Magmatic Resources Limited

ABN 32 615 598 322

Annual report
for the year ended 30 June 2026

Contents

Corporate Information

Directors	David W Berrie – Non-Executive Chairman David J Richardson – Managing Director Malcolm S Norris – Non-Executive Director Christine A Nicolau – Non-Executive Director
Company Secretary	Alessandra Gauvin Winton Willesee
Registered Office	Suite 5 CPC, 145 Stirling Highway Nedlands WA 6009
Principal Place of Business	14 Edward Street Orange NSW 2800 Telephone: +61 8 9389 3130 Email: info@magmaticresources.com Website: www.magmaticresources.com
Share Registry	Computershare Investor Services Pty Ltd Level 17, 221 St George's Terrace Perth WA 6000 Telephone: 1300 850505 Telephone: +61 8 9415 4000
Auditors	BDO Audit Pty Ltd Level 9 Mia Yellagonga Tower 2 5 Spring Street Perth WA 6000
Solicitors	HopgoodGanim Level 8, 1 Eagle Street Brisbane QLD 4000
ASX Code	Magmatic Resources Limited is listed on the Australian Securities Exchange Shares: MAG

Review of Operations

During FY2026, Magmatic Resources Limited established a dual-focus exploration strategy, targeting gold discoveries at its Weebo Gold Project in the Eastern Goldfields of Western Australia, while progressing its East Lachlan copper-gold porphyry portfolio in New South Wales, including the Myall Farm-in and Joint Venture with FMG Resources.

The year was highlighted by continuous, systematic drilling at Weebo across three phases, the completion of a substantial diamond and air-core campaign at Myall funded by joint venture partner Fortescue and a strengthened balance sheet.

Exploration in Eastern Goldfields Region, WA, Weebo Gold Project

Magmatic Resources Limited 100%

The Weebo Gold Project was the Company's primary focus throughout FY2026. Acquired in mid-2025, the project spans approximately 270km² of the Yandal Greenstone Belt and holds 80km of strike, with a pipeline of prospects offering the potential for a significant gold discovery.

It sits strategically among five multi-million-ounce gold mines: Darlot (Vault Minerals), Agnew-Lawlers (Gold Fields), Bellevue (Bellevue Gold), Bronzewing (Northern Star Resources) and Thunderbox (Northern Star Resources) **(Figure 1)**.

During the year, Magmatic completed three drilling phases that have progressively upgraded several advanced prospects while investigating new targets.

Prior to drilling, the Company completed a detailed reconnaissance program, sampling 19 rock and drill cuttings across the tenure to investigate soil anomalies and characterise the nature of the mineralisation.

A key outcome was the resampling of historical hole MDRC0029 at Scone Stone, which returned 1m at 48.1g/t Au and confirmed the presence of primary mineralisation associated with strong silica-sericite-pyrite alteration around a quartz vein. This work, combined with several months of data compilation from past explorers, helped design the maiden program.

The Phase 1 program comprised approximately 3,192 metres across the advanced Scone Stone and Ockerburry prospects. At Ockerburry 3, air-core drilling returned shallow gold results from a single drill line, including OKAC010 12m at 5.13g/t Au from 66m (including 8m at 7.60g/t Au from 66m), OKAC009 8m at 1.41g/t Au from 50m and OKAC008 12m at 3.2g/t Au from 49m. Deeper on line 6904420mN, OKAC003 returned 3m at 2.77g/t Au from 99m, confirming primary mineralisation adjacent to the fault.

At Scone Stone, slim-line RC drilling confirmed high-grade structures hosted in an intrusive quartz-feldspar porphyry unit, returning SCRC003 10m at 2.55g/t Au from 57m (including 5m at 5.24g/t Au) and SCRC0004 18m at 0.75g/t Au.

Very hard ground conditions limited RC penetration to 120 metres on a single line, though the Company assessed that sufficient geological information had been obtained to inform future RC and diamond drill testing.

The program confirmed the Ockerburry mineralised fault, associated with a five-kilometre-long structure, supporting infill RC drilling to define the extent of both new and historic shallow gold mineralisation, as well as primary shoots at depth.

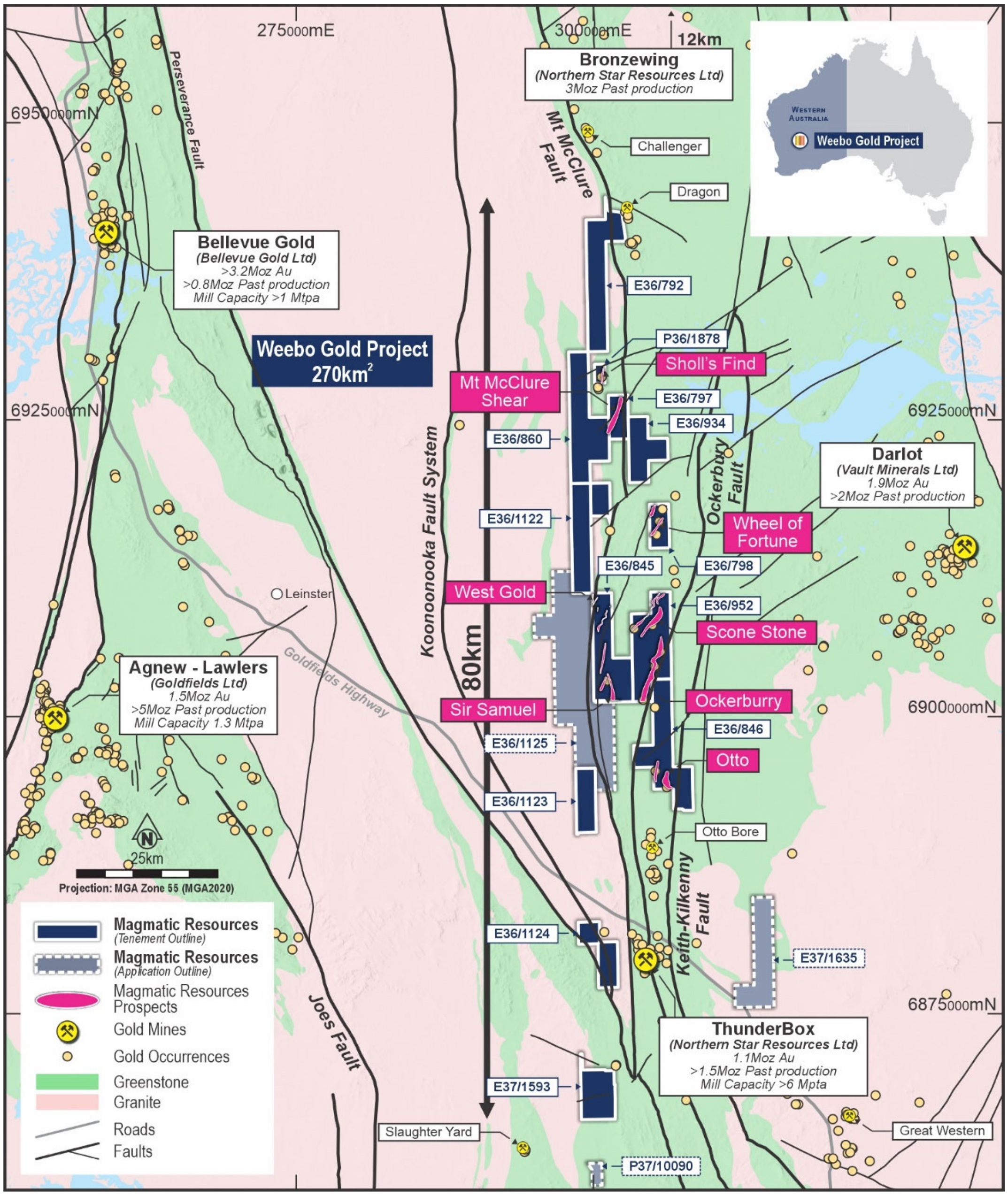

Figure 1. *Weebo Project location with tenure, geology and mines.*

The Phase 2 program comprised 3,571 metres of RC drilling focused on advanced targets at Scone Stone and Ockerburry, and 5,954 metres of air-core drilling across the Ockerburry, Sholl's Find, Sir Samuel and Wheel of Fortune prospects.

At Ockerburry, testing across prospects 1 through 4 delivered strong results, including OKRC008 1m at 19.4g/t Au from 93m, OKRC015 8m at 3.31g/t Au from 47m, and OKRC016 7m at 1.27g/t Au from 37m, 22m at 1.17g/t Au from 47m and 8m at 2.14g/t Au from 97m. Air-core results reflected the trend, with OKAC039 returning 16m at 1.26g/t Au from 44m.

At Scone Stone, 10 RC holes for 1,622 metres tested the interpreted high-grade east-dipping structure, returning SCRC013 6m at 2.40g/t Au from 80m and SCRC014 10m at 1.13g/t Au from 112m. Interpretation defined hard-rock gold lodes as north-northwest striking, stacked, moderately east-dipping and southerly plunging, hosted within a quartz-feldspar porphyry intrusive.

First-pass air-core drilling at West Gold, Wheel of Fortune and Sholl's Find produced anomalous gold results over interpreted magnetic and geological structures, confirming the validity of the surface geochemistry.

The Phase 3 program, completed during the June quarter, comprised 2,112 metres of RC and 4,479 metres of air-core drilling designed to advance the most prospective targets in the pipeline. Results, announced in July 2026, delivered success across multiple prospects:

- Otto 2: Two RC holes followed up a historic intercept of 7m at 2.15g/t Au, returning OTRC001 6m at 1.96g/t Au from 137m and 3m at 3.67g/t Au from 180m (including 2m at 4.92g/t Au). Drilling confirmed several contiguous gold-bearing lodes beneath Permian sediment cover, interpreted to be shallow-dipping and open along strike to the north and south.
- Ockerburry 3: OKRC020 8m at 1.52g/t Au from 144m and OKRC018 2m at 1.22g/t Au from 151m, intercepting a bed-rock gold lode hosted in felsic schist and open at depth and to the north.
- Ockerburry 1: OKRC019 4m at 0.97g/t Au from 45m and OKRC021 5m at 0.61g/t Au from 173m, confirming gold mineralisation dips steeply to the west.
- Scone Stone: SCRC018 6m at 3.4g/t Au from 54m, including 1m at 13.9g/t Au from 58m, and SCRC019 3m at 2.52g/t Au from 38m.
- Sholl's Find: SFRC002 2m at 1.62g/t Au from 31m, with the magnetite-rich basalt host rock identified as potentially favourable in the correct structural setting.
- West Gold: AC drilling confirmed surface geochemistry, with three gold anomalies each extending over more than 700m of strike, providing a total potential strike length exceeding 2,100m to be tested at depth.
- Wheel of Fortune: 39 AC holes over the Wheel of Fortune 1 and 4 targets validated soil sampling, returning WFAC055 4m at 0.65g/t Au from 44m.

Supporting activities during the year included a five-day Aboriginal heritage survey completed over the project in June 2026, which identified and recorded new heritage sites and re-evaluated the boundaries of three historic sites, enabling 2026/2027 exploration to be designed to avoid interaction with mapped heritage areas.

The Company also actively expanded its tenure, applying for five new Exploration Licences during the year covering an additional 115km² and submitting further applications (E37/1635 and P37/10090) in the June quarter.

Post the reporting period, the Company undertook a follow-up RC drilling program at Otto 2 in September 2026 to determine the lateral continuity of the gold mineralisation. Additionally, drilling at Ockerburry 3 tested depth extents of mineralised structures in bedrock and maiden RC drilling at Scone Stone West assessed the orientation of mineralisation.

Exploration in the East Lachlan Region, NSW

Myall Project (Farm-in and Joint Venture with FMG Resources)

The Myall Copper-Gold Project was the focus of the Company's New South Wales activity during FY2026. The project covers the northern extension of the Junee-Narromine Volcanic Belt, located approximately 50km north and along strike from the Northparkes copper-gold mining district **(Figure 2)**.

It is subject to a Farm-in and Joint Venture Agreement (FJVA) with FMG Resources Pty Ltd, a wholly-owned subsidiary of Fortescue Ltd (ASX: FMG), under which Fortescue Resources Ltd may spend up to $14 million over six years to earn up to a 75% interest in the project. Fortescue is also the largest shareholder in Magmatic, holding a 19.9% interest following the December placement.

FMG Resources Pty Ltd committed an FY2026 exploration budget of approximately $3.5 million, subsequently increased to approximately $3.9 million following the addition of $400,000 of diamond drilling. The program centred on a diamond and air-core drilling campaign designed to test targets prospective for Northparkes-style copper-gold porphyry mineralisation.

A 14-hole, 5,000-metre diamond drilling program commenced in January 2026, ultimately expanding to 16 diamond holes for 6,240.4 metres completed at Barina, Interceptor, Gemini, SLR, Calais, Calais Trend, Sandman and the greater Corvette-Kingswood area (Stingray). Results, announced in May and August 2026, included:

- Interceptor (FMD0515): 7m at 0.19% Cu from 223m, 10m at 0.15% Cu from 365m, and 36m at 0.10% Cu, 0.03g/t Au from 427m. The hole intersected a wide zone of magnetite-albite altered diorite approximately 1km south of the Corvette-Kingswood Inferred MRE, interpreted to lie in the same stratigraphic position as Corvette mineralisation and representing a promising new target.

- Barina (FMD0513): 4m at 0.5g/t Au from 395m, following up a previous high-grade intercept of 0.5m at 204g/t Au.
- Calais (FMD0522): 38m at 0.17% Cu, 0.04%g/t Au from 324m, following up FMD0504 (10.8m at 0.39% Cu, 0.07g/t Au), with alteration consistent with Macquarie Arc porphyry systems.
- Stingray (FMD0528): 36.3m at 0.16% Cu, 0.03g/t Au from 400m and 39m at 0.13% Cu from 166m, immediately southwest of the Kingswood Inferred MRE and interpreted to indicate a continuation of mineralisation.

