ADAVALE
RESOURCES

ANNUAL REPORT 2026

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ADAVALE RESOURCES LIMITED AND ITS CONTROLLED ENTITIES
TABLE OF CONTENTS
FOR THE YEAR ENDED 30 JUNE 2026

CORPORATE DIRECTORY

Directors & Management
Allan Ritchie (Executive Chairman & CEO)
Maurice (Nic) Matich (Non-executive Director)
David Ward (Non-executive Technical Director)
Leonard Math (Chief Financial Officer & Company Secretary)

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CHAIRMAN'S LETTER

Dear Shareholders,

It is my pleasure to present Adavale Resources Limited's Annual Report for the financial year ended 30 June 2026, a year that has fundamentally reshaped your Company.

Twelve months ago, Adavale stood at the beginning of a genuine transformation. We had acquired the Parkes Gold-Copper Project in early 2025, delivered a maiden JORC Mineral Resource of 115koz Au at London-Victoria in May 2025, and set about proving what we believed was an overlooked opportunity in one of Australia's most productive gold jurisdictions. This year was about turning that conviction into results.

Belt-Scale Consolidation

The most significant strategic step of the year was the June 2026 acquisition of the Calarie Gold Mining Licence (ML739) and three adjoining exploration licences. The transaction increased Adavale's global gold Mineral Resource by 44% to 166koz Au and consolidated a contiguous 70km belt-scale landholding along the Parkes Thrust, a corridor that hosts London-Victoria, Calarie and multiple regional prospects, and sits alongside world-class producers including Cadia Ridgeway and Northparkes. Importantly, the tenure was acquired via 100% scrip consideration at a premium to market, with clean title and no NSR encumbrance, a structure that reflected both the vendors' confidence in Adavale and our own discipline around capital allocation.

We complemented that step with a portfolio rationalisation, entering into a binding term sheet in June 2026 for the sale of our non-core Marree Embayment Uranium Portfolio to Orpheus Uranium Ltd (ASX: ORP) for cash and shares, sharpening the Company's strategic focus on gold and copper while retaining meaningful uranium price exposure.

Systematic Resource Delivery at London-Victoria

Underpinning the strategic work has been sustained operational execution at London-Victoria. Two rigs operated continuously across the year, completing a systematic 85-hole infill drillout at 25m spacing designed to support a full JORC classification upgrade. Highlights included consistent wide and high-grade intercepts across the 1.5km-long open pit, culminating in an exceptional 19m @ 4.0g/t Au intersection reported in August, well outside the existing Resource envelope.

Preliminary metallurgical sighter test work returned encouraging cyanide leach recoveries of 81–83%, and historical drilling compilation identified six additional near-mine satellite prospects, including standout intercepts such as 11m @ 4.94g/t Au at Drapers and 9m @ 4.90g/t Au at Nibblers Hill, establishing a strong pipeline of walk-up drill targets across the corridor.

Events Subsequent to Year End

Post-period, on 22 September 2026, Adavale delivered a substantial update to the Parkes Gold Resource, more than tripling the inventory to 383,300oz Au. London-Victoria itself grew 228% to 263,000oz, with 126,200oz classified as Indicated straight up, validating both the quality of the deposit and the systematic approach we have taken to defining it. A Scoping Study is now underway.

Acknowledgements

None of this would have been possible without the dedication of our small but exceptional team, led by Managing Director David Ward, whose technical leadership has been central to the resource growth reported this year. My thanks also to my fellow director, Nic Matich and our CFO and Company Secretary, Leonard Math, for their counsel and support throughout what has been an extraordinarily busy period.

Finally, thank you to our shareholders for your continued confidence in Adavale. Twenty months ago, this project had no JORC-compliant resource. Today, we sit on 383,300oz of gold, a consolidated 610km² belt-scale landholding, a Scoping Study in progress and a clear pathway to advance London-Victoria toward development. The year ahead promises to be equally consequential.

Allan Ritchie
Executive Chairman & CEO

NATURE OF OPERATIONS

The principal activities of the Group during the year were mineral exploration in Australia for Gold and Uranium and Tanzania for Nickel. The following sets out the major changes to the Group from both a corporate and operational perspective during the reporting period and up to the date of the Directors' report.

Review of Operations

The 2026 Financial Year ("FY2026" or the "Reporting Period") was a period of consolidation and delivery for Adavale Resources. Following the transformational acquisition of the Parkes Project in January 2025, the Company completed its repositioning as a gold and copper focused explorer–developer in the Lachlan Fold Belt of New South Wales, one of Australia's premier mineral provinces.

Activity during the reporting period was concentrated on the historic London-Victoria Gold Mine, where Adavale completed three successive reverse circulation ("RC") drilling programmes, the first drilling undertaken at the mine since 1997, and commissioned the first modern structural geology study of the deposit since mining ceased in the 1990s. This work culminated in a systematic resource drillout designed to underpin an updated Mineral Resource Estimate ("MRE"). In parallel, the Company expanded its landholding along the gold-bearing Parkes Thrust corridor, entered into agreements to acquire the Calarie Gold Mining Licence and adjoining exploration tenure, and agreed terms for the divestment of its non-core Marree Embayment uranium portfolio.

