deposits of $41,000 (30 June 2025: $121,500) for the various exploration tenements. The Consolidated Entity may forgo these deposits if conditions of return are not met.

With the exception to the above matter, the Consolidated Entity does not have any other contingent assets / liabilities at reporting date.

Note 24. Commitments

	Consolidated	
	30 June 2026 $	30 June 2025 $
Exploration Commitments		
Committed at the reporting date but not recognised as liabilities, payable:		
Within one year	1,525,094	1,051,606
Two to five years	7,990,062	8,564,807
	9,515,156	9,616,413

The commitments above represent the minimum spending required for each areas of interest owned by the Consolidated Entity and exclude farmed-out exploration interests, which are not managed by the Consolidated Entity.

In order to maintain current rights to tenure to exploration and mining tenements, the Consolidated Entity has the above exploration expenditure requirements up until expiry of leases. These obligations, which may be varied from time to time and which are subject to renegotiation on lease renewal dates – therefore are not provided for in the financial statements as payable.

Within the mineral industry it is common practice for companies to farm-out, transfer or sell a portion of their exploration rights to third parties or to relinquish some exploration and mining tenements altogether, and as a result obligations will be materially reduced or extinguished altogether. The farm-in partners also expended funds on the permits during the year which can result in work programs for certain years being met.

Mining Tenement	Tenement Description	Location	Interest Owned 2026	Interest Owned 2025	Status of exploration commitment
EPM26439	Isa North 1	Queensland	100%	100%	Unfulfilled, Note 6
EPM26440	Isa North 2	Queensland	100%	100%	Unfulfilled, Note 6
EPM26442	Isa North 3	Queensland	100%	100%	Fulfilled
EPM28855	Isa North 4	Queensland	100%	-	Unfulfilled, Note 1 & 6
EL9368	South Cowal	New South Wales	100%	100%	Unfulfilled, Note 6
EL9362	Mundi 1	New South Wales	100%	100%	Unfulfilled, Note 6
EL9388	Mundi 2	New South Wales	100%	100%	Fulfilled
EL9629	Mundi 3	New South Wales	100%	100%	Unfulfilled, Note 6
EL9621	Koonenberry West	New South Wales	100%	100%	Fulfilled
EL9367	Garema	New South Wales	-	100%	Note 2
R70/4793	Ambergate	Western Australia	100%	100%	N/A - retention licence
R70/5012	Ambergate West	Western Australia	100%	100%	N/A - retention licence

Note 24. Commitments (continued)

Mining Tenement	Tenement Description	Location	Interest Owned 2026	Interest Owned 2025	Status of exploration commitment
EL6140	Myall Creek 1	South Australia	100%	100%	Unfulfilled, Note 3
EL5898	Myall Creek 2	South Australia	100%	100%	Unfulfilled, Note 3
EL6626	Mabel Creek	South Australia	-	80%	Note 2
EPM15398	Saxby	Queensland	100%	100%	Note 5
EPM27378	Saxby North	Queensland	100%	100%	Note 5
EPM27586	Saxby 1	Queensland	100%	100%	Note 5
EPM27587	Saxby 2	Queensland	100%	100%	Note 5
EPM27588	Saxby 3	Queensland	100%	100%	Note 5
EPM27638	Saxby 4	Queensland	100%	100%	Note 5
EPM27676	Saxby 5	Queensland	100%	100%	Note 5
EPM28180	Saxby 6	Queensland	100%	100%	Note 5
EPM28864	Saxby 7	Queensland	100%	100%	Note 5
EPM28865	Saxby 8	Queensland	100%	100%	Note 5
EPM28877	Bulimba 1	Queensland	100%	100%	Fulfilled
EPM28878	Bulimba 2	Queensland	100%	100%	Fulfilled
EPM28879	Bulimba 3	Queensland	100%	100%	Fulfilled
EPM28880	Bulimba 4	Queensland	100%	100%	Fulfilled
EPM27134	Diamantina 1	Queensland	100%	-	Fulfilled, Note 4
EPM27135	Diamantina 2	Queensland	100%	-	Fulfilled, Note 4
EPM29278	Diamantina 3	Queensland	100%	-	Application
EPM29279	Diamantina 4	Queensland	100%	-	Application
EPM29280	Diamantina 5	Queensland	100%	-	Application
EPM29305	Diamantina 6	Queensland	100%	-	Application

Note 1
In July 2025, exploration tenement EPM28855 for the Isa North Project was granted.

Note 2
During the year, exploration tenements EL6626 and EL9367 were relinquished.

Note 3
In 2019, the Company signed a farm-in and JV agreement with FMG covering the Myall Creek Project (EL5898 and EL6140). Mining tenement expenditure commitment for this exploration interest was not fulfilled due to factors beyond management's and operators control. In September 2025, FMG withdrew from the farm-in and JV agreement.