Air-core drilling programs tested the Winkipop, FJ, Angourie Interceptor and Stingray prospects, with the November 2025 program (25 holes for 2,323m) returning a best result of 4m at 0.1% Cu from 92m at the FJ target, followed by a March 2026 program (17 holes for 1,846m) that followed up the FJ intercept and tested geochemical and geophysical targets east of the Corvette-Kingswood area, returning a result of 3m at 0.15% Cu from 111m at Interceptor (FMAC026).

A 4.3 line-km trial pole-dipole induced polarisation survey was completed over the Kingswood-Corvette Prospect in December 2025 to assess the method's effectiveness in imaging mineralisation beneath cover. The results indicated the technique was significantly influenced by the highly-conductive cover sequences, and further IP surveying was not considered technically justified.

The Corvette-Kingswood prospects host a maiden Inferred Mineral Resource Estimate of 110Mt at 0.33% CuEq, containing 293kt of copper, 237koz of gold and 2.8Moz of silver, equating to 354kt of copper metal-equivalent.

Wellington North Project

No field-based work was undertaken at the 100%-owned Wellington North Project during the year.

The project covers the northern extension of the Molong Volcanic Belt, located north of Cadia and immediately adjacent to Alkane Resources' Boda porphyry gold-copper discovery.

It includes the historic Bodangora Gold Field, where 230,000oz at approximately 26g/t Au were produced between 1869 and 1917, and hosts an extensive portfolio of Boda-style porphyry and Bodangora-style high-grade gold targets. Encouraging porphyry-style mineralisation has previously been intercepted across the project, including 71m at 0.43% Cu, 0.30g/t Au and 59ppm Mo from surface at Rose Hill. The Company's three tenements effectively surround the 14.7Moz AuEq Boda-Kaiser discovery.

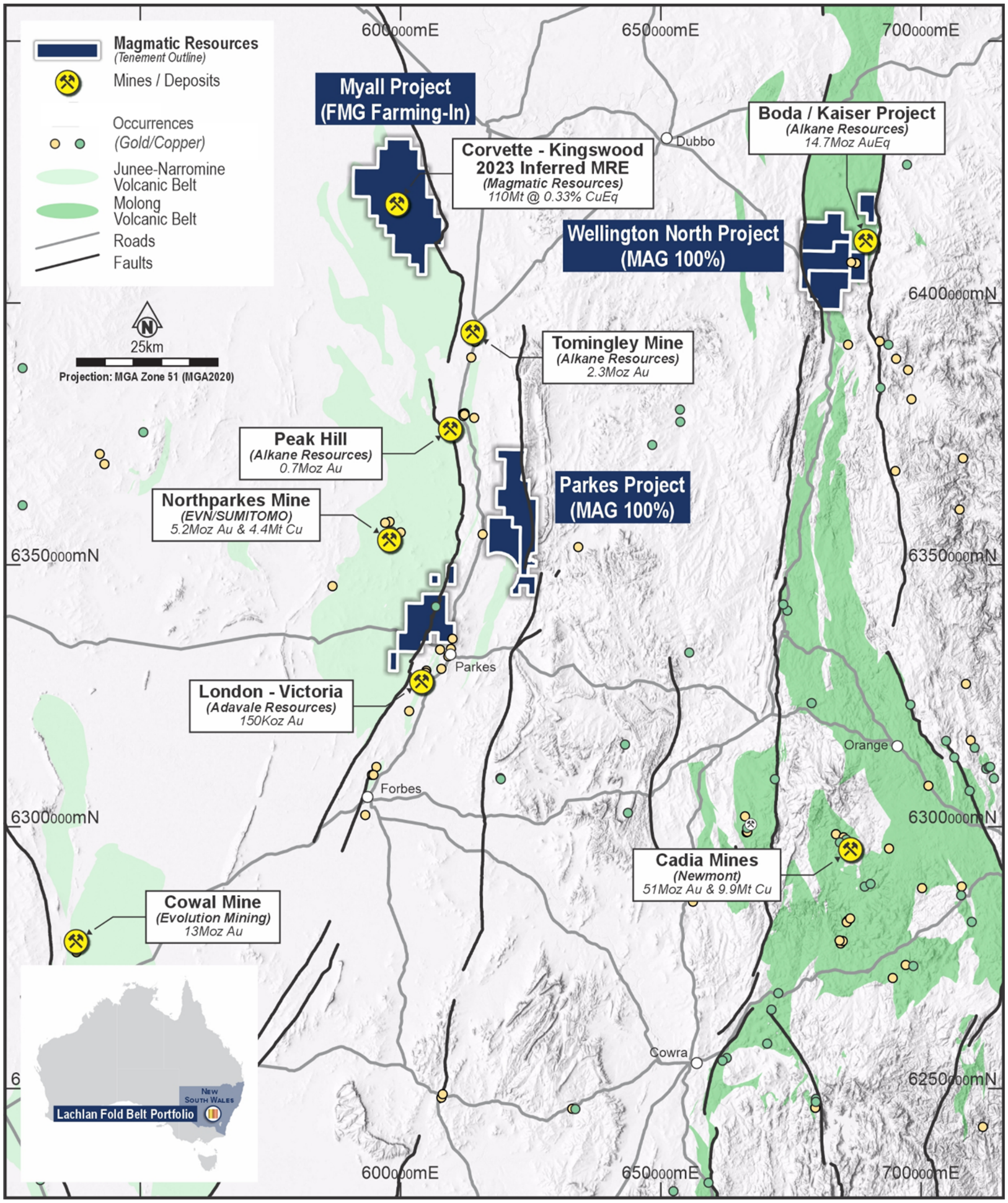

Figure 2. Location of Magmatic's East Lachlan Projects (Resources from Phillips, 2017; CMOC, 2023; Evolution, 2023; Newcrest 2023; Alkane 2023; 2024)

Parkes Project

No field-based work was undertaken at the 100%-owned Parkes Project during the year, though the Company secured $141,000 in NSW Government co-funding to support future diamond drilling at the Black Ridge Copper target.

The project comprises three exploration licences within the Parkes Fault Zone, approximately 30km south of Alkane's Tomingley Gold Operations, and hosts existing shallow gold intersections at McGregors and Stockmans similar to early-stage Tomingley results.

Corporate

Magmatic strengthened its balance sheet, technical capability and tenure position throughout FY2026.

In the December quarter, the Company received firm commitments for a $3 million placement at $0.061 per share, strongly supported by existing and new domestic and offshore institutional and sophisticated investors. As a result of the placement, major shareholder FMG Resources Pty Ltd increased its shareholding from 18.32% to 19.9%. Funds raised were primarily directed towards accelerating exploration at Weebo, alongside general exploration activity across the East Lachlan copper-gold projects and working capital.

The Company also secured $141,000 in co-contribution funding under the NSW Government's Critical Minerals and High-Tech Metals Exploration Program to support diamond drilling at the Black Ridge Copper target within the Parkes Project, NSW.

The Company completed Stage 2 of its agreement to acquire 100% of the Weebo Gold Project, finalising the acquisition. Stage 2 comprised three Exploration Licences (E36/792, E36/797 and E36/798), completed following their successful renewal, with securities issued to the vendors and NGR shareholders representing the final 30% of the total compensation under the acquisition agreements.

Several key appointments strengthened the Company's technical and corporate depth, including:

- Dr Craig Feebrey was appointed Chief Technical Adviser, bringing over 30 years of global exploration experience across Australia, Asia-Pacific and the Americas, including prior roles at OceanaGold and with Gold Fields covering the copper-gold projects that now form part of Magmatic's NSW asset base.
- Darin Rowley was appointed Weebo Project Exploration Manager, bringing more than 20 years of gold exploration and resource development experience.
- Following Mike Franklin's retirement as Chief Financial Officer, the Board determined the Company's accounting and financial management functions would be supported by external advisers under Board oversight.
- In corporate governance, Mrs Alessandra Gauvin and Mr Winton Willesee were appointed joint Company Secretaries, with Andrea Betti resigning from the role.

Directors' Report

Your directors present their annual financial report on the consolidated entity (referred to hereafter as the "Group") consisting of Magmatic Resources Limited (the "Company" or "Parent Entity") and its wholly owned subsidiaries Modeling Resources Pty Ltd ("Modeling"), Northern Goldfields Resources Pty Ltd ("NGR") and Landslide Investments Pty Ltd ("Landslide"). In order to comply with the provisions of the *Corporations Act*, the directors report as follows:

Directors
The names of the directors of the Company during or since the end of the year are noted below. Directors were in office for the entire year unless otherwise stated:

David W Berrie – Non-Executive Chairman
David J Richardson – *Managing Director*
Malcolm S Norris – *Non-Executive Director*
Christine A Nicolau – *Non-Executive Director*

Company Secretary
Alessandra Gauvin *(appointed 15 June 2026)*
Winton Willesee *(appointed 15 June 2026)*
Andrea S Betti *(resigned 15 June 2026)*
Anthea Acomb *(resigned 6 February 2026)*

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

Dividends
No dividend has been paid or declared since the start of the financial year and the directors do not recommend the payment of a dividend in respect of the financial year.

Review of operations
Information on the operations of the Group is set out in the Review of Operations report on pages 4 to 7 of this Annual Report.

Financial review
The loss for the Group after providing for income tax for the financial year amounted to $4,484,507 (2025: $2,171,804).

As at 30 June 2026, the Group had net assets of $6,751,204 (30 June 2025: $7,477,109), including cash and cash equivalents of $5,537,224 (30 June 2025: $4,741,419).

Significant changes in the state of affairs
On 19 March 2026, Mike Franklin has retired from his role as Chief Financial Officer.

On 15 June 2026, Alessandra Gauvin and Winton Willesee were appointed Company Secretary replacing Andrea Betti and Anthea Acomb.

On 15 June 2026, the Company announced change of Company's registered address to Suite 5 CPC, 145 Stirling Highway, Nedlands, WA, 6009.

Matters subsequent to the end of the financial year
On 6 August 2026, the Company announced that 10,800,000 fully paid ordinary shares and 4,200,000 performance shares would be released from voluntary escrow. The ordinary shares were subsequently granted quotation on 25 August 2026.

On 7 September 2026, 1,000,000 unlisted options valued at $0.1292, expiring 7 September 2028, were issued under an employee incentive scheme.

Other than the above, there were no matters or circumstances have arisen since the end of the year which significantly affected or may significantly affect the operations of the Group, the results of those operations or the state of affairs of the Group in future financial years.

Likely developments and expected results
Additional comments on expected results of certain operations of the Group are included in the Review of Operations.

Environmental legislation
The Group is subject to significant environmental legal regulations in respect to its exploration and evaluation activities. There have been no known breaches of these regulations and principles.

Indemnification and insurance of officers
During the financial year the Company has paid premiums in respect of insuring directors and officers of the Company against liabilities incurred as directors or officers. The amount paid is confidential under the terms of the insurance policy. The Company has no insurance policy in place that indemnifies the Company's auditors.

Information on directors

David Berrie LLB *Non-Executive Chairman*
Experience and expertise
Mr. Berrie has over 30 years' experience in the mining industry. Mr Berrie worked as a solicitor in the mining team at Clayton Utz before joining the international mining house Western Mining Corporation in 1987 with much of that time spent in the exploration division before transitioning over to BHP Billiton. Mr Berrie has extensive public company experience. Mr Berrie has a Bachelor of Laws and a Bachelor of Juris Prudence from the University of Western Australia.

Other current directorships: Nil
Former directorships in the last 3 years: Nil
Special responsibilities: Non-Executive Chairman and member of the Audit and Risk Committee
Interests in shares and options at the date of this report:
13,234,926 ordinary shares (indirectly held) and 1,500,000 options (indirectly held).

David Richardson B. Comm MBA *Managing Director*
Experience and expertise
Mr. Richardson has extensive international corporate experience including 15 years in Japan in Asia Pacific regional director positions with organisations such as Pacific Dunlop Ltd and Amcor Ltd, his expertise includes venture capital and finance.

Mr. Richardson founded Magmatic Resources in 2014, listing the Company on the ASX in 2017 and is Managing Director of the Company. Mr. Richardson holds a Masters of Business Administration from the University of Southern California (USC), Los Angeles.

Mr Richardson is not considered to be independent due to his executive role as Managing Director of the Company and his interest in the securities of the Company.

Other current directorships: Nil
Former directorships in the last 3 years: Australian Gold and Copper Ltd (resigned 20 September 2024)
Special responsibilities: Managing Director and member of the Audit and Risk Committee
Interests in shares and options at the date of this report:
48,236,689 ordinary shares (indirectly held) and 3,000,000 options (indirectly held).

Malcolm Norris; MSc, MAppFin *Non-Executive Director*
Experience and expertise
Mr. Norris is a geologist with extensive experience in business management, asset transactions and exploration with a focus on porphyry discovery. He is currently the Non-executive Chairman of Sunstone Metals Limited (ASX:STM). Previously chief executive officer and managing director of SolGold Plc, Mr. Norris holds a Bachelor of Science (Geology, Hons 1) from the University of Queensland, a Master of Science from the University of Western Ontario and a Master of Applied Finance (Kaplan).

The Board considers Mr. Norris to be an independent Director as he is not a member of management and is free of any interest, position, association or relationship that might influence, or reasonably be perceived to influence, in a material respect his capacity to bring an independent judgement to bear on issues before the Board.

Other current directorships: Sunstone Metals Limited, Nordic Resources Ltd
Former directorships in the last 3 years: Nil
Special responsibilities: Mr Norris is Chairman of the Audit and Risk committee
Interests in shares and options at the date of this report:
8,554 ordinary shares (indirectly held) and 1,500,000 options (directly held).

Christine Nicolau; *Non-Executive Director*
Experience and expertise
Ms. Nicolau is Fortescue Resources Pty Ltd's nominee director and is Fortescue Ltd's General Manager - Corporate Portfolio Management focusing on driving governance, management and administration of Fortescue's interests via directorships across various Fortescue internal and external strategic growth subsidiaries. Ms. Nicolau was previously oversaw Fortescue's Latin American operations, leading exploration, business development, and critical minerals growth.

The Board considers Ms. Nicolau to not be an independent Director as she is the non-executive director nominated by Fortescue Resources Pty Ltd.