PARKES GOLD AND COPPER PROJECT, NSW AUSTRALIA

Consolidating a Belt-Scale Position along the Parkes Thrust

The Parkes Project lies adjacent to the Northparkes (Evolution Mining Ltd; ASX:EVN) copper-gold mine and encompasses Ordovician-aged rocks of the Macquarie Arc together with the structurally controlled gold corridor of the Parkes Thrust, which also hosts the Tomingley and Peak Hill deposits (Alkane Resources Ltd; ASX:ALK).

On 17 February 2026 the Company completed the acquisition of a package of Exploration Licences adjacent to its existing tenure from Alkane Resources Limited, securing ground immediately surrounding the Ashes Prospect and areas along strike from London-Victoria, and enabling a more integrated exploration approach across a contiguous landholding[1]. Subsequent to the reporting period, on 9 July 2026, the Company announced the grant of EL9918 (formerly ELA7017) and completion of the transfer of EL9178 from Alkane, both of which consolidate the Company's position along the London-Victoria to Calarie gold corridor[2].

The London-Victoria Gold Mine

The London-Victoria Gold Mine is located within EL7242, approximately 5km south-west of Parkes. The deposit was mined periodically from 1874, with the most recent open pit operations conducted by BHP Gold and subsequently Hargraves Resources between 1988 and 1996, producing an estimated 200,000-250,000 ounces of gold. Mining ceased primarily as a consequence of the low gold price prevailing in the mid to late 1990s. In May 2025 Adavale reported its maiden JORC (2012) Inferred Mineral Resource Estimate (MRE) of 3.8Mt at 0.95g/t Au for 115koz at the London-Victoria Gold Project based purely on historical drilling data. Subsequent to reporting period, the London-Victoria Gold Project MRE increased by 233% to 9.74Mt at 0.84g/t Au for 263koz.[3]

[1] Refer ASX announcement dated 17 February 2026 "Acquisition of Adjacent Strategic Exploration Tenure"

[2] Refer ASX announcement dated 9 July 2026 "Walk-Up Drill Targets & 9.2g/t Au Surface Hit at Ashes"

[3] Refer ASX announcement dated 22 September 2026 "From Zero to 383koz Gold in 20 Months"