Note 4
In November 2025, the Company acquired the exploration licenses for the Diamantina project, covering tenements EPM27134 and EPM27135.

Note 5
During June 2023, the Company signed a farm-in and JV agreement with FMG covering the Canobie Project (EPM 15398, EPM 27378, EPM 27586, EPM 27587, EPM 27588, EPM 27638, EPM 27676, EPM 28180, EPM28864 and EPM 28865). FMG may earn a 51% interest in the Canobie Project (Stage 1 Interest) by incurring $4M in expenditure on exploration which will include a minimum of 3,000m of basement drilling within the first three years. This includes a minimum obligation of $2.5M in expenditure on exploration within the first 2 years.

Note 24. Commitments (continued)

Note 6

For those tenements which the Consolidated Entity has not fulfilled the exploration commitments, the due date to meet the exploration expense commitment hasn't expired at 30 June 2026. Based on the current forecasts, management is confident that the expenditure commitments will be met by their respective due dates. Management reviewed these tenements and is confident that there will no adverse implications to those exploration interest at the reporting date.

Note 25. Related party transactions

Parent entity
Strategic Energy Resources Limited is the parent entity.

Subsidiaries
Interests in subsidiaries are set out in note 27.

Joint operations
Interests in joint operations are set out in note 28.

Key management personnel
Disclosures relating to key management personnel are set out in note 21 and the remuneration report included in the Directors' report.

Transactions with related parties
The following transactions occurred with related parties:

	Consolidated	
	30 June 2026	30 June 2025
	$	$
Payment for geological services (i)	58,515	60,840
Payment for rent (ii)	21,512	17,975

(i) During the year the Company made payments to Diplomatic Exploration Pty Ltd, a related entity of Mr Stuart Rechner. The entity provided exploration services to the Company and the Consolidated Entity throughout the year.

(ii) During the year the Company made payments to Pillage Investments Pty Ltd, an entity related to a close family member of Dr David DeTata. The entity provided rental services to the Company and the Consolidated Entity during the year at rates, which was approved by the Board.

Receivable from and payable to related parties
There were no trade receivables from or trade payables to related parties at the current and previous reporting date.

Loans to/from related parties
There were no loans to or from related parties at the previous reporting date.

Terms and conditions
All transactions with related parties are entered into on normal commercial terms and conditions.

Note 26. Parent entity information

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

Statement of profit or loss and other comprehensive income

	Parent	
	30 June 2026 $	30 June 2025 $
Loss after income tax	(1,475,258)	(2,054,713)
Total comprehensive loss	(1,475,258)	(2,054,713)

Statement of financial position

	Parent	
	30 June 2026 $	30 June 2025 $
Total current assets	945,903	874,847
Total assets	7,738,432	6,867,983
Total current liabilities	386,689	292,070
Total liabilities	440,325	325,035
Equity		
Issued capital	45,244,468	42,799,705
Options reserve	173,711	406,628
Accumulated losses	(38,120,072)	(36,663,385)
Total equity	7,298,107	6,542,948

Guarantees entered into by the parent entity in relation to the debts of its subsidiaries
The parent entity had no guarantees in relation to the debts of its subsidiaries as at 30 June 2026 and 30 June 2025.

Contingent liabilities
The parent entity provided security deposits of $40,000 (30 June 2025: $120,000) for the various exploration tenements. The parent entity may forgo these deposits if conditions of return are not met.

Capital commitments - Property, plant and equipment
The parent entity had no capital commitments for property, plant and equipment at as 30 June 2026 and 30 June 2025.

Note 26. Parent entity information (continued)

Material accounting policy information
The accounting policies of the parent entity are consistent with those of the Consolidated Entity, as disclosed in note 2, except for the following:
- Investments in subsidiaries are accounted for at cost, less any impairment, in the parent entity.
- Investments in associates are accounted for at cost, less any impairment, in the parent entity.
- Dividends received from subsidiaries are recognised as revenue by the parent entity and its receipt may be an indicator of an impairment of the investment.

Note 27. Interests in subsidiaries

Name	Principal place of business / Country of incorporation	Ownership interest 30 June 2026 %	Ownership interest 30 June 2025 %
Strategic Sands Pty Ltd	Australia	100%	100%
Strategic Caldera Pty Ltd (i)	Australia	-	80%
Strategic Royalties Pty Ltd	Australia	100%	100%

(i) On 16 March 2026, Strategic Caldera Pty Ltd, an 80% owned subsidiary of the Company was deregistered.