Other current directorships: Hyterra Ltd
Former directorships in the last 3 years: Nil
Special responsibilities: Ms. Nicolau is a member of the Audit and Risk committee
Interests in shares and options at the date of this report: Nil

Meetings of directors

During the financial year there were six formal directors' meetings. All other matters that required formal Board resolutions were dealt with via written circular resolutions. In addition, the directors met on an informal basis at regular intervals during the financial year to discuss the Group's affairs.

The Company has an Audit and Risk Committee. The directors have determined that the Company is not of a sufficient size to merit the establishment of any other committees of the Board, and therefore duties ordinarily assigned to committees other than the Audit and Risk Committee are carried out by the full Board.

The number of meetings of the Company's board of directors attended by each director were:

	Directors' meetings entitled to attend	*Directors' meetings attended*	*Audit and Risk Committee Meeting entitled to attend*	*Audit and Risk Committee Meeting attended*
D Richardson	6	6	2	2
D Berrie	6	4	2	1
M Norris	6	6	2	2
C Nicolau	6	4	2	2

Shares under option

Outstanding share options at the date of this report are as follows:

Grant date	Date of expiry	Exercise price	Number of options
24 November 2023	8 December 2026	$0.0920	1,000,000
4 December 2023	8 December 2026	$0.0920	500,000
27 November 2024	4 December 2027	$0.0590	2,500,000
6 November 2025	7 November 2027	$0.1292	6,000,000
30 January 2026	30 January 2028	$0.1292	1,000,000

Performance Shares

Outstanding performance shares at the date of this report are as follows:

Grant date	Date of expiry	Number of Performance Shares	Vesting Condition
30 June 2025	30 June 2028	4,200,000	Vesting upon the Group announcing a JORC compliant Mineral Resource Estimate of at least 250,000 ounces reported at a minimum average grade of 1.5/t gold (or equivalent)
25 August 2025	25 August 2028	1,800,000	
30 June 2025	30 June 2029	5,600,000	Vesting upon the Group announcing a JORC compliant Mineral Resource Estimate of at least 500,000 ounces reported at a minimum average grade of 1.5/t gold (or equivalent)
25 August 2025	25 August 2029	2,400,000	

Material Business Risks

The Group makes every effort to identify material risks and to manage these effectively. This section does not attempt to provide an exhaustive list of risks faced by the Group or by investors in the Group, nor are they in order of significance. Actual events may be different to those described.

The Board aims to manage these risks by carefully planning its activities and implementing risk control measures. Some of the risks are, however, highly unpredictable and the extent to which the Board can effectively manage them is limited.

a) *Tenure and access risk*

Applications

While the Company does not anticipate there to be any issues with the grant of its tenement applications, there can be no assurance that the applications (or any future applications) will be granted. While the Company considers the risk to be low, there can also be no assurance that when the relevant tenement is granted, it will be granted in its entirety. Some of the tenement areas applied for may be excluded.

Renewal

Mining and exploration tenements are subject to periodic renewal. The renewal of the term of granted tenements is subject to the discretion of the relevant authority. Renewal conditions may include increased expenditure and work commitments or compulsory relinquishment of areas of the tenements. The imposition of new conditions or the inability to meet those conditions may adversely affect the operations, financial position and/or performance of the Company.

Access

A number of the tenements overlap certain third-party interests that may limit the Company's ability to conduct exploration and mining activities, including private land, Crown Reserves, areas on which native title is yet to be determined and other forms of tenure for railways, pipelines, renewable energy infrastructure and similar third-party interests.

Where the tenement overlaps private land, exploration and mining activity on the tenement may require authorisation or consent from the owners of that land. The Company is required to enter into land access agreements to undertake its proposed exploration program on the tenements and such land access agreements are entered into prior to exploration activities commencing. The Company intends to carry out heritage clearance surveys before implementing its proposed exploration program if required to do so. The Company's current proposed exploration program is not impacted by the known sites of registered aboriginal heritage significance.

b) Exploration Risk

Potential investors should understand that mineral exploration and development are high-risk undertakings. There can be no assurance that exploration of the Project, or any other tenements that may be acquired in the future, will result in the discovery of an economic ore deposit. Even if an apparently viable deposit is identified, there is no guarantee that it can be economically exploited.

The success of the Company will also depend upon the Company having access to sufficient development capital, being able to maintain title to its projects and obtaining all required approvals for its activities. In the event that exploration programmes prove to be unsuccessful, this could lead to a diminution in the value of the Tenements, a reduction in the cash reserves of the Company and possible relinquishment of its projects.

c) Climate Change

The operations and activities of the Company are subject to changes to local or international compliance regulations related to climate change mitigation efforts, specific taxation or penalties for carbon emissions or environmental damage and other possible restraints on industry that may further impact the Company. While the Company will endeavour to manage these risks and limit any consequential impacts, there can be no guarantee that the Company will not be impacted by these occurrences.

Climate change may also cause certain physical and environmental risks that cannot be predicted by the Company, including events such as increased severity of weather patterns, incidence of extreme weather events and longer-term physical risks such as shifting climate patterns. All these risks associated with climate change may significantly change the industry in which the Company operates.

d) Reliance on Key Personnel

The Company's future depends, in part, on its ability to attract and retain key personnel. It may not be able to hire and retain such personnel at compensation levels consistent with its existing compensation and salary structure. Its future also depends on the continued contributions of its key management and technical personnel, the loss of whose services would be difficult to replace. In addition, the inability to continue to attract appropriately qualified personnel could have a material adverse effect on the Company's business.

e) Environmental

The operations and proposed activities of the Company are subject to Australian laws and regulations concerning the environment. As with most exploration projects and mining operations, the Company's activities are expected to have an impact on the environment, particularly if advanced exploration or mine development proceeds. It is the Company's intention to conduct its activities to the highest standard of environmental obligation, including compliance with all environmental laws.

The disposal of mining and process waste and mine water discharge are under constant legislative scrutiny and regulation. There is a risk that environmental laws and regulations become more onerous making the Company's operations more expensive. Approvals are required for land clearing and for ground disturbing activities. Delays in obtaining such approvals can result in the delay to anticipated exploration programmes or mining activities.

The Company provides cash security bonds as a condition of its' exploration licences, and the Company's access to these security bonds once exploration activities have been completed are subject to the satisfactory completion of the rehabilitation obligations outlined in the exploration licences as assessed by the relevant state government department.

f) Native title

The Native Title Act recognises and protects the rights and interests in Australia of Aboriginal and Torres Strait Islander people in land and waters, according to their traditional laws and customs. There is significant uncertainty associated with Native Title in Australia and this may impact on the Company's operations and future plans.

The Company is required to enter into land access agreements to undertake its proposed exploration program on the tenements and such land access agreements are entered into prior to exploration activities commencing. The Company intends to carry out heritage clearance surveys before implementing its proposed exploration program if required to do so.

g) Economic

General economic conditions, introduction of tax reform, new legislation, movements in interest and inflation rates and currency exchange rates may have an adverse effect on the Company, as well as on its ability to fund its operations.

h) Additional requirements for capital

The Company's capital requirements depend on numerous factors. The Company may require further financing in addition to amounts raised under the Offer. Any additional equity financing will dilute shareholdings, and debt financing, if available, may involve restrictions on financing and operating activities. If the Company is unable to obtain additional financing as needed, it may be required to reduce the scope of its operations. There is however no guarantee that the Company will be able to secure any additional funding or be able to secure funding on terms favourable to the Company.

Remuneration Report (Audited)

This report outlines the remuneration arrangements in place for the key management personnel of Magmatic Resources Limited (the "Company" or "Parent") for the financial year ended 30 June 2026. The information provided in this remuneration report has been audited as required by Section 308(3C) of the *Corporations Act 2001*.

The remuneration report details the remuneration arrangements for key management personnel ("KMP") who are defined as those persons having authority and responsibility for planning, directing and controlling the major activities of the Company and the Group, directly or indirectly, including any director (whether executive or otherwise) of the parent company, and includes all executives in the Parent and the Group receiving the highest remuneration.

Key Management Personnel

(i) Directors
David Berrie – Non-Executive Chairman
David Richardson – Managing Director
Malcolm Norris – Non-Executive Director
Christine Nicolau – Non-Executive Director

(ii) Executives
Michael Franklin - Chief Financial Officer (retired 19 March 2026)

Details of directors' and executives' remuneration are set out under the following main headings:
A Principles used to determine the nature and amount of remuneration
B Details of remuneration
C Employment contracts/Consultancy agreements
D Share-based compensation

A Principles used to determine the nature and amount of remuneration

The objective of the Company's executive reward framework is to ensure reward for performance is competitive and appropriate for the results delivered. The framework aims to align executive reward with the creation of value for shareholders.

The key criteria for good remuneration governance practices adopted by the Board are:

- competitiveness and reasonableness
- acceptability to shareholders
- performance incentives
- transparency
- capital management

The framework provides a mix of fixed salary, consultancy, agreement-based remuneration and share based incentives.

The broad remuneration policy for determining the nature and amount of emoluments of Board members and senior executives of the Company is governed by the full board. Although there is no separate remuneration committee, the Board's aim is to ensure the remuneration packages properly reflect directors' and executives' duties and responsibilities. The Board assesses the appropriateness of the nature and amount of emoluments of such officers on a periodic basis by reference to relevant employment market conditions with the overall objective of ensuring maximum stakeholder benefit from the retention and motivation of a high-quality Board and executive team.

The current remuneration policy adopted is that no element of any director or executive package is directly related to the Company's financial performance. Indeed, there are no elements of any director or executive remuneration that are dependent upon the satisfaction of any specific condition however the overall remuneration policy framework is structured to advance and create shareholder wealth.

Non-executive directors
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 and are intended to be in line with the market. Non-executive directors receive a board fee. They do not receive performance-based pay or retirement allowances.

For the year ended 30 June 2026, exclusive of superannuation guarantee, the annual cash remuneration for the Non-Executive Directors was $144,843.

The non-executive directors fee pool approved by shareholders is $250,000 per annum.

Directors' fees
On appointment to the Board, all non-executive directors enter into a service agreement with the Company in the form of a letter of appointment. The letter summarises the Board policies and terms, including remuneration relevant to the office of director.

The Board policy is to remunerate non-executive directors at commercial market rates for comparable companies for their time, commitment and responsibilities. Non-executive directors receive a Board fee but do not receive fees for chairing or participating on Board committees. Board members are allocated superannuation guarantee contributions as required by law, and do not receive any other retirement benefits. From time to time, some individuals may choose to sacrifice their salary or consulting fees to increase payments towards superannuation. Non-executive directors are granted options in the Company from time to time subject to shareholder approval.

Fees for non-executive directors are not linked to the performance of the Group.

Retirement allowances for directors
Apart from superannuation payments paid on salaries there are no retirement allowances for directors.

Executive pay
The executive pay and rewards framework has the following components:
- base pay and benefits such as superannuation where appropriate
- long-term incentives through participation in employee equity issues

Base pay
All executives are either full time employees or consultants who are paid on an agreed basis that has been formalised in a consultancy agreement.

Benefits
Apart from superannuation paid on executive salaries there are no additional benefits paid to executives.

Short-term incentives
There are no current short-term incentive remuneration arrangements.

Performance based remuneration
To ensure that the Company has appropriate mechanisms in place to continue to attract and retain the services of suitable directors and employees, the Company has, in the past, issued options and performance rights to some key personnel.

Share-based compensation

Issue of shares

No shares were issued to directors during the year ended 30 June 2026.

Options

The following options were issued to directors during the year ended 30 June 2026:

Number of Options	Grant Date	Expiry Date	Exercise Price
D Richardson: 3,000,000 D Berrie: 1,500,000 M Norris: 1,500,000	6 November 2025	7 November 2027	$0.1292

The table below shows a reconciliation of options held by each KMP from the beginning to the end of the financial year ending 30 June 2026:

	Balance at the start of the year			Vested			Forfeited / Expired			Balance at the end of the year	
Name & Grant dates	**Unvested**	**Vested**	**Granted as compensation**	**Number**	**%**	**Exercised**	**Number**	**%**	**Other changes**	**Vested and exercisable**	**Unvested**
D Richardson											
25 Nov 2022	-	2,000,000	-	-	-	-	(2,000,000)	100	-	-	-
6 Nov 2025	-	-	3,000,000	3,000,000	100	-	-	-	-	3,000,000	-
D Berrie											
25 Nov 2022	-	1,000,000	-	-	-	-	(1,000,000)	100	-	-	
6 Nov 2025	-	-	1,500,000	1,500,000	100	-	-	-	-	1,500,000	-
M Norris											
6 Nov 2025	-	-	1,500,000	1,500,000	100	-	-	-	-	1,500,000	-
M Franklin											
25 Nov 2022	-	500,000	-	-	-	-	(500,000)	100	-	-	-
27 Nov 2024	-	500,000	-	-	-	-	-	-	(500,000)*	-	-

**Ceased being KMP upon retirement as Chief Financial Officer on 19 March 2026*

Performance rights

No performance rights were issued to KMPs during the year ended 30 June 2026.

Company performance, shareholder wealth and directors' and executives' remuneration

No relationship exists between shareholder wealth, director and executive remuneration and Company performance due to the nature of the Company's operations being a non-producing resources exploration company.

The table below shows the losses and earnings per share of the Company for the last five financial years:

	2026	**2025**	**2024**	**2023**	**2022**
Net loss	**($4,484,507)**	**($2,171,804)**	**($3,002,085)**	**($7,279,387)**	**($3,884,462)**
Share price at year end (cents)	**2.3**	**4.8**	**5.9**	**9.0**	**5.2**
Loss per share (cents)	**(0.98)**	**(0.52)**	**(0.77)**	**(2.65)**	**(1.73)**

B Details of remuneration

Amounts of remuneration

Details of the remuneration of KMP (as defined in AASB 124 *Related Party Disclosures*) of the Company and the Group for the year ended 30 June 2026 are set out in the following tables.

KMP of the Group comprise the directors of the Company and persons who have the authority and responsibility for planning, directing and controlling the activities of the Group. Given the size and nature of the Group, there are no other employees who are required to have their remuneration disclosed in accordance with the *Corporations Act 2001.* No cash remuneration is linked to performance.