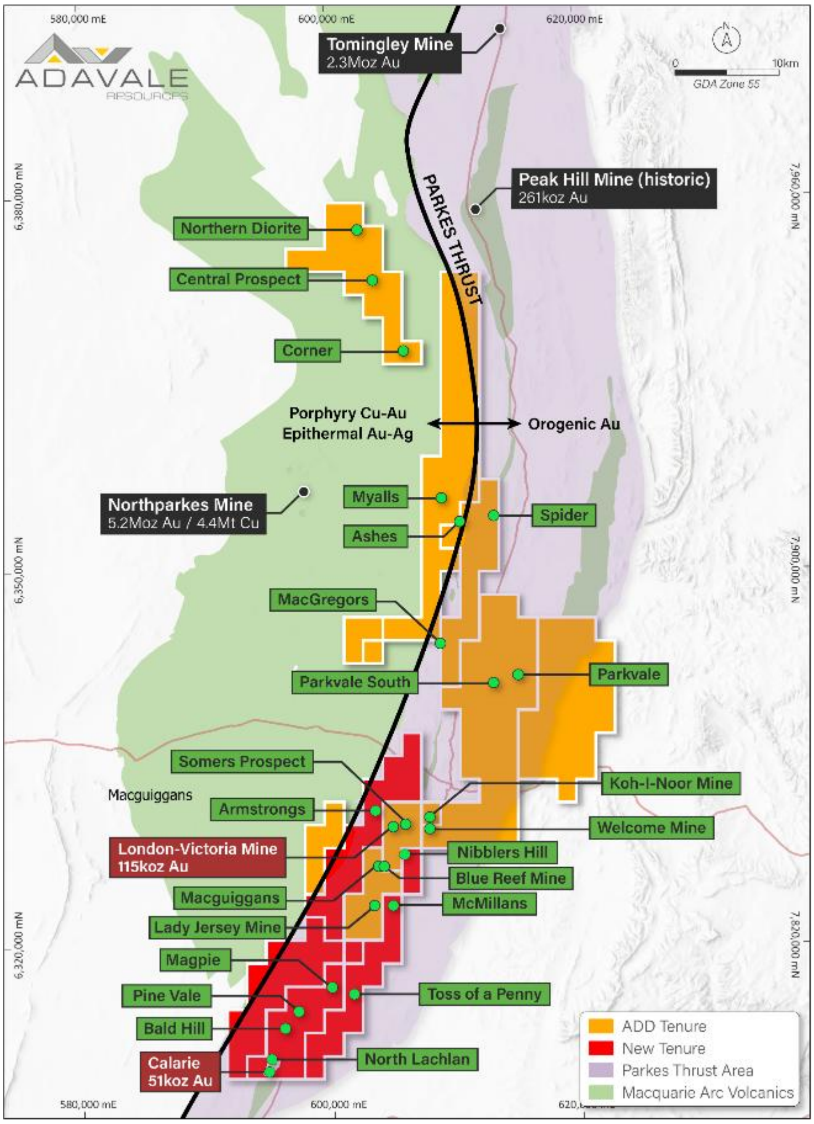

Figure 1: Adavale's Parkes Project Tenements in the Lachlan Fold Belt of NSW

Maiden RC Drilling Programme

On 1 July 2025 the Company announced the mobilisation of RC drilling contractor DRILLIT to the London-Victoria Mine to commence a maiden 10-hole, 2,200m drilling programme targeting shallow extensions to the known mineralisation[4]. Following positive early results and geological review, the programme was expanded to 14 holes and was completed on 4 August 2025 with 2,060 metres drilled[5]. All holes successfully intersected the targeted mineralised shear zone. Nine holes were drilled from the eastern flank and along the southern strike of the existing pit, with five holes drilled from within the pit itself. Samples were analysed by Onsite Laboratory Services in Bendigo, and Groundsearch conducted downhole optical televiewer logging of selected holes to provide detailed structural imaging of the controls on mineralisation.

The assay results represented the first drill results reported from the gold project since 1997[6]. Notable intercepts included:

- 48m @ 0.82g/t Au from 133m, including 25m @ 1.17g/t Au from 144m (ALRC014)
- 10m @ 1.95g/t Au from 149m, including 1m @ 8.3g/t Au (ALRC001)

[4] Refer ASX announcement dated 1 July 2025 "Drilling Commences at London Victoria Mine"

[5] Refer ASX announcement dated 4 August 2025 "London Victoria Maiden Drilling Campaign Completed"

[6] Refer ASX announcements dated 8 September 2025 "Shallow High-Grade Gold Intercepts Confirm Growth Upside" and 24 September 2025 "Wide Gold Intercepts Confirm Open Mineralisation"

- 3m @ 6.64g/t Au from 10m, including 1m @ 14.6g/t Au (ALRC011)
- 12m @ 1.48g/t Au from 38m (ALRC004)
- 9m @ 0.91g/t Au from 4m (ALRC005)
- 6m @ 1.69g/t Au (ALRC008), 8m @ 0.71g/t Au (ALRC007) and 3m @ 1.92g/t Au from 9m (ALRC009)

The ALRC014 intercept extended gold mineralisation approximately 100 metres below the pit floor and well outside the May 2025 Mineral Resource Estimate, and was the widest intercept recorded at London-Victoria in 30 years. Magnetic susceptibility readings collected routinely during the programme indicated that alteration associated with the gold mineralisation destroys primary magnetite, meaning that a magnetic low will reliably act as a proxy for mineralisation and will be of significant value in future drill targeting.

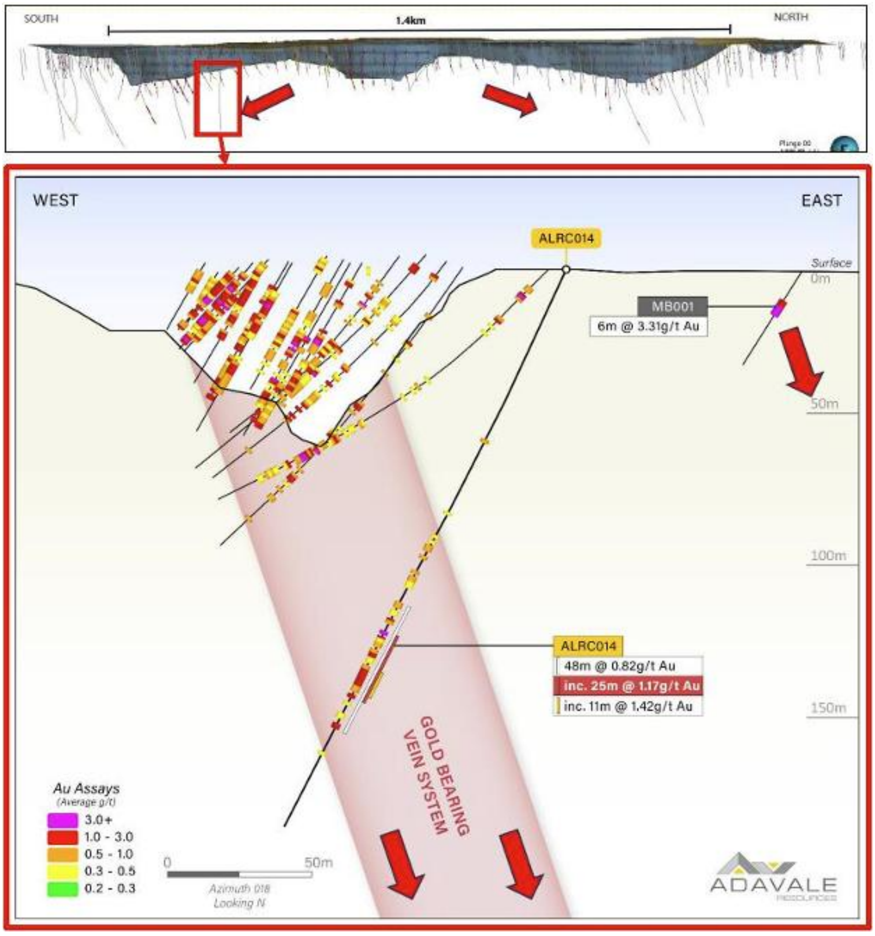

Figure 2: ALRC014 Cross Section showing the intercept approximately 100m below the pit floor, with red arrows indicating mineralisation open at depth.