Note 28. Farm-outs in the exploration and evaluation phase

The Consolidated Entity had interests in unincorporated joint operations at 30 June 2026 as follows;

Name	Principal place of business / Country of incorporation	Ownership interest 30 June 2026 %	Ownership interest 30 June 2025 %
Myall Creek 1 (EL6140) - South Australia (i)	Australia	100.00%	100.00%
Myall Creek 2 (EL5898) - South Australia (i)	Australia	100.00%	100.00%
Saxby (EPM15398) - Queensland (ii)	Australia	100.00%	100.00%
Saxby North (EPM27378) - Queensland (ii)	Australia	100.00%	100.00%
Saxby 1 (EPM27586) - Queensland (ii)	Australia	100.00%	100.00%
Saxby 2 (EPM27587) - Queensland (ii)	Australia	100.00%	100.00%
Saxby 3 (EPM27588) - Queensland (ii)	Australia	100.00%	100.00%
Saxby 4 (EPM27638) - Queensland (ii)	Australia	100.00%	100.00%
Saxby 5 (EPM27676) - Queensland (ii)	Australia	100.00%	100.00%
Saxby 6 (EPM28180) - Queensland (ii)	Australia	100.00%	100.00%
Saxby 7 (EPM28864) - Queensland (ii)	Australia	100.00%	100.00%
Saxby 8 (EPM28865) - Queensland (ii)	Australia	100.00%	100.00%
Bulimba 1 (EPM28877) - Queensland (iii)	Australia	100.00%	100.00%
Bulimba 2 (EPM28878) - Queensland (iii)	Australia	100.00%	100.00%
Bulimba 3 (EPM28879) - Queensland (iii)	Australia	100.00%	100.00%
Bulimba 4 (EPM28880) - Queensland (iii)	Australia	100.00%	100.00%

(i) In 2019, the Company entered into a Farm-In and Joint Venture Agreement with FMG in respect of the Myall Creek Project (EL6140 and EL5898). In September 2025, FMG withdrew from the agreement.

Note 28. Farm-outs in the exploration and evaluation phase (continued)

(ii) On 23 June 2023, the Company entered into a Farm-In and Joint Venture Agreement (FJV) with FMG Resources Pty Ltd to explore the Canobie Project in northwest Queensland. The FJV requires FMG to spend $8M to earn an 80% joint venture interest. Importantly, the JV requires the drilling of 6,000m of basement ensuring the testing of many different Nickel-Copper and Copper-Gold targets. The Canobie Project consisting of EPM 15398, EPM 27378, EPM 27586, EPM 27587, EPM 27588, EPM 27638, EPM 27676, EPM 28180, EPM 28864 and EPM 28865. Key terms include:

- FMG may earn a 51% interest in the Canobie Project (Stage 1 Interest) by incurring $4M in expenditure on exploration which will include a minimum of 3,000m of basement drilling within the first three years. This includes a minimum obligation of $2.5M in expenditure on exploration within the first 2 years.
- During the Stage 1 Period SER will operate and conduct all exploration activities as directed by the Exploration Committee which will comprise two members from each Party.
- FMG may earn an additional 29% interest (for a total interest of 80%) (Stage 2 Interest) by incurring an additional $4M in expenditure on exploration over an additional 3 years which shall include a minimum of 3,000m of basement drilling (Stage 2 Period)
- Co-contribution to expenditure may occur after FMG earns the Stage 1 Interest (FMG 51%: SER 49%) or the Stage 2 Interest (FMG 80%: SER 20%). If SER elects not to contribute, its JV Interest will be diluted according to industry formula.

Under the Farm-In and Joint Venture Agreement, FMG Resources funded a total of $5,393,677 as at 30 June 2026 in respect of the Canobie Project, of which $4,714,175 had been expended on exploration activities.

(iii) On 15 April 2026, the Company entered into a Farm-In and Joint Venture Agreement (FJV) with Sumitomo Metal Mining Oceania Pty Ltd (SMMO) to explore the Bulimba Project in northeast Queensland. The FJV requires SMMO to spend $3M to earn an 90% joint venture interest. Importantly, the JV requires the drilling of 7,500m and completion of a Definitive Feasibility Study (DFS). The Bulimba Project consisting of EPM 28877, EPM 28878, EPM 28879 and EPM 28880. Key terms include:

- Farm-in fee: Within 14 days of executing the binding JV Agreement, SMMO will reimburse SER for a portion of expenditure committed to date ($100,000).
- Minimum commitment: SMMO will commit to a minimum expenditure of $600,000 in the first 12 months before it can withdraw (in which case SER retains 100% of the Project).
- First earn-in: SMMO can earn an initial 51% of the Project through the expenditure of $3M over three years which must include a minimum of 2,500m of drilling.
- Second earn-in: SMMO can earn up to 80% of the Project through the expenditure of $3M over two years which must include a minimum of 5,000m of drilling in addition to the 2,500m drilling from the First earn-in.
- Third earn-in: SMMO can earn a 90% interest upon the completion of a Definitive Feasibility Study (DFS) on >1Moz AuEq resource during a 5-year period.
- SER will be free carried until SMMO elects to enter the pro-rata expenditure period upon completion of the first, second or third earn-in periods. At this point, if either party's interest drops below 10%, the interest converts to a 2% NSR.
- SER will manage and operate the JV until at least the earlier of the pro-rata funding period commencing or SMMO earning the Second Earn-in and will receive a 10% Operator fee on all exploration expenditure.