Year ended 30 June 2026

Name	*Salary / Fees* $	*Post-employment benefits / Superannuation* $	*Share-based compensation** $	*Other short-term benefits*	*Other long-term benefits* $	*Total* $
Director						
D Richardson	325,000	39,000	65,654	8,955	3,670	442,279
D Berrie	100,000	12,000	32,827	-	-	144,827
M Norris	44,843	5,381	32,827	-	-	83,051
C Nicolau	-	-	-	-	-	-
Other KMP						
M Franklin *(retired 19 March 2026)*	94,907	9,827	-	-	-	104,734
	564,750	**66,208**	**131,308**	**8,955**	**3,670**	**774,891**

**The Group issued 6,000,000 options with a total fair value of $131,308 to the Directors which vested immediately. The options were valued using a Black-Scholes option pricing model using the following inputs:*

Grant Date	*Share Price on Grant Date*	*Exercise Price*	*Expected Volatility*	*Option Life (years)*	*Dividend Yield*	*Interest Rate*	*Fair Value per Option*
6 November 2025	*$0.061*	*$0.129*	*100%*	*2*	*-*	*3.67%*	*$0.022*

Year ended 30 June 2025

Name	*Salary / Fees* $	*Post-employment benefits / Superannuation* $	*Share-based compensation** $	*Other short-term benefits*	*Other* $	*Total* $
Director						
D Richardson	297,899	34,258	-		-	332,157
A McKinnon *(resigned 25 October 2024)*	189,378	17,696	-		-	207,074
D Berrie	100,000	11,500	-		-	111,500
M Norris *(appointed 16 October 2024)*	31,845	3,662	-		-	35,507
C Nicolau *(appointed 16 October 2024)*	-	-	-			-
Other KMP						
M Franklin	111,280	12,797	11,629		-	135,706
	730,402	**79,913**	**11,629**		**-**	**821,944**

**The Group issued 500,000 options with the fair value of $11,629 in accordance with the Company's employee share ownership plan to M Franklin which vested immediately upon being issued but lapse if his employment is terminated. The options were valued using a Black-Scholes option pricing model using the following inputs:*

Grant Date	*Share Price on Grant Date*	*Exercise Price*	*Expected Volatility*	*Option Life (years)*	*Dividend Yield*	*Interest Rate*	*Fair Value per Option*
27 November 2024	*$0.041*	*$0.059*	*100%*	*3*	*-*	*3.99%*	*$0.023*

C Employment contracts / Consultancy agreements

On appointment to the Board, all Non-Executive Directors enter into a service agreement with the Company in the form of a letter of appointment.

Remuneration of the Managing Director and other executives are formalised in letters of appointment and employment agreements and amendments thereof. These agreements and amendments thereof provide details of the salary and employment conditions relating to each employee.

Name	Term of agreement and notice period	Base salary (excl. superannuation)	Termination payments
David Richardson *Managing Director*	N/A 6 months	$325,000	N/A

D Key management personnel equity holdings

2026	Balance at beginning of year	Net movement during the year	Balance at the end of year
Ordinary shares			
Directors			
D Richardson	48,236,689	-	48,236,689
D Berrie	13,234,926	-	13,234,926
M Norris	8,554	-	8,554
C Nicolau	-	-	-
Other KMP			
M Franklin	1,217,657	(1,217,657)*	-

**Ceased being KMP upon retirement as Chief Financial Officer on 19 March 2026*

Options	Balance at beginning of year	Net movement during the year	Balance at the end of year	Maximum value yet to vest
Directors				
D Richardson	2,000,000	1,000,000	3,000,000	-
D Berrie	1,000,000	500,000	1,500,000	-
M Norris	-	1,500,000	1,500,000	-
C Nicolau	-	-	-	-
Other KMP				
M Franklin	1,000,000	(500,000)	500,000	-

No remuneration consultants have been used. Other than disclosed above, there are no other transactions with key management personnel.

Loans to Key Management Personnel
There were no loans to individuals or members of key management personnel during the financial year.

Transactions with Key Management Personnel
During the current financial year, Mr M Norris's consultancy company was engaged to provide consultancy geological services with an invoiced value of $1,500 in addition to the services he supplies the Group as a non-executive director.

E Voting and comments made at the Company's 2025 Annual General Meeting ('AGM')

At the Company's AGM held 6 November 2025, 95.72% of the votes received supported the adoption of the remuneration report for the year ended 30 June 2025. The Company did not receive any specific feedback at the AGM regarding its remuneration practices.

End of audited remuneration report.

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.

Indemnification of officers

The liabilities insured are legal costs that may be incurred in defending civil or criminal proceedings that may be brought against the officers in their capacity as officers of the Company, and any other payments arising from liabilities incurred by the officers in connection with such proceedings. This does not include such liabilities that arise from conduct involving a wilful breach of duty by the officers or the improper use by the officers of their position or of information to gain advantage for themselves or someone else or to cause detriment to the Company. It is not possible to apportion the premium between amounts relating to the insurance against legal costs and those relating to other liabilities.

Rounding of amounts

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

Auditor

BDO Audit Pty Ltd ('Auditor'), will continue in office in accordance with section 327C of the *Corporations Act 2001*.

Officers of the Company who are former partners of the Auditor

There are no officers of the Company who are former partners of the Auditor.

Indemnification and insurance of the Auditor

The Group has not, during or since the end of the financial year, indemnified or agreed to indemnify the Auditor or any related entity against a liability incurred by the Auditor.

During the financial year, the Group has not paid a premium in respect of a contract to the Auditor or any related entity.

Non-audit services

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

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 on page 21.

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

David Richardson
Managing Director

Signed at Perth, Western Australia this 25th day of September 2026.

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DECLARATION OF INDEPENDENCE BY JEREMY WATKINS TO THE DIRECTORS OF MAGMATIC RESOURCES LIMITED

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

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and

2. No contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Magmatic Resources Limited and the entities it controlled during the period.

Jeremy Watkins

Director

BDO Audit Pty Ltd

Perth

25 September 2026

Corporate Governance Statement

The Company and the Board are committed to achieving and demonstrating the highest standards of corporate governance. The Company has reviewed its corporate governance practices against the Corporate Governance Principles and Recommendations (4th edition) published by the ASX Corporate Governance Council.

The 2026 Corporate Governance Statement is lodged with the ASX as a separate document to the Annual Report.

The 2026 Corporate Governance Statement was approved by the Board on 25th September 2026 and is current as at 30 June 2026. A description of the Group's current corporate governance practices is set out in the Group's Corporate Governance Statement which can be viewed at www.magmaticresources.com.

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

	Note	Consolidated 2026 $	2025 $
Continuing Operations			
Other income	2	**423,839**	245,516
Interest income		**172,726**	227,391
		596,565	472,907
Corporate administration expenses	3	**(1,424,110)**	(1,091,823)
Exploration and evaluation expenses	3	**(3,348,845)**	(1,178,745)
Exploration asset impairment	9	**(120,200)**	(273,868)
Share based payment expense	15	**(151,571)**	(58,143)
Finance costs		**(36,346)**	(42,132)
		(5,081,072)	(2,644,711)
Loss before tax		**(4,484,507)**	(2,171,804)
Income tax	4	**-**	-
Net loss for the year		**(4,484,507)**	(2,171,804)
Other comprehensive income / (loss), net of tax			
Changes in the fair value of investments at fair value through other comprehensive income	15	**280,247**	(845,639)
Total comprehensive loss for the year		**(4,204,260)**	(3,017,443)
Total comprehensive loss for the year attributable to the members of Magmatic Resources Limited:		**(4,204,260)**	(3,017,443)
Loss per share attributable to the members of Magmatic Resources Limited			
Loss per share (cents)	5	**(0.98)**	(0.52)
Loss per share fully diluted (cents)	5	**(0.98)**	(0.52)

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

Consolidated Statement of Financial Position as at 30 June 2026

		Consolidated	
	Note	**2026 $**	2025 $
Current Assets			
Cash and cash equivalents	7	**5,537,224**	4,741,419
Other receivables	8	**333,201**	116,918
Total Current Assets		**5,870,425**	4,858,337
Non-Current Assets			
Plant and equipment		**95,145**	118,568
Security bonds		**159,300**	145,300
Exploration assets	9	**2,839,829**	2,388,507
Right-of-use assets	11	**390,741**	478,332
Financial assets held at fair value through other comprehensive income	12	**300,000**	789,263
Total Non-Current Assets		**3,785,015**	3,919,970
Total Assets		**9,655,440**	8,778,307
Current Liabilities			
Trade and other payables	13	**2,385,734**	705,109
Lease liabilities	11	**77,520**	62,024
Total Current Liabilities		**2,463,254**	767,133
Non-Current Liabilities			
Trade and other payables		**78,982**	76,033
Lease liabilities	11	**362,000**	458,033
Total Non-Current Liabilities		**440,982**	534,066
Total Liabilities		**2,904,236**	1,301,199
Net Assets		**6,751,204**	7,477,109
Equity			
Issued capital	14	**32,751,849**	29,425,065
Reserves	15	**6,148,258**	5,716,440
Accumulated losses		**(32,148,903)**	(27,664,396)
Total Equity		**6,751,204**	7,477,109

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

Magmatic Resources Limited
ABN 32 615 598 322

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

Consolidated	Issued Capital $	Share Based Payments Reserve $	Capital Restructure Reserve $	Fair Value Other Comprehensive Income ("FVOCI") Reserve	Accumulated Losses $	Total Equity $
Balance at 1 July 2024	28,291,017	5,996,303	250	507,383	(25,492,592)	9,302,361
Loss after income tax expense for the year	-	-	-	-	(2,171,804)	(2,171,804)
Other comprehensive income for the year, net of tax	-	-	-	(845,639)	-	(845,639)
Total comprehensive loss for the year	-	-	-	(845,639)	(2,171,804)	(3,017,443)
Transactions with owners recorded directly in equity						
Share-based payments	-	58,143	-	-	-	58,143
Issue of ordinary shares	1,209,600	-	-	-	-	1,209,600
Capital raising expenses	(75,552)	-	-	-	-	(75,552)
Total transactions with owners recorded directly in equity	1,134,048	58,143	-	(845,639)	(2,171,804)	(1,825,252)
Balance at 30 June 2025	29,425,065	6,054,446	250	(338,256)	(27,664,396)	7,477,109
Balance at 1 July 2025	**29,425,065**	**6,054,446**	**250**	**(338,256)**	**(27,664,396)**	**7,477,109**
Loss after income tax expense for the year	**-**	**-**	**-**	**-**	**(4,484,507)**	**(4,484,507)**
Other comprehensive income for the year, net of tax	**-**	**-**	**-**	**280,247**	**-**	**280,247**
Total comprehensive (loss)/profit for the year	**-**	**-**	**-**	**280,247**	**(4,484,507)**	**(4,204,260)**
Transactions with owners recorded directly in equity						
Share-based payments	**-**	**151,571**	**-**	**-**	**-**	**151,571**
Issue of ordinary shares	**3,475,200**	**-**	**-**	**-**	**-**	**3,475,200**
Capital raising expenses	**(148,416)**	**-**	**-**	**-**	**-**	**(148,416)**
Total transactions with owners recorded directly in equity	**3,326,784**	**151,571**	**-**	**280,247**	**(4,484,507)**	**(725,905)**
Balance at 30 June 2026	**32,751,849**	**6,206,017**	**250**	**(58,009)**	**(32,148,903)**	**6,751,204**

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

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

	Note	Consolidated 2026 $	2025 $
Cash flows from operating activities			
Receipts from customers		**434,421**	274,729
Payments to suppliers and employees		**(1,102,541)**	(869,409)
Payments for exploration expenditure		**(5,553,064)**	(3,095,980)
Proceeds from Earn-in Partner		**3,485,542**	2,190,736
Net Interest received		**136,380**	185,259
Net cash used in operating activities	20(a)	**(2,599,262)**	(1,314,665)
Cash flows from investing activities			
Payments for property, plant & equipment		**(24,993)**	(105,878)
Proceeds from the sale of investments		**769,510**	-
Tenement bonds paid		**(14,000)**	(41,000)
Payment for tenements acquired		**(96,402)**	(50,000)
Net cash provided by / (used in) investing activities		**634,115**	(196,878)
Cash flows from financing activities			
Repayment of lease liabilities		**(90,632)**	(82,427)
Proceeds from the issue of shares		**3,000,000**	-
Payment of capital raising costs		**(148,416)**	-
Net cash provided by / (used in) financing activities		**2,760,952**	(82,427)
Net increase / (decrease) in cash and cash equivalents		**795,805**	(1,593,970)
Cash and cash equivalents at the beginning of the year		**4,741,419**	6,335,389
Cash and cash equivalents at the end of the year	7	**5,537,224**	4,741,419

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

Note 1: Statement of material accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Adoption of new and revised accounting standards and interpretations

In the year ended 30 June 2026, the Directors have adopted all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Company and effective for the current reporting periods beginning on or after 1 July 2025. As a result of this review the Directors have determined that there is no material impact of the Standards and Interpretations issued by the AASB and, therefore, no change is necessary to Company accounting policies.

There is no material impact to profit or loss or net assets on the adoption of this new standard in the current or comparative periods as leases were only short-term leases and low value leases.

(b) New accounting standards and interpretations that are not yet mandatory

The Directors have also reviewed all Standards and Interpretations issued and not yet adopted for the year ended 30 June 2026. As a result of this review the Directors have determined that there is no material impact of the Standards and Interpretations in issue not yet adopted on the Company and, therefore, no change is necessary to Company accounting policies.

(c) 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 and the *Corporations Act 2001*. Magmatic Resources Limited is a for-profit entity for the purpose of preparing the financial statements.

Rounding of amounts

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

Historical cost convention

The financial statements have been prepared under the historical cost convention.

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 Company'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 1(n).

(d) Statement of compliance

The financial report was authorised by the Board of directors for issue on 25th September 2026.

(e) Principles of consolidation

The assets, liabilities and results of all subsidiaries are fully consolidated into the financial statements of the Group from the date on which control is obtained by the Group. The consolidation of a subsidiary is discontinued from the date that control ceases. Intercompany transactions, balances and unrealised gains or losses on transactions between group entities are fully eliminated on consolidation. Accounting policies of subsidiaries have been changed and adjustments made where necessary to ensure uniformity of the accounting policies adopted by the Group.