Structural Geology Study and Historic Grade Control Data

On 17 November 2025, Adavale announced the completion of a detailed independent structural geology study at London-Victoria, coupled with the recovery and analysis of historic BHP Gold grade control data obtained from the site[7]. This work was led by independent structural geologist Ian E. Neilson MSc and represents the first modern structural study undertaken at London-Victoria since mining operations ceased in the 1990s.

The study identified a major east-dipping shear and associated anticline as the primary control for gold mineralisation over a 1.5km strike length. This interpretation also highlighted the potential for fold repeats and stacked mineralised zones at depth, plunging to the south, further indicating significant upside potential for resource growth extending beyond the existing Mineral Resource Estimate. The model has been progressively refined through successive drilling campaigns and continues to underpin the Company's targeting.

[7] Refer ASX announcement dated 17 November 2025 "Major Resource Growth Uncovered at London-Vic"

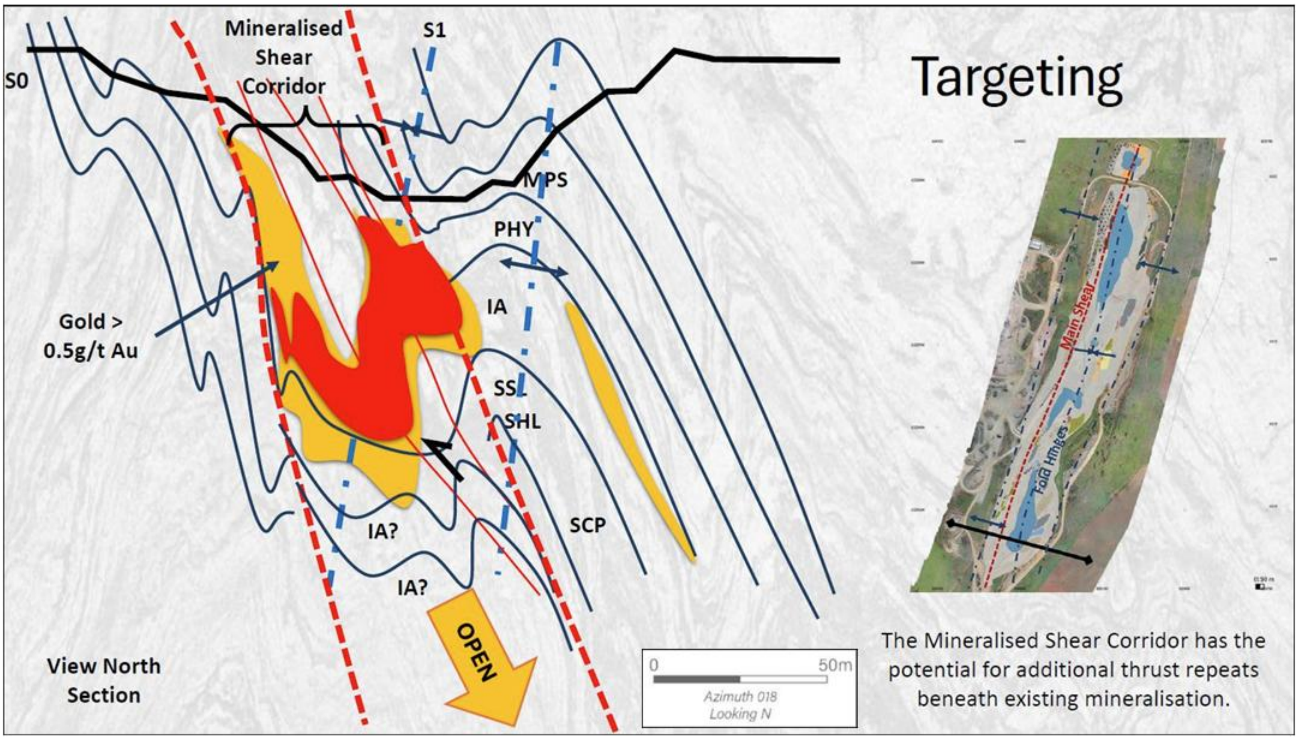

Figure 3: Schematic structural geology cross section for the southern portion of the London-Victoria Pit

Phase 2 RC Drilling Programme

The Phase 2 RC drilling programme commenced on 3 December 2025[8] and was completed on 18 December 2025, with 12 holes drilled for 2,411 metres[9]. The programme was designed to test extensions to mineralisation beneath the southern portion of the existing open pit and to follow up the ALRC014 intercept within the mineralised shear corridor, with targeting informed by the newly completed 3D structural model.