Under the Farm-In and Joint Venture Agreement, Sumitomo Metal Mining Oceania funded a total of $600,000 as at 30 June 2026 in respect of the Bulimba Project, of which $222,714 had been expended on exploration activities.

Note 28. Farm-outs in the exploration and evaluation phase (continued)

The Consolidated Entity does not record any expenditure made by the farmee on its accounts. It does not recognise any gains or losses on its exploration and evaluation farm-out arrangements but redesignates any costs previously capitalised in relation to the whole interest as relating to the partial interest retained. To the extent that cash consideration received from the farmee exceeds exploration expenditure incurred at the reporting date, the excess is recognised as a liability. As exploration expenditure is incurred, the liability balance is reduced in accordance with the Consolidated Entity's farm-out accounting policy.

The Consolidated Financial Statements include the following amounts relating to the joint operations as at 30 June 2026:

	Consolidated		Consolidated	
	30 June 2026 $ Canobie	30 June 2025 $ Canobie	30 June 2026 $ Bulimba	30 June 2025 $ Bulimba
Current Assets				
Cash and cash equivalents	875,091	524,360	341,774	-
Trade and other receivables	18,867	15,270	-	-
Total Current Assets	893,958	539,630	341,774	-

	Consolidated		Consolidated	
	30 June 2026 $ Canobie	30 June 2025 $ Canobie	30 June 2026 $ Bulimba	30 June 2025 $ Bulimba
Current Liabilities				
Trade and other payables	71,148	131,626	11,006	-
Other current liabilities	679,502	255,371	377,286	-
Total Current Liabilities	750,650	386,997	388,292	-

Note 29. Events after the reporting period

On 3 July 2026, The Company issued 9,583,333 ordinary fully paid shares at an issue price of $0.12 per share, raising $1.15m (before costs) in accordance with the $1.25m share placement announcement on 29 June 2026. The Company's Directors provided firm commitments to subscribe for $100,000 under the Placement. Shareholder approval for the participation of the Directors was obtained at the Extraordinary General Meeting held on 24 August 2026, following which the relevant 833,334 shares were issued on 1 September 2026 at $0.12 per share.

On 16 July 2026, the Company completed its acquisition of a 100% interest in the Diamantina Copper-Gold Project in northwest Queensland from Anglo American Exploration (Australia), satisfying the second and final consideration under the Sale and Purchase Agreement announced on 18 July 2025. The final consideration comprised a cash payment of $150k and the issue of 688,412 ordinary fully paid shares at an issue price of $0.2179 (21.79 cents) per share, valued at $150k.

On 28 July 2026, the Company completed its Share Purchase Plan (SPP), originally announced on 29 June 2026. Following strong support from existing shareholders, the Company accepted applications above the initial target amount and issued 3,872,781 ordinary shares at an issue price of $0.12 per share, raising approximately $465,000.

Note 29. Events after the reporting period (continued)

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

Note 30. Reconciliation of loss after income tax to net cash used in operating activities

	Consolidated	
	30 June 2026 $	30 June 2025 $
Loss after income tax expense for the year	(1,542,856)	(2,099,121)
Adjustments for:		
Depreciation and amortisation	7,079	1,756
Impairment of exploration assets	801,837	-
Impairment of assets held for sale	-	1,195,842
Share-based payments	75,028	143,801
Exploration costs	-	(32,664)
Expenses in relation to joint venture	67,598	20,124
Cost of capital and bonus issued in shares	6,387	17,569
Change in operating assets and liabilities:		
(Increase)/decrease in other receivables	(9,029)	125,972
Decrease in prepayments	5,227	6,775
Decrease in other assets	-	92,350
Increase in trade and other payables	17,355	13,686
Increase in employee benefits	52,420	62,012
Net cash used in operating activities	(518,954)	(451,898)

Note 31. Loss per share

	Consolidated	
	30 June 2026 $	30 June 2025 $
Loss after income tax attributable to the owners of Strategic Energy Resources Limited	(1,542,856)	(2,099,121)
	Number	Number (i)
Weighted average number of ordinary shares used in calculating basic earnings per share	51,691,217	33,318,672
Weighted average number of ordinary shares used in calculating diluted earnings per share	51,691,217	33,318,672

Note 31. Loss per share (continued)

	Cents	Cents (i)
Basic loss earnings per share	(2.985)	(6.300)
Diluted loss earnings per share	(2.985)	(6.300)

(i) Weighted average number of ordinary shares and loss per share of the Company were reconstructed as part of the 20:1 share consolidation upon approval by shareholders at the Extraordinary General Meeting on 16 March 2026.