(f) 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.

The Group accounts for long term restricted security deposits as ‘other’ non-current assets.

(g) Other receivables

Other receivables are recognised at amortised cost, less any provision for impairment.

(h) Leases

All leases are accounted for by recognising a right-of-use asset and a lease liability except for:

- leases of low value assets; and
- leases with a term of 12 months or less.

Payments associated with short-term leases and leases of low-value assets are recognised on a straight-line basis as an expense in profit or loss. Short-term leases are leases with a lease term of 12 months or less. Low-value assets are items such as IT-equipment and small items of office furniture.

(i) Trade and other payables

These amounts represent liabilities for goods and services provided to the Group prior to the end of the financial period 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.

(j) Fair value measurement

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principle market; or in the absence of a principal market, in the most advantageous market.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interest. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

Investments and other financial assets

Investments and other financial assets are recognised and derecognised on settlement date where the purchase or sale of an investment is under a contract whose terms require delivery of the investment within the time-frame established by the market concerned. They are initially measured at fair value, net of transaction costs, except for those financial assets classified as fair value through profit or loss, which are initially measured at fair value.

The Group classifies its financial assets in the following measurement categories:

- Those to be measured subsequently at fair value (either through other comprehensive income (OCI), or through profit or loss); or
- Those to be measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or OCI. For investments in equity instruments that are not held for trading, the classification will depend on whether the Group has made an irrevocable election at the time of initial recognition to account for the equity investment at FVOCI.

(i) Measurement

At initial recognition, the Group measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss (FVPL), transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at FVPL are expensed in profit or loss. Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

The Group subsequently measures all equity investments at fair value. The fair values of quoted investments are based on current bid prices. If the market for a financial asset is not active (and for unlisted securities), the Group establishes fair value by using valuation techniques. These include reference to the fair values of recent arm's length transactions, involving the same instruments or other instruments that are substantially the same, discounted cash flow analysis, and pricing models to reflect the issuer's specific circumstances.

Where the Group's management has elected to present fair value gains and losses on equity investments in OCI, there is no subsequent reclassification of fair value gains and losses to profit or loss following the derecognition of the investment. Dividends from such investments continue to be recognised in profit or loss as other income when the Group's right to receive payments is established.

Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

(ii) Impairment
The Group assesses at each reporting date whether there is objective evidence that a financial asset or group of financial assets is impaired. For trade and other receivables, the Group applies the simplified approach permitted by AASB 9, which requires expected lifetime losses to be recognised from initial recognition of the receivables. The expected credit losses on these financial assets are estimated using a provision matrix based on the Group's historical credit loss experience.

(k) Exploration expenditure
Exploration expenditure is expensed to the statement of profit or loss as incurred and acquisition costs are capitalised as noncurrent assets. A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest. Where uncertainty exists as to the future viability of certain areas, the value of the area of interest is written off or provided against. Due to the speculative nature, when exploration assets have been acquired through equity instruments, the fair value of the asset cannot be measure reliably, therefore the fair value of the equity instrument is used to determine the fair value of the asset.

Impairment testing of exploration and evaluation expenditure
Exploration and evaluation expenditure is assessed for impairment if sufficient data exists to determine technical feasibility and commercial viability or facts and circumstances suggest that the carrying amount exceeds the recoverable amount.
Exploration and evaluation expenditure is tested for impairment when any of the following facts and circumstances exist:

- The term of exploration licence in the specific area of interest has expired during the reporting period or will expire in the near future, and is not expected to be renewed;
- Substantive expenditure on further exploration for and evaluation of mineral resources in the specific area are not budgeted nor planned;
- Exploration for and evaluation of mineral resources in the specific area have not led to the discovery of commercially viable quantities of mineral resources and the decision was made to discontinue such activities in the specified area; or
- Sufficient data exist to indicate that, although a development in the specific area is likely to proceed, the carrying amount of the exploration and evaluation asset is unlikely to be recovered in full from successful development or by sale.

Where a potential impairment is indicated, an assessment is performed for each area of interest.

(l) Share based payments
Equity-settled share-based payment transactions to Directors and seed capitalists for services are measured in reference to the fair value of equity instruments granted.

Equity-settled share-based payments in return for goods and services are measured at fair value of the goods and services received, except where the fair value cannot be estimated reliably, in which case they are measured at the fair value of the equity instruments.

The fair value of options and performance rights with non-vesting conditions and no service conditions attached issued to Directors, seed capitalists and suppliers, are valued with a Black-Scholes pricing model. The fair value is measured at the grant date of the equity instrument and is recognised in equity in the share-based payment reserve. The number of instruments expected to vest is estimated based on the non-market vesting conditions. The total expense is recognised at the date of grant of the options and rights.

(m) 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.

(n) Critical accounting estimates and judgements

The preparation of these financial statements requires the use of certain critical accounting estimates.

It also requires management to exercise its judgement in the process of applying the Group's accounting policies.

Judgements:

Impairment of Exploration and Evaluation Asset

Determining the recoverability of exploration and evaluation expenditure capitalised in accordance with the Group's accounting policy (refer Note 1(k)), requires judgements as to future events and circumstances, in particular, whether successful development and commercial exploitation, or alternatively sale, of the respective areas of interest will be achieved. If, after having capitalised the expenditure under accounting policy 1(k), a judgement is made that recovery of the expenditure is unlikely, an impairment loss is recorded in the income statement in accordance with accounting policy 1(k). The carrying amounts of exploration and evaluation assets are set out in Note 9.

Share-based payments

The Group measures the cost of equity-settled transactions 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 the 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. Refer to note (l).

Asset Acquisition not Constituting a Business

When an asset acquisition does not constitute a business combination, the assets and liabilities are assigned a carrying amount based on their relative fair values in an asset purchase transaction and no deferred tax will arise in relation to the acquired assets and assumed liabilities as the initial recognition exemption for deferred tax under AASB 112 applies. No goodwill will arise on the acquisition and transaction costs of the acquisition will be included in the capitalised cost of the asset.

	Consolidated	
	2026	2025
	$	$
Note 2: Other income		
AGC shared services agreement income	**100,007**	58,382
Joint Venture Operators Fee	**292,482**	186,690
Other	**31,350**	444
	423,839	245,516

Note 3: Expenses

Corporate and administration expenses		
Admin/bookkeeping and audit fees	**183,383**	68,848
Conferences	**51,792**	40,314
Depreciation	**46,211**	53,671
Director and Company Secretarial fees	**169,079**	257,510
Employee expenses	**418,907**	400,202
Investor relations	**75,825**	2,617
Legal fees	**16,622**	10,300
Listing fees	**71,238**	45,492
Right of Use Asset Amortisation	**97,685**	95,666
Short term leases	**34,809**	10,663
Superannuation	**47,334**	46,719
Travel	**27,854**	69,497
Other	**230,705**	37,043
	1,424,110	1,091,823

Exploration and evaluation expenses		
Gross exploration expenses incurred	**6,119,835**	3,078,863
Less: Earn-in partner contribution	**(2,770,990)**	(1,900,118)
Net exploration and evaluation expense	**3,348,845**	1,178,745

On 8 March 2024, the Company announced it had entered into a Farm-in and Joint Venture Agreement (FJV) over the Myall Project with FMG Resources Pty Ltd (Fortescue), a wholly-owned subsidiary of Fortescue Limited. The FJV will see Fortescue spend up to $14 million over six years to earn up to 75% joint venture interest in the project. Fortescue may earn an initial 51% interest by incurring $6 million in expenditure in the initial earn-in period of up to four years, including a minimum expenditure of $3 million and minimum 3,000 metres of drilling in the first two years. Magmatic will be the operator during the initial earn-in period of up to four years and is entitled to a 10% operator’s fee.

As at 30 June 2026, the minimum expenditure commitment under the FJV had been satisfied. Fortescue had not issued a notice to acquire its earned interest and the parties continued to operate under the earn-in arrangements. In accordance with the FJV, expenditure incurred by Fortescue in excess of the Initial Earning Obligation is credited towards the Additional Earning Obligation and may contribute towards Fortescue earning a further 24% interest in the Project, subject to the terms and conditions of the FJV. Magmatic remains the operator during the initial earn-in period and is entitled to a 10% operator's fee.

Note 4: Income tax

(a) Income tax benefit

	Consolidated	
	2026	2025
	$	$
The prima facie income tax expense on pre-tax accounting result from operations reconciles to the income tax benefit in the financial statements as follows:		
Accounting loss from continuing operations before income tax	**(4,484,507)**	(2,171,804)
At the statutory income tax rate of 25% (2024: 25%)	**(1,121,127)**	(542,951)
Add		
- Non-assessable income	**-**	(91)
- Non-deductible expenses	**1,066**	262
- Share based payments	**37,893**	14,536
- Deductible equity costs	**(23,858)**	(31,892)
- Tax loss not brought to account	**1,106,026**	560,136
Income tax (benefit)	**-**	-
Accounting profit/(loss) from Other Comprehensive Income before income tax	**280,247**	(845,639)
At the statutory income tax rate of 25% (2025: 25%)	**70,062**	211,410
Add		
- Temporary differences not brought to account	**(70,062)**	(211,410)
Income tax benefit reported in the statement of comprehensive income	**-**	-

(b) Unrecognised deferred tax balances

The following deferred tax assets have not been brought to account

Deferred tax assets comprise:		
Accruals	**19,750**	7,849
Operating lease	**12,195**	10,431
Employee entitlements	**96,763**	77,894
Share issues & capital costs	**50,000**	44,968
Investments	**55,537**	84,564
Exploration expenditure	**77,335**	325,701
Losses available for offset against future income – revenue	**6,209,810**	5,182,413
	6,521,390	5,733,820
Deferred tax liabilities comprise:		
Prepayments	**16,205**	16,935
Exploration Equipment	**15,744**	18,449
	31,949	35,384
Net unrecognised deferred tax assets	**6,489,441**	5,698,436

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

Tax Losses

As at 30 June 2026, the Consolidated Entity has $24,839,240 (2025: $20,729,652) of taxable losses that are available for offset against future taxable profits of the consolidated entity, subject to the loss recoupment requirements in the Income Tax Assessment Act 1997. No deferred tax assets have been recognised in the Statement of Financial Position in respect of the amount of these losses, as it is not presently probable future taxable profits will be available against which the Company can utilise the benefit.

On 30 June 2025, Magmatic acquired 100% of the shares in Northern Goldfields Resources Pty Ltd. The ATO has been notified of this subsidiary company joining the existing tax consolidated group.

	Consolidated	
	2026	2025
	$	$
Note 5: Loss per share		
Total basic loss per share	**(0.98)**	(0.52)
Total fully diluted loss per share	**(0.98)**	(0.52)
The loss and weighted average number of ordinary shares used in the calculation of basic loss per share is as follows:		
Net loss for the year	**(4,484,507)**	(2,171,804)
Weighted average number of ordinary shares outstanding during the year used in calculating EPS	**459,408,962**	417,119,755

At 30 June 2026 and 30 June 2025, options and performance rights over ordinary shares were excluded from the calculation of the weighted average number of ordinary shares used in calculating diluted loss per share due to being anti-dilutive, as the Group reported a loss for the year.

Note 6: Segment information

AASB 8 requires operating segments to be identified on the basis of internal reports about 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.

AASB 8 “Operating Segments’” states that similar operating segments can be aggregated to form one reportable segment. The Group has one reportable operating segment being gold exploration projects in Australia.

Note 7: Cash and cash equivalents

	Consolidated	
	2026	2025
	$	$
Cash at bank and on hand – unrestricted	**4,981,255**	4,513,575
Cash at bank and on hand – restricted	**555,969**	227,844
	5,537,224	4,741,419

(Refer to Note 16(c) (iv) which contains risk exposure analysis for cash and cash equivalents)

Note 8: Other receivables

	Consolidated	
	2026	2025
	$	$
AGC shared services agreement income receivable	**24,045**	7,777
Goods and services tax receivable	**212,926**	22,232
Prepayments	**64,820**	67,740
Other debtors	**31,410**	19,169
	333,201	116,918

Note 9: Exploration assets

	Consolidated	
	2026	2025
	$	$
Opening balance	**2,388,507**	1,368,350
NGR historical exploration data(1)	**105,600**	266,861
Project acquisition costs (refer Note 10)	**425,922**	1,027,164
Impairment of acquired exploration projects(2)	**(120,200)**	(273,868)
Application withdrawal fee paid(3)	**40,000**	-
Acquisition costs in respect of areas of interest in the exploration phase	**2,839,829**	2,388,507

(1)The consideration paid for NGR of 2,400,000 shares issued at $0.044 on 25 August 2025, and 5,600,000 shares issued at $0.048 on 30 June 2025, exceeded the net tangible assets acquired by $372,461, with this difference attributable to the value of the historical exploration data collated and analysed by NGR, which will save the Group considerable future expenditures, and enable the prompt establishment of highly prospective immediate drill targets.

(2)$120,200 was impaired during the 2026 financial year, and $273,868 was impaired during the 2025 financial year in relation to the Weebo Project prospecting licence (P36/1878), which was acquired, as part of the broader transaction to secure all the tenements acquired from the three vendors for more consideration than the Group's WA exploration manager estimated its proportional share of the total consideration warranted in relation to the other tenements acquired.

(3)$40,000 was paid to Dynamics Metals Limited as compensation for their withdrawal of their tenement application E36/1100, the land area over which NGR was then able to apply for its tenement E36/1125.

Exploration expenditure is expensed to the statement of profit or loss as incurred and acquisition costs are capitalised as non-current assets. A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest. Where uncertainty exists as to the future viability of certain areas, the value of the area of interest is written off or provided against.

The carrying value of capitalised exploration expenditure is assessed for impairment at each area of interest whenever facts and circumstances suggest that the carrying amount of the asset may exceed its recoverable amounts.

An impairment exists when the carrying amount of an asset or area of interest exceeds its estimated recoverable amount. The asset or area of interest is then written down to its recoverable amount. Any impairment losses are recognised in profit or loss.