Results announced on 20 January 2026 delivered the highest grade gold drilling intercepts recorded at London-Victoria to that date[10]. Notable intercepts included:

- 14m @ 2.62g/t Au from 133m (ALRC018)
- 23m @ 1.64g/t Au from 142m, within 28m @ 1.39g/t Au, including intervals of up to 2m @ 5.17g/t Au (ALRC020)
- 28m @ 1.53g/t Au (ALRC019)
- 31m @ 0.71g/t Au, including 6m @ 1.39g/t Au (ALRC025)

Final assay results from the remaining seven holes (1,476 metres) were announced on 9 February 2026[11]. The programme returned multiple wide zones of gold mineralisation both within and outside the current Mineral Resource Estimate, confirming the continuity and robustness of the system and validating the Company's structural interpretation. Mineralisation remained open at depth, down plunge and along strike, with only a limited portion of the overall system being tested at that date.

[8] Refer ASX announcement dated 3 December 2025 "High Conviction Phase 2 Drilling Underway at London-Vic"

[9] Refer ASX announcement dated 22 December 2025 "High Conviction Drilling Completed"

[10] Refer ASX announcement dated 20 January 2026 "Highest Grade Intercept at London Victoria"

[11] Refer ASX announcement dated 9 February 2026 "London-Victoria Continues to Deliver"

Phase 3 Systematic Resource Drillout

Following completion of the Phase 2 programme, the Company commenced a Phase 3 RC drilling campaign during the March 2026 quarter[12]. The programme was designed as a systematic, model-driven drillout targeting extensions to mineralisation along strike and at depth, with the objective of expanding and upgrading the London-Victoria Mineral Resource. The initial programme comprised approximately 6,000 metres of RC drilling and was subsequently extended, with a second drill rig mobilised to site during the June 2026 quarter to enable continuous drilling. As extended, the programme targeted 88 holes for approximately 18,000 metres on 25 metre spacing.

First assay results from the drillout, covering six holes, were announced on 30 April 2026[13]. Northern-area intercepts confirmed the continuity of structurally controlled higher-grade lodes below the open pit, while southern-area intercepts confirmed broader zones of consistent mineralisation. Notable intercepts include:

- 10m @ 2.11g/t Au from 180m, including 1m @ 12.1g/t Au (ALRC031)
- 6m @ 2.96g/t Au from 219m, including 4m @ 4.18g/t Au (ALRC028)
- 31m @ 0.91g/t Au from 147m, within 54m @ 0.75g/t Au at a 0.3g/t Au cut-off (ALRC034)
- multiple mineralised intervals within 52m @ 0.64g/t Au from 132m (ALRC035)

On 24 June 2026 assay results were reported for a further 13 drillholes representing 2,751 metres of the 14,155 metres drilled by Adavale to that date[14]. Notable intercepts include:

- 19m @ 1.36g/t Au from 149m (ALRC059)
- 47m @ 0.68g/t Au from 121m (ALRC056)
- 23m @ 0.87g/t Au from 108m (ALRC058)
- 4m @ 3.60g/t Au from 190m (ALRC029)

Subsequent to the reporting period, assay results from the remaining holes were reported progressively, with the final batch announced on 26 August 2026[15]. Total drilling completed by Adavale at London-Victoria since acquisition now stands at 85 holes, comprising 82 RC and three diamond drillholes. None of these holes are included in the May 2025 Mineral Resource Estimate.

Notable intercepts reported after the Reporting Period include:

- 19m @ 4.00g/t Au from 148m at a 0.3g/t Au cut-off, including 16m @ 4.65g/t Au from 151m at a 1.0g/t Au cut-off (ALRC076)
- 31m @ 1.29g/t Au from 133m at a 0.3g/t Au cut-off (ALRC070)
- 38m @ 0.87g/t Au from 138m at a 0.3g/t Au cut-off, including 7m @ 2.16g/t Au from 138m at a 1.0g/t Au cut-off (ALRC073)

[12] Refer ASX announcement dated 26 March 2026 "Accelerating Resource Growth at London-Victoria"

[13] Refer ASX announcement dated 30 April 2026 "Drillout Assays Build Momentum for Resource Growth"

[14] Refer ASX announcement dated 24 June 2026 "Solid Gold Assays up to 10.3 g/t Au from Resource Drillout"

[15] Refer ASX announcements dated 7 July 2026, 6 August 2026, 13 August 2026, 18 August 2026 and 26 August 2026