Diluted loss per share
The options held by option holders have not been included in the weighted average number of ordinary shares for the purposes of calculating diluted EPS as they do not meet the requirements for inclusion in AASB 133 "Earnings per Share". The options are non-dilutive as the Consolidated Entity has generated a loss for the year.

As at 30 June 2026, the Consolidated Entity had 11,180,004 (30 June 2025: 55,125,000) unlisted options on issue. These options have not been included in the above diluted loss earnings per share calculation. These equity instruments are considered to be anti-dilutive, as their inclusion would not decrease earnings per share nor increase the loss per share, from continuing operations.

Accounting policy for earnings per share

Basic loss per share
Basic earnings per share is calculated by dividing the profit attributable to the owners of Strategic Energy Resources Limited, excluding any costs of servicing equity other than ordinary shares, by the weighted average number of ordinary shares outstanding during the financial year, adjusted for bonus elements in ordinary shares issued during the financial year.

Diluted loss per share
Diluted loss per share adjusts the figures used in the determination of basic loss per share to take into account the after-income tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential ordinary shares.

Note 32. Share-based payments

On 29 September 2025, the Company issued 200,000,000 free-attaching options to Directors and Placement participants (investors), and 20,000,000 unlisted options to the lead manager as consideration for services provided. The options are exercisable at $0.01 per share on a pre-consolidation basis (equivalent to $0.20 per share on a post-consolidation basis) and expire on 28 March 2027. The issue of these options was approved by shareholders at the Extraordinary General Meeting held on 25 September 2025.

On 13 October 2025, the Company issued 9,000,000 unlisted options to employees at a nil exercise price with an expiry date of 13 October 2028. The grant of the share options was approved by shareholders at the Annual General Meeting held on 18 November 2025.

The vesting conditions attached to the 9,000,000 unlisted options issued to employees comprise both market-based and non-market-based performance conditions. The market-based vesting conditions are referred to as "T1" and "T2", while the non-market-based vesting conditions are referred to as "T3" and "T4". These vesting conditions are summarised below:

Note 32. Share-based payments (continued)

- T1 and T2 Options are subject to performance period which vest based on the Company's share price.
- T3 and T4 Options have performance hurdles incorporated for various proportions.

Set out below are summaries of options granted under the plan:

30 June 2026

Grant date	Expiry date	Exercise price (i)	Balance at the start of the year	Granted	Exercised	Expired/ Forfeited	Impact of share consolidation (i)	Balance at the end of the year
30/11/2022	30/11/2025	$0.0000	1,500,000	-	(1,500,000)	-	-	-
07/09/2023	06/09/2026	$0.4200	3,000,000	-	-	(3,000,000)	-	-
07/09/2023	06/09/2026	$0.0000	2,625,000	-	(2,625,000)	-	-	-
23/11/2023	23/11/2026	$0.0000	14,000,000	-	(14,000,000)	-	-	-
16/07/2024	16/07/2026	$0.3400	6,000,000	-	-	-	(5,700,000)	300,000
14/10/2024	14/10/2027	$0.0000	4,000,000	-	-	(400,000)	(3,420,000)	180,000
19/11/2024	02/12/2027	$0.0000	24,000,000	-	(12,400,000)	(11,600,000)	-	-
25/09/2025	28/03/2027	$0.2000	-	220,000,000	(15,000,000)	-	(194,749,996)	10,250,004
08/10/2025	13/10/2028	$0.0000	-	6,000,000	-	-	(5,700,000)	300,000
09/10/2025	13/10/2028	$0.0000	-	3,000,000	-	-	(2,850,000)	150,000
			55,125,000	229,000,000	(45,525,000)	(15,000,000)	(212,419,996)	11,180,004

(i) Adjusted to reflect a 20:1 share consolidation approved by shareholders at the Extraordinary General Meeting on 16 March 2026 and completed on 14 April 2026. The number of options and exercise prices disclosed in the above option movement table have been adjusted accordingly.