Note 10: Mining tenements acquired during the year

On 30 June 2025 the Group acquired a group of tenements referred to as the Weebo Gold Project (the "Acquired Tenements") that are considered prospective for gold mineralisation. The costs associated with the acquisition have been allocated to exploration project acquisition costs (Note 9).

a) The Acquired Tenements are located in the Northern Goldfields region of Western Australia and they were acquired in two stages as summarised in the following table, with the Stage 1 tenements being settled on 30 June 2025, and the Stage 2 tenements being settled on 25 August 2025 once the vendors' application to have the Stage 2 tenements renewed was granted by the relevant Western Australian government department.

Tenement No.	Type	Location	Area (km²)	Grant Date	Expiry Date	Beneficial Ownership	Acquisition Cost $	Impairment $
Weebo Gold Project Stage 1 (Settled FY 30/06/2025)								
E 36/845	Exploration Licence	Leinster WA	19.6	13/01/2016	12/01/2026	NGR	85,192	-
E 36/846	Exploration Licence	Leinster WA	22.4	3/08/2016	2/08/2026	NGR	85,192	-
E 36/860	Exploration Licence	Leinster WA	25.2	21/09/2017	20/09/2027	NGR	26,213	-
E 36/934	Exploration Licence	Leinster WA	11.2	2/08/2018	1/08/2028	NGR	26,213	-
E 36/952	Exploration Licence	Leinster WA	22.4	27/09/2019	26/09/2029	NGR	458,726	-
P 36/1878	Prospecting Licence	Leinster WA	1.4	19/10/2018	18/10/2026	NGR	345,628	(273,868)
Total consideration of $50,000 cash + $940,800 shares issued + stamp duty estimate payable $36,364							**1,027,164**	**(273,868)**
Weebo Gold Project Stage 2 (Settled FY 30/06/2026)								
E 36/792	Exploration Licence	Leinster WA	22.4	4/06/2013	3/06/2027	NGR	55,000	-
E 36/797	Exploration Licence	Leinster WA	5.6	4/06/2013	3/06/2027	NGR	55,000	-
E 36/798	Exploration Licence	Leinster WA	5.6	4/06/2013	3/06/2027	NGR	148,720	-
E 36/845	Exploration Licence	Leinster WA	19.6	13/01/2016	12/01/2026	NGR	9,401	-
E 36/846	Exploration Licence	Leinster WA	22.4	3/08/2016	2/08/2026	NGR	9,401	-
E 36/860	Exploration Licence	Leinster WA	25.2	21/09/2017	20/09/2027	NGR	9,400	-
E 36/934	Exploration Licence	Leinster WA	11.2	2/08/2018	1/08/2028	NGR	9,400	-
E 36/952	Exploration Licence	Leinster WA	22.4	27/09/2019	26/09/2029	NGR	9,400	-
P 36/1878	Prospecting Licence	Leinster WA	1.4	19/10/2018	18/10/2026	NGR	120,200	(120,200)
Total consideration of $369,520 shares issued + stamp duty paid $56,402							**425,922**	**(120,200)**

b) Contingencies

Performance Shares

Unvested performance shares, granted in consideration for the Weebo tenements, outstanding at the date of this report are as follows:

Grant date	Date of expiry	Number of Performance Shares	Vesting Condition
30 June 2025	30 June 2028	4,200,000	Vesting upon the Group announcing a JORC compliant Mineral Resource Estimate of at least 250,000 ounces reported at a minimum average grade of 1.5/t gold (or equivalent)
25 August 2025	25 August 2028	1,800,000	
30 June 2025	30 June 2029	5,600,000	Vesting upon the Group announcing a JORC compliant Mineral Resource Estimate of at least 500,000 ounces reported at a minimum average grade of 1.5/t gold (or equivalent)
25 August 2025	25 August 2029	2,400,000	

Nil value has been attributed to these performance shares as part of the asset acquisition given the uncertainty of reaching the vesting conditions.

Royalties
As part of the acquisition of the Acquired Tenements, the Company granted a net smelter return (NSR) royalty to the vendors, representing 2.0% of revenue from future mineral production on the related tenements. Due to the uncertainty surrounding future production levels and mineral prices, it is not practicable to reliably estimate the fair value of this contingent obligation at this time. Should production occur, royalty payments will be expensed as incurred.

c) Encumbrances

The Group placed caveats over the 19 vendor interests in the Acquired Tenements pending the formal transfer of the tenements to NGR which will occur after the relevant Western Australian government assesses the relevant transfer duty payable on the acquisition of the Acquired Tenements, and that duty is paid.

Note 11: Leases

Right-of-use assets

	Consolidated	
	2026	2025
	$	$
Land and buildings - right-of-use	**478,332**	551,942
Plus: Adjustments due to CPI lease repayment increases	**10,094**	22,056
Less: Accumulated amortisation	**(97,685)**	(95,666)
Closing balance	**390,741**	478,332

Lease Liabilities

	2026	2025
	$	$
Current lease liabilities	**77,520**	62,024
Non-current lease liabilities	**362,000**	458,033
	439,520	520,057

The maturity analysis of lease liabilities based on contractual undiscounted cash flows is shown in the table below.

	<1 year	**1 – 5 years**	**> 5 years**	**Total undiscounted lease liabilities**	**Lease liabilities included in this Statement of Financial Position**
	$	**$**	**$**	**$**	**$**
2026					
Lease liabilities	**134,596**	**454,211**	**-**	**588,808**	**439,520**
2025					
Lease liabilities	126,978	588,808	-	715,785	520,057

The amounts recognised the statement of profit of loss relating to leases where the entity is a lessee are shown below:

	2026	2025
	$	$
Depreciation charge of right-of-use assets	**97,685**	95,666
Interest expense	**36,346**	42,132
	134,031	137,798

Note 12: Financial assets held at fair value through other comprehensive income

The Group holds investments in Australian Gold and Copper Ltd that are not held for trading. This investment is held for long-term strategic purposes, and management has elected to present subsequent changes in its fair value in other comprehensive income (OCI), as permitted by AASB 9.

Fair value changes are accumulated in the FVOCI reserve within equity and are not reclassified to profit or loss on derecognition of the investments.

Investments

	Consolidated	
	2026	2025
	$	$
Opening balance	**789,263**	1,634,902
Value of 3,137,594 shares sold during the year	**(769,510)**	-
Revaluation to fair market value	**280,247**	(845,639)
Closing balance*	**300,000**	789,263

*These 2,500,000 ordinary shares in Australian Gold and Copper Limited (30 June 2025: 5,637,594 shares) were valued at their closing market price.

Note 13: Trade and other payables

Current Trade and other payables	Consolidated	
	2026	2025
	$	$
Trade creditors[1]	**936,164**	257,747
Provision	**301,797**	275,472
Other creditors	**361,417**	12,336
FMG – Funds Received in Advance[2]	**786,356**	156,539
Goods and services tax payable	**-**	3,015
	2,385,734	705,109

[1]Trade payables are non-interest bearing and are normally paid on 30-day terms.

[2]FMG Resources Pty Ltd may acquire a 51% interest in the Tenement upon satisfying specified conditions, including expenditure of $6,000,000, with the ability to earn a further 24% interest upon meeting additional conditions.

As at 30 June 2026, the minimum expenditure commitment under the FJV had been satisfied. Fortescue had not issued a notice to acquire its earned interest and the parties continued to operate under the earn-in arrangements. In accordance with the FJV, expenditure incurred by Fortescue in excess of the Initial Earning Obligation is credited towards the Additional Earning Obligation and may contribute towards Fortescue earning a further 24% interest in the Project, subject to the terms and conditions of the FJV. Magmatic remains the operator during the initial earn-in period and is entitled to a 10% operator's fee.

Note 14: Issued capital

(a) Capital risk management

Prudent capital risk management implies maintaining sufficient cash and marketable securities to ensure continuity of tenure to exploration assets and to be able to conduct the Group’s business in an orderly and professional manner. The Board monitors its future capital requirements on a regular basis and will, when appropriate, consider the need for raising additional equity capital or to farm-out exploration projects as a means of preserving capital. The Board currently has a policy of not entering into any debt arrangements.

(b) Ordinary shares issued	Consolidated 2026 $	2025 $
502,231,042 (2025: 442,250,714) ordinary shares	**32,751,849**	29,425,065

Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at shareholders' meetings. In the event of winding up of the parent entity, ordinary shareholders rank after all creditors and are fully entitled to any proceeds on liquidation.

(c) Movements in ordinary share capital:

Date	Details	Number of shares	$
Balance as at 30 June 2024		**417,050,714**	**28,291,017**
30 June 2025	Weebo Project Tenements Consideration at $0.048 per share	19,600,000	940,800
30 June 2025	NGR Acquisition Consideration at $0.048 per share	5,600,000	268,800
	Capital Raising Expenses		(75,552)
Balance as at 30 June 2025		**442,250,714**	**29,425,065**
Balance as at 30 June 2025		**442,250,714**	**29,425,065**
25 August 2025	Weebo Project tenements consideration at $0.044 per share	10,800,000	475,200
27 October 2025	Share placement at $0.061 per share	49,180,328	3,000,000
	Capital Raising Expenses	-	(148,416)
Balance as at 30 June 2026		**502,231,042**	**32,751,849**

(d) Movements in share options	**2026**		2025	
	Number of Options	**Weighted average exercise price**	Number of Options	Weighted average exercise price
(1) Unlisted Options to acquire ordinary fully paid shares on or before 31 December 2025:				
Beginning of the financial year	**5,500,000**	**0.1440**	5,500,000	0.1440
Issued during the year	**-**	**-**	-	-
Converted during the year	**-**	**-**	-	-
Expired during the year	**(5,500,000)**	**0.1440**	-	-
Balance at end of financial year	**-**	**-**	5,500,000	0.1440
(2) Unlisted Options to acquire ordinary fully paid shares on or before 8 December 2026				
Beginning of the financial year	**1,500,000**	**0.0920**	2,250,000	0.0920
Issued during the year	**-**	**-**	-	-
Converted during the year	**-**	**-**	-	-
Expired during the year	**-**	**-**	(750,000)	0.0920
Balance at end of financial year	**1,500,000**	**0.0920**	1,500,000	0.0920
(3) Unlisted Options to acquire ordinary fully paid shares on or before 4 December 2027:				
Beginning of the financial year	**2,500,000**	**0.0520**	-	-
Issued during the year	**-**	**-**	2,500,000	0.0520
Converted during the year	**-**	**-**	-	-
Expired during the year	**-**	**-**	-	-
Balance at end of financial year	**2,500,000**	**0.0520**	2,500,000	0.0520
(4) Unlisted Options to acquire ordinary fully paid shares on or before 7 November 2027:				
Beginning of the financial year	**-**	**-**	-	-
Issued during the year	**6,000,000**	**0.1292**	-	-
Converted during the year	**-**	**-**	-	-
Expired during the year	**-**	**-**	-	-
Balance at end of financial year	**6,000,000**	**0.1292**	-	-
(5) Unlisted Options to acquire ordinary fully paid shares on or before 30 January 2028:				
Beginning of the financial year	**-**	**-**	-	-
Issued during the year	**1,000,000**	**0.1292**	-	-
Converted during the year	**-**	**-**	-	-
Expired during the year	**-**	**-**	-	-
Balance at end of financial year	**1,000,000**	**0.1292**	-	-

(1) During a prior year, the Group issued 6,500,000 options with the fair value of $202,298 in accordance with the Company's employee share ownership plan to certain key management personnel and employees which vested immediately upon being issued but lapse if their employment is terminated. The options were valued using a Black-Scholes option pricing model using the following inputs:

Grant Date	Share Price on Grant Date	Exercise Price	Expected Volatility	Option Life	Dividend Yield	Interest Rate	Fair Value per Option
25 November 2022	$0.0645	$0.1440	100%	3.10 years	0.00%	3.275%	$0.031

Of these options, 1,000,000 lapsed when the director to whom they were issued resigned whilst 5,500,000 options expired unexercised on their 31 December 2025 expiry date.

(2) During the prior year, the Group issued 2,250,000 options with the fair value of $64,707 in accordance with the Company's employee share ownership plan to certain key management personnel and employees which vested immediately upon being issued but lapse if their employment is terminated. The options were valued using a Black-Scholes option pricing model using the following inputs:

Grant Date	Share Price on Grant Date	Exercise Price	Expected Volatility	Option Life	Dividend Yield	Interest Rate	Fair Value per Option
8 December 2023	$0.054	$0.092	100%	3.04 years	0.00%	4.16%	$0.029

Of these options, 750,000 lapsed when the employee to whom they were issued resigned.

(3) During the prior year, the Group issued 2,500,000 options with the fair value of $58,143 in accordance with the Company's employee share ownership plan to certain key management personnel and employees which vested immediately upon being issued but lapse if their employment is terminated. The options were valued using a Black-Scholes option pricing model using the following inputs:

Grant Date	Share Price on Grant Date	Exercise Price	Expected Volatility	Option Life	Dividend Yield	Interest Rate	Fair Value per Option
27 November 2024	$0.041	$0.059	100%	3.02 years	0.00%	3.99%	$0.023

4) During the year, the Group issued 6,000,000 options with a total fair value of $131,308 to the Directors which vested immediately. The options were valued using a Black-Scholes option pricing model using the following inputs:

Grant Date	Share Price on Grant Date	Exercise Price	Expected Volatility	Option Life	Dividend Yield	Interest Rate	Fair Value per Option
6 November 2025	$0.061	$0.129	100%	2 years	0.00%	3.67%	$0.022

5) During the year, the Group issued 1,000,000 options with the fair value of $20,264 in accordance with the Company's employee share ownership plan to certain consultants which vested immediately upon being issued but lapse if their employment is terminated. The options were valued using a Black-Scholes option pricing model using the following inputs:

Grant Date	Share Price on Grant Date	Exercise Price	Expected Volatility	Option Life	Dividend Yield	Interest Rate	Fair Value per Option
30 January 2026	$0.058	$0.129	100%	2 years	0.00%	4.24%	$0.020

Note 15: Reserves

	Consolidated 2026 $	2025 $
Capital Restructure reserve		
Opening balance	**250**	250
Expense for the year	**-**	-
Closing balance	**250**	250
Share-based payment reserve		
Opening balance	**6,054,446**	5,996,243
Share based expense for year	**151,571**	58,143
Closing balance	**6,206,017**	6,054,446
Fair Value Other Comprehensive Income ("FVOCI") Reserve		
Opening balance	**(338,256)**	507,383
Fair Value Other Comprehensive Income ("FVOCI") Reserve movement	**280,247**	(845,639)
Closing balance	**(58,009)**	(338,256)

Nature of reserves:

(a) Capital restructure reserve
The capital restructure reserve arises from the acquisition of Modeling Resources Pty Ltd

(b) Share-based payment reserve
This reserve records the value of equity instruments issued to directors, employees and suppliers as recognition for services provided.