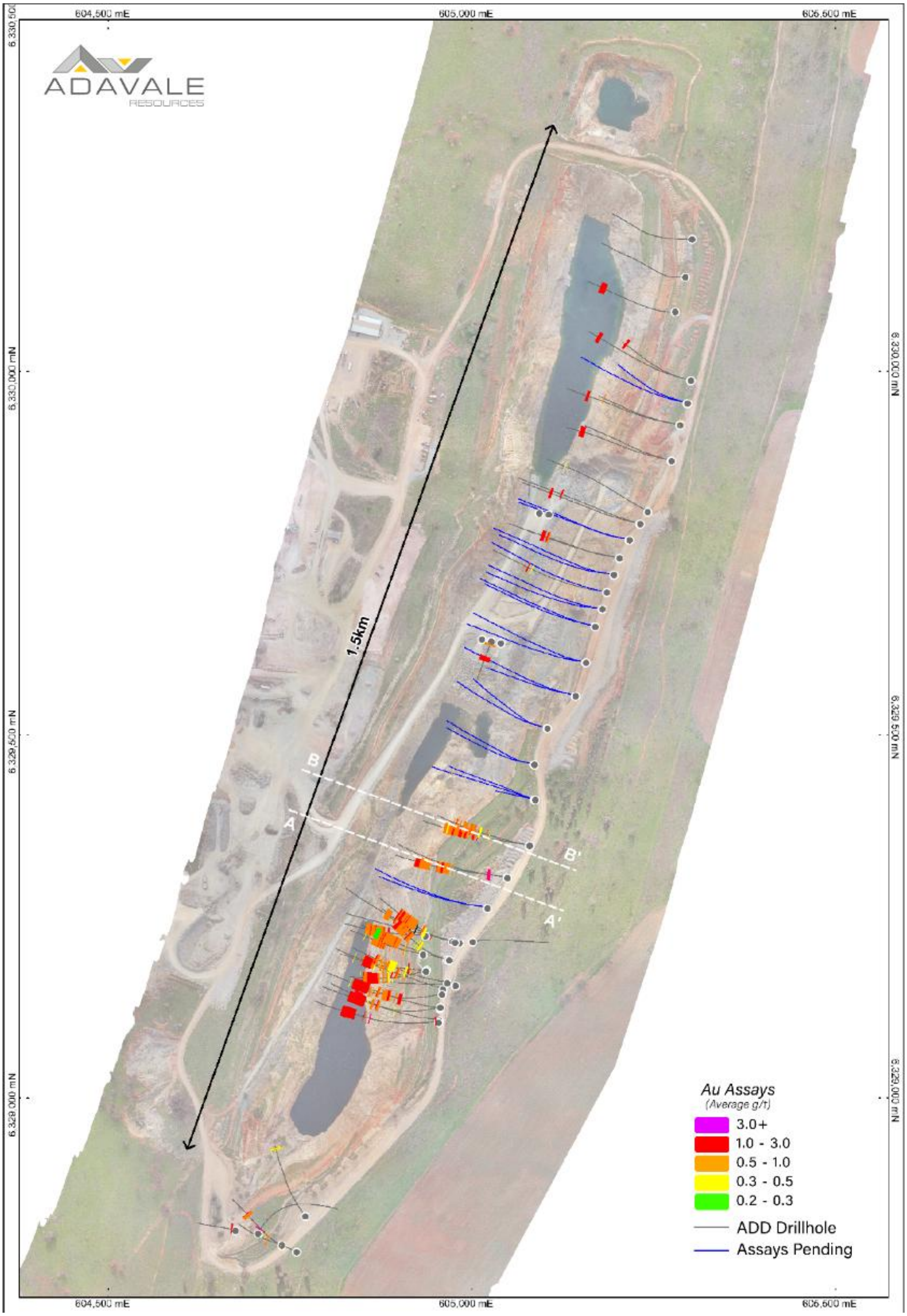

Figure 4: Plan View of the London-Victoria Open Pit displaying all Adavale Drillholes to date

Metallurgical Testwork

Preliminary metallurgical sighter testwork[16] was completed during the June 2026 quarter by Fremantle Metallurgy on three RC drill reject composite samples from holes ALRC001 and ALRC014, comprising Northern Pit high-grade, Southern Pit high-grade and Southern Pit low-grade material. Standard 24-hour cyanide bottle roll leach tests returned rapid initial leach kinetics, with approximately 68–70% gold recovery within the first two hours and final 24-hour recoveries of approximately 81–83% for the two high-grade composites. The low-grade composites returned approximately 68% recovery after 24 hours, and reagent consumption was low across all three composites. The testwork is preliminary in nature and based on a limited number of composite samples from RC drill reject material. Further metallurgical testwork is planned using diamond core from the most recent drilling programme.

Near-Mine Targeting and the Victoria South Prospect

On 7 April 2026 the Company announced the identification of multiple high-quality near-mine gold targets at London-Victoria, based on a systematic review of historic surface geochemistry integrated with historical drilling and high-resolution geophysical data, including drone magnetic surveys[17]. Targets included the Victoria South Prospect, a coherent soil gold anomaly with peak values of up to 600ppb Au immediately south of the existing Mineral Resource.