Weighted average exercise price	$0.0599	$0.1921	$0.0659	$0.0840	$0.1925	$0.1925

30 June 2025

Grant date	Expiry date	Exercise price	Balance at the start of the year	Granted	Exercised	Forfeited	Balance at the end of the year
30/11/2022	30/11/2025	$0.0000	1,500,000	-	-	-	1,500,000
07/09/2023	06/09/2026	$0.0210	3,000,000	-	-	-	3,000,000
07/09/2023	06/09/2026	$0.0000	3,000,000	-	-	(375,000)	2,625,000
23/11/2023	23/11/2026	$0.0000	22,000,000	-	-	(8,000,000)	14,000,000
16/07/2024	16/07/2026	$0.0170	-	6,000,000	-	-	6,000,000
14/10/2024	14/10/2027	$0.0000	-	4,000,000	-	-	4,000,000
19/11/2024	02/12/2027	$0.0000	-	28,000,000	-	(4,000,000)	24,000,000
			29,500,000	38,000,000	-	(12,375,000)	55,125,000
Weighted average exercise price			$0.0021	$0.0027	$0.0000	$0.0000	$0.0030

The weighted average share price of options exercised during the financial year was $0.0083 (30 June 2025: $nil).

Note 32. Share-based payments (continued)

The weighted average remaining contractual life of options outstanding at the end of the financial year was 8 months (30 June 2025: 1.83 years).

No share-based payment awards were granted to Directors and Key Management Personnel during the year (30 June 2025: 28,000,000).

The Consolidated Entity recognised share-based payment expenses of $75,028 (30 June 2025: $143,801).

Set out below are the options exercisable at the end of the financial year:

Grant date	Expiry date	30 June 2026 Number	30 June 2025 Number
30/11/2022	30/11/2025	-	1,500,000
07/09/2023	06/09/2026	-	5,625,000
23/11/2023	23/11/2026	-	14,000,000
16/07/2024	16/07/2026	300,000	6,000,000
14/10/2024	14/10/2027	180,000	4,000,000
19/11/2024	02/12/2027	-	24,000,000
25/09/2025	28/03/2027	10,250,004	-
08/10/2025	13/10/2028	300,000	-
09/10/2025	13/10/2028	150,000	-
		11,180,004	55,125,000

The Consolidated Entity valued the options using ESO Model valuation and Black Scholes Model valuation methodologies, with the following inputs used to determine the fair value for options granted during the current year:

Grant date	Expiry date	Share price at grant date	Exercise price	Expected volatility	Risk-free interest rate	Fair value at grant date
25/09/2025	28/03/2027	$0.0050	$0.0100	187.71%	3.49%	$0.003
08/10/2025	13/10/2028	$0.0055	$0.0000	100.00%	3.55%	$0.002
08/10/2025	13/10/2028	$0.0055	$0.0000	100.00%	3.55%	$0.006
09/10/2025	13/10/2028	$0.0060	$0.0000	100.00%	3.55%	$0.002
09/10/2025	13/10/2028	$0.0060	$0.0000	100.00%	3.55%	$0.006

The above valuation inputs and fair values reflect the assumptions used at the respective grant dates for the purpose of determining grant date fair value. As the options were granted prior to the 20:1 share consolidation completed on 14 April 2026, the share prices, exercise prices and fair values disclosed above are presented on a historical grant date basis and have not been adjusted for the share consolidation.

Accounting policy for share-based payments
Equity-settled share-based compensation benefits are provided to employees.

Equity-settled transactions are awards of shares, or options over shares, that are provided to employees in exchange for the rendering of services.

Note 32. Share-based payments (continued)

The cost of equity-settled transactions are measured at fair value on grant date. Fair value is independently determined using either the Monte-Carlo or Black-Scholes option pricing model that takes into account the exercise price, the term of the option, the impact of dilution, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk free interest rate for the term of the option, together with non-vesting conditions that do not determine whether the Consolidated Entity receives the services that entitle the employees to receive payment. No account is taken of any other vesting conditions.

The cost of equity-settled transactions are recognised as an expense with a corresponding increase in equity over the vesting period. The cumulative charge to profit or loss is calculated based on the grant date fair value of the award, the best estimate of the number of awards that are likely to vest and the expired portion of the vesting period. The amount recognised in profit or loss for the period is the cumulative amount calculated at each reporting date less amounts already recognised in previous periods.

Market conditions are taken into consideration in determining fair value. Therefore, any awards subject to market conditions are considered to vest irrespective of whether or not that market condition has been met, provided all other conditions are satisfied.

If equity-settled awards are modified, as a minimum an expense is recognised as if the modification has not been made. An additional expense is recognised, over the remaining vesting period, for any modification that increases the total fair value of the share-based compensation benefit as at the date of modification.