(c) Fair Value Other Comprehensive Income ("FVOCI") Reserve
This reserve records the value change in the Company's investment in Australian Gold and Copper Ltd [ASX:AGC].

Note 16: Financial instruments

(a) Categories of financial instruments

The Group's principal financial instruments comprise of cash and short-term deposits. The main purpose of these financial instruments is to raise finance for the Group's operations. The Group has various other financial assets and liabilities such as receivables and trade payables, which arise directly from its operations. It is, and has been throughout the year, the Group's policy that no trading in financial instruments shall be undertaken during the year.

The carrying amounts of financial assets and financial liabilities in each category are as follows:

	Consolidated 2026 $	2025 $
Financial assets		
Investments designated at FVOCI	**300,000**	789,263
Trade and other receivables	**333,201**	116,918
Cash and cash equivalents	**5,537,224**	4,741,419
Financial liabilities		
Trade and other payables	**2,464,716**	781,141
Lease liabilities	**439,520**	520,057

(b) Financial risk management objectives

The Group is exposed to market risk (including interest rate risk and equity price risk), credit risk and liquidity risk. The main risks arising from the Group's financial instruments is the price risk of Australian Gold and Copper Ltd's shares. The Board reviews and agrees policies for managing each of these risks and they are summarised below.

(c) Market risk

(i) Equity price risk sensitivity analysis

The Company is exposed to equity price risk arising from its investment classified as FVOCI. This investment is in the publicly traded entity Australian Gold and Copper Ltd within the mineral exploration sector. Changes in the fair value of these investments are recognized in Other Comprehensive Income (OCI).

The following table illustrates the sensitivity of OCI (before tax) and equity to a reasonably possible change in the market prices of the Company's equity investments classified as FVOCI, with all other variables held constant. For investments this shows the changes as at the balance date.

	Effect on OCI $	Effect on Equity $
10% increase in Market Price of AGC shares	30,000	30,000
10% decrease in Market Price of AGC shares	(30,000)	(30,000)

<u>Assumptions used in Sensitivity Analysis</u>

The sensitivity analysis assumes a 10% change in the market prices of the underlying equity investments. This is considered a reasonably possible fluctuation based on historical market volatility and industry trends.

The analysis is performed on the carrying amount of investments held at the reporting date.

The impact is calculated based on the assumption that the change in market price directly translates to a proportional change in the fair value of the investment.

(ii) Concentration of Risk

100% of the Company's FVOCI investment is in single company within the mineral exploration sector. This concentration exposes the Company to greater risk if there is a downturn in that sector, or if the performance of the specific company deteriorates.

(iii) Liquidity Risk

While the Company's FVOCI investment is wholly in a publicly traded security, there is a risk that this investment may not be readily liquid if the market experiences a significant downturn or if there are restrictions on trading.

(iv) Interest rate risk management

All cash balances attract a floating rate of interest. Excess funds that are not required in the short term are placed on deposit for a period of no more than 3 months. The Group’s exposure to interest rate risk and the effective interest rate by maturity periods is set out below.

<u>Interest rate sensitivity analysis</u>

As the Group has no interest-bearing borrowings, its exposure to interest rate movements is limited to the amount of interest income it can potentially earn on surplus cash deposits.

At 30 June 2026, if interest rates had changed by + 50 basis points and all other variables were held constant, the Group’s loss would have been $23,136 lower (2025: $26,590) as a result of higher interest income on cash and cash equivalents. If interest rates dropped on average – 50 basis points, then the Group’s loss would have increased the by $23,136 (2025: $26,590).

(d) Credit risk management

Credit risk relates to the risk that counterparties will default on their contractual obligations resulting in financial loss to the Group. The Group has adopted a policy of only dealing with credit worthy counterparties and obtaining sufficient collateral or other security where appropriate, as a means of mitigating the risk of financial loss from any defaults.

(e) Liquidity risk management

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities to ensure continuity of tenure to exploration assets and to be able to conduct the Group’s business in an orderly and professional manner. Cash deposits are only held with major financial institutions.

2026	**Weighted Average Interest Rate**	**Less than 1 month**	**1-3 months**	**3 months – 1 year**	**1 + years**
		$	**$**	**$**	**$**
Financial assets					
Cash and cash equivalents – non - interest bearing	**n/a**	**732,960**	**-**	**-**	**-**
Cash and cash equivalents – interest bearing	**3.73%**	**554,264**	**4,250,000**	**-**	**-**
Investments held at fair value	**n/a**	**-**	**-**	**-**	**300,000**
Trade and other receivables	**n/a**	**333,201**	**-**	**-**	**159,300**
		1,620,425	**4,250,000**	**-**	**459,300**
Financial liabilities					
Trade and other payables	**n/a**	**1,391,316**	**838,371**	**156,047**	**78,982**
Lease Liabilities	**7.86%**	**10,581**	**31,743**	**35,196**	**362,000**
		1,401,897	**870,114**	**191,243**	**440,982**

2025	Weighted Average Interest Rate	Less than 1 month	1-3 months	3 months – 1 year	1 + years
		$	$	$	$
Financial assets					
Cash and cash equivalents – non - interest bearing	n/a	291,141	-	-	-
Cash and cash equivalents – interest bearing	4.28%	450,277	4,000,000	-	-
Investments held at fair value	n/a	-	-	-	789,263
Trade and other receivables	n/a	116,918	-	-	145,300
		858,336	4,000,000	-	934,563
Financial liabilities					
Trade and other payables	n/a	358,436	204,072	142,601	76,033
Lease Liabilities	7.86%	11,003	22,006	29,016	458,033
		369,439	226,078	171,617	534,066

The directors consider that the carrying value of the financial assets and financial liabilities are recognised in the consolidated financial statements approximate their fair values.

Note 17: Commitments and contingencies

In order to maintain an interest in the exploration tenements in which the Group is involved, the Group is committed to meet the conditions under which the tenements were granted. The timing and amount of exploration expenditure commitments and obligation of the Group are subject to the minimum expenditure commitments over the life of the licenses, required as per the Mining Act 1978, as amended, and may vary significantly from the forecast based upon the results of the work performed which will determine the prospectivity of the relevant area of interest. Currently, the minimum expenditure commitment for the granted tenements is approximately $1,518,067 (2025: $1,697,267).

As part of the acquisition of the Weebo Gold Project Stage 1 tenements on June 30, 2025, and the Weebo Gold Project Stage 2 tenements on 25 August 2025, the Company granted a net smelter return (NSR) royalty to the vendors, representing 2.0% of revenue from future mineral production on the related tenements. Due to the uncertainty surrounding future production levels and mineral prices, it is not practicable to reliably estimate the fair value of this contingent obligation at this time. Should production occur, royalty payments will be expensed as incurred.

Note 18: Key management personnel disclosures

(a) Directors

At the date of this report the directors of the Company are:
D Berrie – *Non-Executive Chairman*
D Richardson – *Managing Director*
M Norris – *Non-Executive Director*
C Nicolau – *Non-Executive Director*

There were no changes of the key management personnel after the reporting date and the date the financial report was authorised for issue.

(b) Key management personnel

During the financial year, other key management personnel of the Company are:

M Franklin – *Chief Financial Officer (retired 19 March 2026)*

(c) Key management personnel compensation

	Consolidated	
	2026	2025
	$	$
Short-term	**573,705**	730,402
Long-term	**3,670**	-
Post-employment	**66,208**	79,913
Share-based payments	**131,308**	11,629
	774,891	821,944

Detailed remuneration disclosures of directors and key management personnel are in pages 15 to 19 of this report.

There were no loans to individuals or members of the key management personnel during the financial year or the previous financial year.

Note 19: Subsidiaries

Name of entity	**Country of incorporation**	**Class of shares**	**Equity holding**	
			2026	2025
			%	%
Modeling Resources Pty Ltd	Australia	Ordinary	**100**	100
Landslide Investments Pty Ltd	Australia	Ordinary	**100**	100
Northern Goldfields Resources Pty Ltd	Australia	Ordinary	**100**	100

Note 20: Reconciliation of loss after income tax to net cash outflow from operating activities

	Consolidated	
	2026	2025
	$	$
a) *Reconciliation of loss from ordinary activities after income tax to net cash outflow from operating activities*		
Net loss for the year after income tax	**(4,484,507)**	(2,171,804)
Share based payment expense	**151,571**	58,143
Depreciation	**46,211**	53,671
Exploration asset impairments	**120,200**	273,868
ROU asset amortisation	**97,685**	95,666
ROU notional interest	**36,346**	42,132
Movements in working capital		
(Increase) / Decrease in other receivables	**(219,203)**	159,424
(Increase) / Decrease in prepayments	**2,920**	(8,172)
Increase in trade and other payables	**1,649,515**	182,407
Net cash outflows from operating activities	**(2,599,262)**	(1,314,665)

b) *Non-cash financing and investing activities*

During the financial year, the Group entered into the following significant non-cash investing and financing transactions:

	2026	2025
	$	$
Description		
Issuance of shares in exchange for tenements	**369,520**	940,800
Issuance of shares in exchange for all the issued capital in NGR	**105,600**	268,800
Total non-cash investing and financing transactions	**475,120**	1,209,600

Note 21: Parent Entity Disclosures

Financial position

	2026	2025
	$	$
Assets		
Current assets	**4,940,334**	4,536,418
Non-current assets	**2,043,873**	2,430,524
Total assets	**6,984,208**	6,966,941
Liabilities		
Current liabilities	**343,563**	362,343
Non-current liabilities	**39,103**	35,945
Total liabilities	**382,666**	398,288
Net assets	**6,601,542**	6,568,653
Equity		
Issued capital	**32,796,998**	29,470,214
Reserves	**6,102,860**	5,671,042
Accumulated losses	**(32,298,316)**	(28,572,603)
Total equity	**6,601,542**	6,568,653

Financial performance

Loss for the year	**(935,246)**	(667,695)
Other comprehensive income/(loss)	**592,747**	(845,639)
Total comprehensive income/(loss)	**(342,499)**	(1,513,334)

Commitments

Refer to Note 17: Commitments and contingencies.

Contingencies

Performance Shares

Unvested performance shares, granted in consideration for the Weebo tenements, outstanding at end of the year are as follows:

Grant date	Date of expiry	Number of Performance Shares	Vesting Condition
30 June 2025	30 June 2028	4,200,000	Vesting upon the Group announcing a JORC compliant Mineral Resource Estimate of at least 250,000 ounces reported at a minimum average grade of 1.5/t gold (or equivalent)
25 August 2025	25 August 2028	1,800,000	
30 June 2025	30 June 2029	5,600,000	Vesting upon the Group announcing a JORC compliant Mineral Resource Estimate of at least 500,000 ounces reported at a minimum average grade of 1.5/t gold (or equivalent)
25 August 2025	25 August 2029	2,400,000	

Nil value has been attributed to these performance shares as part of the asset acquisition given the uncertainty of reaching the vesting conditions.

Royalties

As part of the acquisition of the Weebo Gold Project Stage 1 tenements on June 30, 2025, and the Weebo Gold Project Stage 2 tenements on 25 August 2025, the Company granted a net smelter return (NSR) royalty to the vendors, representing 2.0% of revenue from future mineral production on the related tenements. Due to the uncertainty surrounding future production levels and mineral prices, it is not practicable to reliably estimate the fair value of this contingent obligation at this time. Should production occur, royalty payments will be expensed as incurred.

Guarantees entered into by the parent entity in relation to the debts of its subsidiaries

There are no deeds of cross guarantee in place by the parent entity.

Note 22: Events after the reporting date

On 6 August 2026, the Company announced that 10,800,000 fully paid ordinary shares and 4,200,000 performance shares would be released from voluntary escrow. The ordinary shares were subsequently granted quotation on 25 August 2026.

On 7 September 2026, 1,000,000 unlisted options valued at $0.1292, expiring 7 September 2028, were issued under an employee incentive scheme.

Other than the above, there were no matters or circumstances have arisen since the end of the year which significantly affected or may significantly affect the operations of the Group, the results of those operations or the state of affairs of the Group in future financial years.

Note 23: Auditor’s remuneration

The following information relates to the remuneration of the auditor of the Group:

	Consolidated	
	2026	2025
	$	$
Assurance services		
BDO Audit Pty Ltd		
Audit and review of financial statements	**63,235**	43,255
Total auditor’s remuneration	**63,235**	43,255

Note 24: Fair Value Measurement

This note provides an update on the judgements and estimates in determining the fair values of the financial instruments since the last annual financial report.

Fair Value Hierarchy

To provide an indication about the reliability of the inputs used in determining fair value. The Group classifies its financial instruments into the three levels prescribed under accounting standards. An explanation of each level follows underneath the table.

The following table presents the Group's financial assets and financial liabilities measured and recognised at fair value.

As at 30 June 2026	Level 1 $	Level 2 $	Level 3 $	Total $
Financial assets as FVOCI – Equity Securities	300,000	-	-	300,000
As at 30 June 2025				
Financial assets as FVOCI – Equity Securities	789,263	-	-	789,263

There were no transfers between levels during the year. The Group's policy is to recognise transfers into and out of the fair value hierarchy levels at reporting date.

The fair value of the financial assets and liabilities held by the Group must be estimated for recognition, measurement and /or disclosure purposes. The Group measures fair value by level, per the following fair value measurement hierarchy:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or the liability, either directly (as prices) or indirectly (derived from prices); and
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Valuation techniques used to determine fair values

The Group did not have any financial instruments that are recognised in the financial statements where their carrying value differed from the fair value. The fair value of assets and liabilities are included at an amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The carrying value of amounts of cash and short-term trade and other receivables, trade payables and other current liabilities approximate their fair value largely due to the short-term maturities of these payments.