On 9 April 2026 the Company reported a review and compilation of historic drilling completed by Sipa Exploration NL and Michelago Resources NL in the mid-1990s at Victoria South, which confirmed shallow gold mineralisation at bonanza grades directly along strike from the existing Mineral Resource[18]. Notable intercepts include:

- 1m @ 245.5g/t Au from 22m (KGC12)
- 17m @ 1.53g/t Au from 12m (KGC10)
- 13m @ 2.25g/t Au from 41m (KGC11)
- 15m @ 1.68g/t Au from 36m (KGC14)
- 11m @ 2.37g/t Au from 16m (KGC17)

Victoria South is interpreted as a direct extension of the London-Victoria mineralised system within the same structural corridor. With tenure consolidated during the year, the historic dataset was incorporated into the Company's geological model for the first time, providing a strong foundation for follow-up drilling. Subsequent to the reporting period, on 22 July 2026, the Company announced the results of a systematic compilation of historic drillhole data across six further near-mine prospects — Drapers, Nibblers Hill, Waterhouse, Somers, McGuiggans and Armstrongs[19]. Notable intercepts include 11m @ 4.94g/t Au from 9m (DR02) at Drapers, 9m @ 4.90g/t Au from 28m (NB-05) at Nibblers Hill, 4m @ 4.55g/t Au from 4m (WH002) at Waterhouse, 8m @ 3.20g/t Au from 36m (PN31) at Somers and 32m @ 0.93g/t Au from 24m (AR45) at Armstrongs.

[16] Refer ASX announcement dated 26 August 2026 "Drillout Success Set to Drive Upgraded MRE & Scoping Study"
[17] Refer ASX announcement dated 7 April 2026 "Exciting Near-Mine Targets at London-Victoria"
[18] Refer ASX announcement dated 9 April 2026 "Bonanza Gold Grades up to 245 g/t at Victoria South"
[19] Refer ASX announcement dated 22 July 2026 "Shallow High-Grade Gold Builds Near-Mine Pipeline"