If the non-vesting condition is within the control of the Consolidated Entity or employee, the failure to satisfy the condition is treated as a cancellation. If the condition is not within the control of the Consolidated Entity or employee and is not satisfied during the vesting period, any remaining expense for the award is recognised over the remaining vesting period, unless the award is forfeited.

If equity-settled awards are cancelled, it is treated as if it has vested on the date of cancellation, and any remaining expense is recognised immediately. If a new replacement award is substituted for the cancelled award, the cancelled and new award is treated as if they were a modification.

Entity name	Entity type	Place formed / Country of incorporation	Ownership interest %	Tax residency
Strategic Energy Resources Limited	Body Corporate	Australia	-	Australian
Strategic Sands Pty Ltd	Body Corporate	Australia	100.00%	Australian
Strategic Caldera Pty Ltd	Body Corporate	Australia	-	Australian
Strategic Royalties Pty Ltd	Body Corporate	Australia	100.00%	Australian

Basis of preparation

This Consolidated entity disclosure statement (CEDS) has been prepared in accordance with the Corporations Act 2001 and includes information for each entity that was part of the Consolidated Entity as at the end of the financial year in accordance with AASB 10 Consolidated Financial Statements.

Determination of tax residency

Section 295 (3A)(vi) of the Corporation Act 2001 defines tax residency as having the meaning in the Income Tax Assessment Act 1997. The determination of tax residency involves judgement as there are different interpretations that could be adopted, and which could give rise to a different conclusion on residency.

In determining tax residency, the Consolidated Entity has applied the following interpretations:

Australian tax residency

The Consolidated Entity has applied current legislation and judicial precedent, including having regard to the Tax Commissioner's public guidance in Tax Ruling TR 2018/5.

In the Directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, the Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes comply with IFRS as issued by the International Accounting Standards Board as described in note 2 to the financial statements;
- the attached financial statements and notes give a true and fair view of the Consolidated Entity's financial position as at 30 June 2026 and of its performance for the financial year ended on that date;
- there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable; and
- the information disclosed in the attached Consolidated entity disclosure statement is true and correct.

The Directors have been given the declarations required by section 295A of the Corporations Act 2001.

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

On behalf of the Directors

Mr Stuart Rechner
Non-Executive Chairman

22 September 2026

Horizon Nexus Partners
Horizon Nexus (WA) Audit Pty Ltd (ACN 145 447 105)
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INDEPENDENT AUDITOR'S REPORT

To the members of Strategic Energy Resources Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Strategic Energy Resources Limited (the Company) and its controlled entities (the Consolidated Entity), which comprises the statement of financial position as at 30 June 2026, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the consolidated financial report, including material accounting policy information, the consolidated entity disclosure statement and the directors' declaration.

In our opinion, the accompanying financial Strategic Energy Resources Limited is in accordance with the *Corporations Act 2001*, including:

(a) giving a true and fair view of the Consolidated Entity'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 Consolidated Entity in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) issued by the Accounting Professional & Ethical Standards Board Limited that are relevant to audits of the financial report of public interest entities in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Material Uncertainty Related to Going Concern

We draw attention to Note 2 in the financial report, which indicates that the Consolidated Entity incurred a loss of $1,542,856 (2025: $2,099,121) and had a net cash outflow from operating and investing activities of $980,870 (2025: $2,567,094). As stated in Note 2, these events or conditions, along with other matters as set forth in Note 2, indicate that a material uncertainty exists that may cast significant doubt on the Consolidated Entity's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

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. In addition to the matter described in the Material Uncertainty Related to Going Concern section, we have determined the matters described below to be the key audit matters to be communicated in our report.

Key Audit Matter	
Area of focus	How our audit addressed the area of focus
Capitalisation and Carrying Value of Exploration and Evaluation Assets Refer to Note 12 (Non-current assets - exploration and evaluation) As at 30 June 2026 the carrying value of the Consolidated Entity's capitalised exploration and evaluation assets was $6,672,884 (30 June 2025: $5,837,801) This is a key audit matter due to the fact that significant judgment is applied in determining whether: • the exploration and evaluation assets meet the recognition criteria of AASB 6 *Exploration for and Evaluation of Mineral Resources* ("AASB 6"); and • the exploration and evaluation assets shall be assessed for impairment when facts and circumstances suggest that the carrying amount of an exploration and evaluation asset may exceed its recoverable amount, in accordance with AASB 6.	Our audit procedures included: • Verifying that the rights to tenure to the areas of interests remained current as at the reporting date; • Obtaining an understanding of the status of ongoing exploration programs for the areas of interest; • Obtaining evidence of the future intention for the areas of interest, including reviewing future budgeted expenditure and related work programs; • Considering management's assessment of potential indicators of impairment; • Assessing the appropriateness of the accounting treatment in terms of AASB 6; and • Evaluating the adequacy of the disclosures made in the consolidated financial report.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Consolidated Entity'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 the 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 the 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 ability of the company 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 company or to cease operations, or has 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 the 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.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

• Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

• Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

• Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

• Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

• Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation. We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters.