Financial assets at fair value through other comprehensive income – equity securities

The fair value of the equity holdings held in ASX companies are based on the quoted market prices from the ASX on the last trading day prior to the period end.

Consolidated Entity Disclosure Statement

This Consolidated Entity Disclosure Statement (CEDS) has been prepared in accordance with the *Corporations Act 2001,* reflecting the amendments to section 295(3A)(vi) and (vii) which clarify the definition of foreign resident as being an entity that is treated as a resident of a foreign country under the tax laws of that foreign country. The CEDS includes certain information for each entity that was part of the consolidated entity at the end of the financial year in accordance with AASB 10 *Consolidated Financial Statements*.

Determination of Tax Residency

Section 295(3B)(a) of the *Corporation Acts 2001* defines Australian resident as having the meaning in the *Income Tax Assessment Act 1997.* The determination of tax residency involves judgement as there are currently several different interpretations that could be adopted, and which could give rise to a different conclusion on residency. Section 295 (3A)(a)(vii) requires the determination of tax residency in a foreign jurisdiction to be based on the law of the foreign jurisdiction relating to foreign income tax.

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.

- **Foreign tax residency**

Where necessary, the consolidated entity has used independent tax advisers in foreign jurisdictions to assist in determining tax residency in those foreign jurisdictions and ensure compliance with applicable foreign tax legislation.

- **Partnerships and Trusts**

Section 295(3B)(b) and (c) of the *Corporation Acts 2001* have been introduced to clarify that an Australian resident for the purposes of these disclosures includes a partnership with at least one member of which is an Australian resident within the meaning of the *Income Tax Assessment Act 1997* and a resident trust estate under the meaning in Division 6 of the *Income Tax Assessment Act 1936*. For the purposes of the CEDS, Public Company Share Trust is determined to be an Australian resident trust estate within the meaning of Division 6 of Part III of the *Income Tax Assessment Act 1936.*

Name of entity	Type of entity	Trustee, Partner or participant in joint venture	Country of Incorporation	% Share capital held at 30 June 2026	Australian Resident	Foreign jurisdiction in which the entity is a resident for tax purposes (according to the law of the foreign jurisdiction)
Magmatic Resources Limited	Body corporate	-	Australia	-	Australian	N/A
Modeling Resources Pty Ltd	Body corporate	-	Australia	100	Australian	N/A
Northern Goldfields Resources Pty Ltd	Body corporate	-	Australia	100	Australian	N/A
Landslide Investments Pty Ltd	Body corporate	-	Australia	100	Australian	N/A

Directors' declaration

1. In the opinion of the directors of Magmatic Resources Limited (the "Company"):
   a. the accompanying financial statements and notes are in accordance with the *Corporations Act 2001* including:

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

      ii. complying with Accounting Standards, Corporations Regulations 2001, professional reporting requirements and other mandatory requirements.

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

   c. the financial statements and notes thereto are in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board.

   d. the information disclosed in the attached consolidated entity disclosure statement is true and correct.

2. This declaration has been made after receiving the declarations required to be made to the directors in accordance with Section 295A of the *Corporations Act 2001* for the year ended 30 June 2026.

This declaration is signed in accordance with a resolution of the Board of Directors.

David Richardson
Managing Director

Signed at Perth, Western Australia this 25th day of September 2026.

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INDEPENDENT AUDITOR'S REPORT

To the members of Magmatic Resources Limited

Report on the Audit of the Financial Report

Opinion

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

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

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

ii) Complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report. We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) 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 confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

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.

Carrying value of exploration assets

Key audit matter	How the matter was addressed in our audit
Refer to note 9 in the financial report. The carrying value of the Group's exploration assets are impacted by the Group's ability, and intention, to continue to explore these assets. The results of exploration work also determine to what extent the mineral reserves and resources may or may not be commercially viable for extraction. This impacts the ability of the Group to recover the carrying value of the exploration asset either through the successful development or sale. Due to the quantum of this asset and the subjectivity involved in determining whether it's carrying value will be recovered through successful development or sale, we have determined this is a key audit matter.	Our procedures included, but were not limited to: • Assessing whether rights to tenure of the Group’s areas of interest remained current at balance date; • Considering the status of the ongoing exploration programmes in the respective areas of interest by holding discussions with management, and reviewing the Group’s exploration budgets, ASX announcements and directors’ minutes; • Considering whether any such areas of interest had reached a stage where a reasonable assessment of economically recoverable reserves existed; • Considering whether any facts or circumstances existed to suggest impairment testing was required; and • Assessing the adequacy of the related disclosures in Note 9 to the Financial Report.

Other information

The directors are responsible for the other information. The other information comprises the information in the Group’s annual report for the year ended 30 June 2026, but does not include the financial report and the auditor’s report thereon.

Our opinion on the financial report does not cover the other information and 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 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 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 te financial report, the directors are responsible for assessing the ability of the group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or 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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (http://www.auasb.gov.au/Home.aspx) at:

https://www.auasb.gov.au/media/bwvjcgre/ar1_2024.pdf

This description forms part of our auditor's report.

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included in pages 15 to 19 of the directors' report for the year ended 30 June 2026.

In our opinion, the Remuneration Report of Magmatic 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.

BDO Audit Pty Ltd

BDO

J Watkins

Jeremy Watkins

Director

Perth, 25 September 2026

Additional Shareholder Information

The shareholder information set out below was applicable as at 23 September 2026.

1. Quotation

Listed securities in Magmatic Resources Limited are quoted on the Australian Securities Exchange under ASX code MAG (Fully Paid Ordinary Shares).

2. Voting Rights

The voting rights attached to the Fully Paid Ordinary shares of the Company are:

(a) at a meeting of members or classes of members each member entitled to vote may vote in person or by proxy or by attorney; and

(b) on a show of hands, every person present who is a member has one vote, and on a poll every person present in person or by proxy or attorney has one vote for each ordinary share held.

There are no voting rights attached to any Options or Performance Shares on issue.

3. Distribution of Shareholders

i) Fully Paid Ordinary Shares

Holdings Range	Holders	Units	%
1 – 1,000	62	3,828	0.00
1,001 – 5,000	146	503,279	0.10
5,001 – 10,000	255	2,173,519	0.43
10,001 – 100,000	1,068	44,252,613	8.81
100,001 and above	457	455,297,803	90.66
Total	1,988	**502,231,042**	**100.00%**

On 23 September 2026, there were 916 holders of unmarketable parcels of less than 26,316 ordinary shares (based on the closing share price of $0.019).

ii) MAGO24 - Unlisted Options exercisable at $0.092 on or before 8 December 2026

Holdings Range	Holders	Units	%
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 and above	2	1,500,000[1]	100.00
Total	**2**	**1,500,000**	**100.00%**

All securities in this class were issued under an employee incentive scheme.

iii) MAGO25- Unlisted Options exercisable at $0.059 on or before 4 December 2027

Holdings Range	Holders	Units	%
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 and above	4	2,500,000[1]	100.00
Total	**4**	**2,500,000**	**100.00%**

All securities in this class were issued under an employee incentive scheme.

iv) MAGO26 - Unlisted Options exercisable at $0.1292 on or before 7 November 2027

Holdings Range	Holders	Units	%
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 and above	3	6,000,000[1]	100.00
Total	**3**	**6,000,000**	**100.00%**

[1]Holders that hold more than 20% of these securities are:
- Bilingual Software Pty Ltd <Let's Go Investment A/C> – 3,000,000 options
- Davthea Pty Ltd <David Berrie S/F A/C> – 1,500,000 options
- Mr Malcolm Stewart Norris – 1,500,000 options

v) MAGO27 - Unlisted Options exercisable at $0.1292 on or before 30 January 2028

Holdings Range	Holders	Units	%
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 and above	1	1,000,000[1]	100.00
Total	**1**	**1,000,000**	**100.00%**

All securities in this class were issued under an employee incentive scheme.

vi) MAGO28 - Unlisted Options exercisable at $0.1292 on or before 7 September 2028

Holdings Range	Holders	Units	%
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-

10,001 – 100,000	-	-	-
100,001 and above	1	1,000,000[1]	100.00
Total	**1**	**1,000,000**	**100.00%**

All securities in this class were issued under an employee incentive scheme.

vii) MAGPR1 – Performance Shares expiring on 30 June 2028

Holdings Range	Holders	Units	%
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 and above	3	4,200,000[1]	100.00
Total	**3**	**4,200,000**	**100.00%**

[1]Holders that hold more than 20% of these securities are:
- Mr Russell Geoffrey McKnight– 1,680,000 performance shares
- Mr Christopher Crew – 1,260,000 performance shares
- Mr Ross Frederick Crew – 1,260,000 performance shares

viii) MAGPR2 – Performance Shares expiring on 30 June 2029

Holdings Range	Holders	Units	%
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 and above	3	5,600,000[1]	100.00
Total	**3**	**5,600,000**	**100.00%**

[1]Holders that hold more than 20% of these securities are:
- Mr Russell Geoffrey McKnight– 2,240,000 performance shares
- Mr Christopher Crew – 1,680,000 performance shares
- Mr Ross Frederick Crew – 1,680,000 performance shares

ix) MAGPR3 – Performance Shares expiring on 25 August 2028

Holdings Range	Holders	Units	%
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 and above	3	1,800,000[1]	100.00
Total	**3**	**30,000,000**	**100.00%**

[1]Holders that hold more than 20% of these securities are:
- Mr Russell Geoffrey McKnight– 720,000 performance shares
- Mr Christopher Crew – 540,000 performance shares

- Mr Ross Frederick Crew – 540,000 performance shares

x) MAGPR4 – Performance Shares expiring on 25 August 2029

Holdings Range	Holders	Units	%
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 and above	3	2,400,000[1]	100.00
Total	**3**	**2,400,000**	**100.00%**

[1]Holders that hold more than 20% of these securities are:
- Mr Russell Geoffrey McKnight– 960,000 performance shares
- Mr Christopher Crew – 720,000 performance shares
- Mr Ross Frederick Crew – 720,000 performance shares

4. Substantial Shareholders

The names of the substantial shareholders as notified to the Company as at 23 September 2026 are:

Name: Gold Fields Australia Pty Ltd (GFA) and associates
Holder of: 19,200,000 Shares, representing 5.03% as at 11 March 2024
Notice Received: 13 March 2024

Name: Magmatic Resources Ltd
Holder of: 36,000,000 Shares, representing 7.95% as at 25 August 2025
Notice Received: 25 August 2025

Name: Bilingual Software Pty Ltd <Let's Go Investment A/C>, David & Ryoko Richardson <Superfund A/C>
Holder of: 48,236,689 Shares, representing 9.60% as at 27 October 2025
Notice Received: 27 October 2025

Name: Ming Yiu Ko
Holder of: 31,700,000 Shares, representing 6.31% as at 27 October 2025
Notice Received: 27 October 2025

Name: Fortescue Ltd (FMG), FMG Resources Pty Ltd (FMG Resources) and each of the entities referred to in Annexure A (FMG Group Entities) and Tattarang Pty Ltd ACN 055 961 361 atf the Peepingee Trust (Tattarang)
Holder of: 99,943,977 Shares, representing 19.90% as at 28 October 2025
Notice Received: 28 October 2025

5. Restricted Securities

There are no restricted securities listed on the Company's register as at 23 September 2026.

6. On market buy-back

There is currently no on market buy back in place.

7. Twenty Largest Shareholders

The twenty largest shareholders of the Company's quoted securities as at 23 September 2026 are as follows:

	Holder Name	Holding	%
1	FMG Resources Pty Ltd	99,943,977	19.90%
2	Bilingual Software Pty Ltd <Let's Go Investment A/C>	36,668,823	7.30%
3	Mr Ming Yiu Ko	31,700,000	6.31%
4	Gold Fields Australia Pty Ltd	19,200,000	3.82%
5	Davthea Pty Ltd <David Berrie S/F A/C>	14,029,044	2.79%
6	Mr Russell Geoffrey McKnight	11,200,000	2.23%
7	Mr David Richardson + Mrs Ryoko Richardson <D&R Richardson S/F A/C>	10,367,502	2.06%
8	Mr Ross Frederick Crew	8,620,000	1.72%
9	Mr Christopher Crew	8,400,000	1.67%
10	Gleneden Nominees Pty Ltd	6,700,000	1.33%
11	Citicorp Nominees Pty Limited	5,414,305	1.08%
12	BNP Paribas Nominees Pty Ltd <IB AU Noms Retailclient>	5,170,242	1.03%
13	Mistral Resources Pty Ltd	4,250,000	0.85%
14	Mr David Reginald Howe	4,000,000	0.80%
15	Mr Trevor Peacock	3,982,770	0.79%
16	Belgravia Strategic Equities Pty Ltd	3,468,743	0.69%
17	Mr Andrew Peter Weston	2,785,632	0.55%
18	Yeronda Nominees Pty Ltd <Carrington Eqity S/Fund A/C>	2,785,464	0.55%
19	HSBC Custody Nominees (Australia) Limited - A/C 2	2,635,182	0.52%
20	Mr Nevres Crljenkovic	2,625,000	0.52%
	Total	**283,946,684**	**56.54%**

8. Tenement Listing

Project Area	Tenement Details	% Held
NSW		
Myall	EL6913	100
Wellington North – Duke	EL6178	100
Parkes – Alectown	EL7424	100
Parkes – Parkes East	EL7676	100
Parkes – Glenbrook	EL9731	100

Wellington North – Duke	EL6178	100
Wellington North – Bodangora	EL7440	100
Wellington North - Combo	EL8357	100
WA		
Weebo – Dragon West	E36/792	100
Weebo – Try Again Bore	E36/797	100
Weebo – Wheel of Fortune	E36/798	100
Weebo – Tony's Tank	E36/934	100
Weebo – Otto	E36/846	100
Weebo – Tom's Well North	E36/860	100
Weebo – Scone Stone & Ockerburry	E36/952	100
Weebo – Sholls Find	P36/1878	100
Weebo – Sir Samuel	E36/845	100