We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on the Remuneration Report
Opinion on the Remuneration Report

We have audited the Remuneration Report included in pages 13 to 19 of the directors' report for the year ended 30 June 2026.

In our opinion, the Remuneration Report of Strategic Energy Resources Limited for the year ended 30 June 2026, complies with section 300A of the *Corporations Act 2001*.

Responsibilities

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.

Horizon Nexus (WA) Audit Pty Ltd

Horizon Nexus (WA) Audit Pty Ltd

Muranda Cornelius

Director

Perth, Western Australia

Date: 22 September 2026

The shareholder information set out below was applicable as at 28 August 2026.

	Ordinary shares Number of holders	Ordinary shares Number of units	Ordinary shares % of total shares issued	Options over ordinary shares Number of holders	Options over ordinary shares Number of units	Options over ordinary shares % of total of holders
1 to 1,000	198	40,826	0.06	-	-	-
1,001 to 5,000	205	757,424	1.07	-	-	-
5,001 to 10,000	162	1,267,446	1.79	-	-	-
10,001 to 100,000	295	9,870,651	13.96	22	1,416,568	13.02
100,001 and over	100	58,786,306	83.12	22	9,463,436	86.98
	960	70,722,653	100.00	44	10,880,004	100.00
Holding less than a marketable parcel	263	191,255	-	-	-	-

Equity security holders

Twenty largest quoted equity security holders

The names of the twenty largest security holders of quoted equity securities are listed below:

	Ordinary Shares Number held	Ordinary Shares % of total Shares issued
JUEL ENTERPRISES GROUP	13,773,783	19.48
GRAEME KIRKE GROUP	10,251,146	14.49
MR NICOLAS TERRANOVA	2,000,000	2.83
SCINTILLA STRATEGIC INVESTMENTS LIMITED	2,000,000	2.83
ANGLO AMERICAN EXPLORATION (AUSTRALIA) PTY LTD	1,438,412	2.03
MOSES ROCK INVESTMENTS PTY LTD	1,250,001	1.77
BNP PARIBAS NOMINEES PTY LTD	1,200,951	1.70
MR STUART RECHNER	1,150,000	1.63
T T NICHOLLS PTY LTD	1,041,667	1.47
JOHN WARDMAN & ASSOCIATES PTY LTD	956,859	1.35
A&N MCINTOSH HOLDINGS PTY LTD	911,667	1.29
CLOSE SECURITIES PTY LTD	833,334	1.18
JSJA HOLDINGS PTY LTD	833,334	1.18
DANPALO INVESTMENTS PTY LTD	800,000	1.13
DAVID DETATA	795,000	1.12
MR CRAIG MICHAEL LAKE & MRS JUDITH MAY LAKE	700,500	0.99
OSMIUM HOLDINGS PTY LTD	692,500	0.98
GEORGE WA PTY LTD	650,000	0.92
CRAZY DINGO PTY LTD	583,334	0.82
TASSONE INVESTMENTS PTY LTD	571,429	0.81
MRS DANA MARIE ALFRED	562,830	0.80
MRS YUKI FUSO	500,000	0.71
MRS XIAO YUN WANG	500,000	0.71
JAYLEAF HOLDINGS PTY LTD	500,000	0.71
MR KEN JOHN BULL	500,000	0.71
	44,996,747	63.64

Unquoted equity securities

The following person holds 20% or more of unquoted equity securities:

No holder of unquoted securities holds greater than 20% or more of any class of unquoted equity securities (by class) of the Company.

Substantial holders

Substantial holders in the Company, as disclosed in substantial holding notices given to the Company, are set out below:

	Ordinary Shares Number held *	Ordinary Shares % of total Shares issued
Juel Enterprises Pty Ltd	11,066,456	19.61
Graeme Kirke	10,250,978	14.49

* Indicative relevant interest in shares based on number of voting securities recorded as at the date of their last substantial shareholder notice lodged with ASX.

Share buy-back

There is no current or planned buy-back of the Company's shares.

Voting rights

The voting rights attached to ordinary shares are set out below:

Ordinary shares
On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

Unlisted options
The unlisted options on issue do not carry any voting rights.

Director Nomination
The Company will hold its Annual General Meeting of shareholders on Tuesday, 24 November 2026. The Company also advises that in accordance with ASX Listing Rule 14.5 and the Company's constitution the Closing Date for receipt of nominations for the position of Director is 6 October 2026. Any nominations must be received in writing no later than 5.00pm (Melbourne time) on this date at the Company's Registered Office.