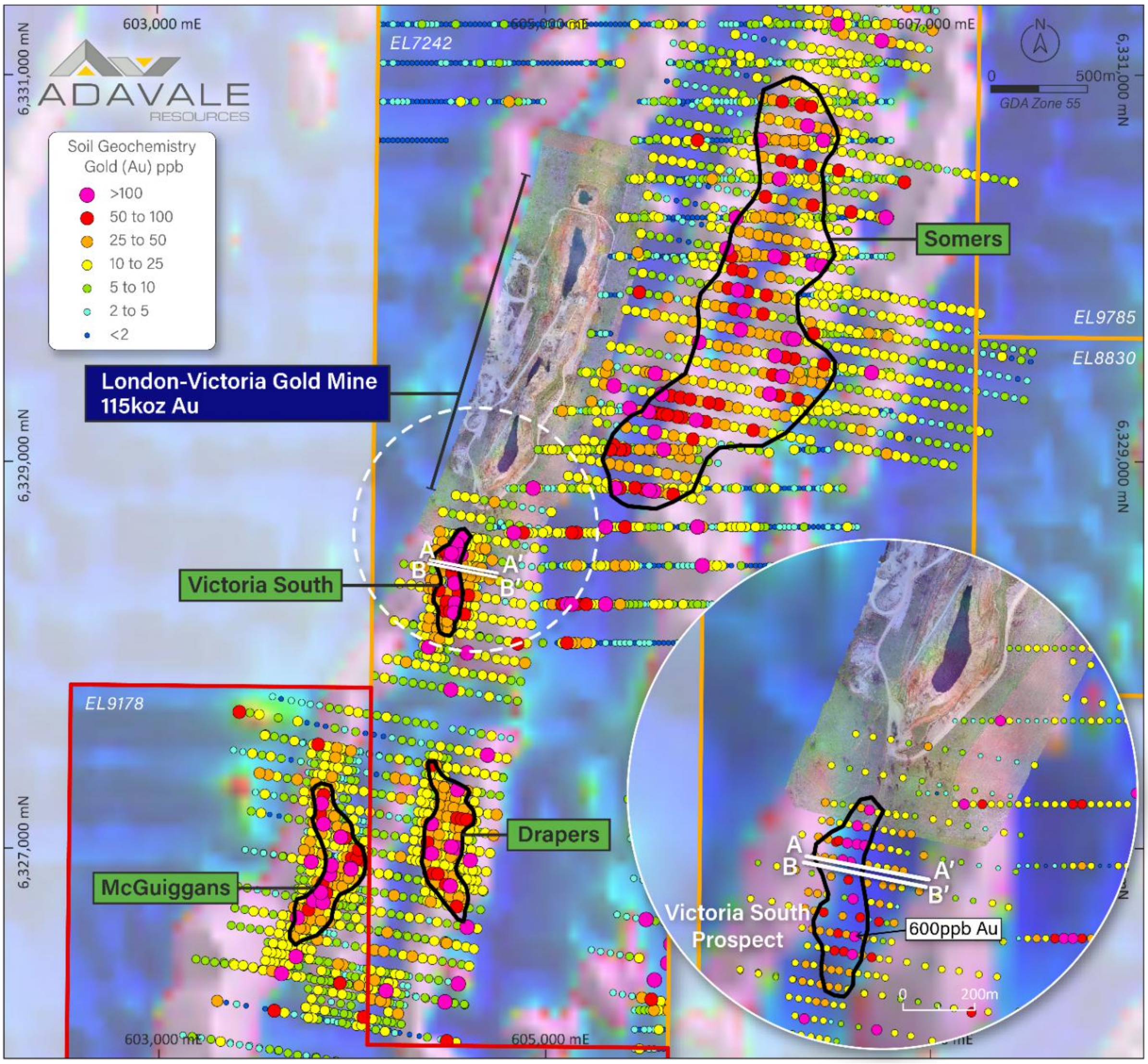

Figure 5: Near mine surface gold anomalies

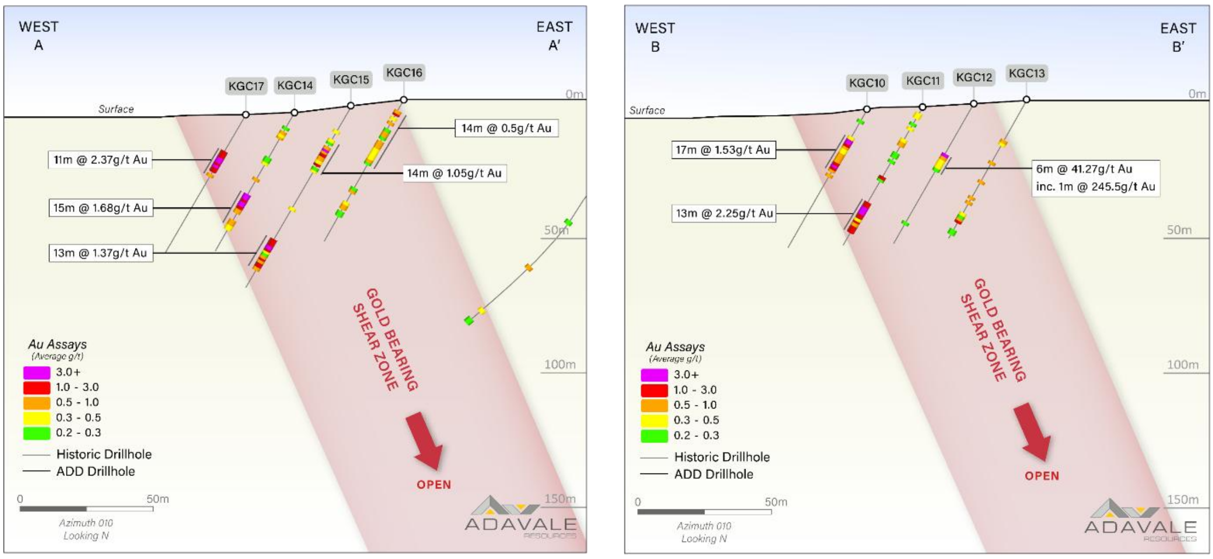

Figure 6: Victoria South historic drill sections

Belt-Scale Consolidation: Acquisition of the Calarie Gold Mining Licence (ML739)

On 1 June 2026 Adavale announced that it had entered into binding agreements to acquire the Calarie Gold Mining Licence (ML739) and three adjoining Exploration Licences (EL8555, EL8580 and EL9741), contiguous with the Company's existing Parkes Project tenure[20]. The agreements comprised a tenement sale agreement with Orange Minerals (NSW) Pty Ltd and Godolphin Tenements Pty Ltd to acquire 100% of EL8580, EL8555 and ML739; a share sale agreement with the shareholders of Parker Hill Pty Ltd to acquire 100% of the shares in Parker Hill, which holds EL9741; and a deed of partial release and amendment with Monarch Royalty & Investments Pty Ltd to release the existing net smelter return royalty over EL8580, EL8555 and ML739.

Consideration comprised 22,500,000 fully paid ordinary shares at a deemed issue price of $0.05 per share: 7,905,000 to Orange, 7,595,000 to Godolphin, 4,000,000 to the Parker Hill shareholders and 3,000,000 to Monarch, together with options exercisable at $0.10 and options exercisable at $0.20, in each case on or before 31 December 2029. Consideration shares issued to the vendors under the tenement sale and share sale agreements are subject to voluntary escrow for six months from the date of execution. All tenure was to be acquired with clean title, 100% ownership and no net smelter royalty attached.

Completion was conditional upon several conditions precedent, including shareholder approval, regulatory approvals, third-party approvals and consents, execution of deeds of assignment and assumption, and execution of the Monarch deed, with an end date of 30 November 2026. Shareholder approval was obtained at a general meeting held on 17 July 2026, and the consideration securities were issued on 3 August 2026.

Following completion, the Parkes Project comprises 11 granted Exploration Licences and one Mining Licence covering approximately 610km² across 70 kilometres of contiguous strike along the Parkes Thrust. The Calarie deposit hosts a JORC (2012) Inferred Mineral Resource of 0.87Mt @ 1.83g/t Au for 50,796 ounces, originally reported by Orange Minerals NL (ASX:OMX) on 13 February 2023[21]. Significant exploration upside remains, with historical and recent drilling returning high-grade intercepts including 16m @ 15.9g/t Au from 98m (CARC069), 13.7m @ 7.6g/t Au from 55.3m (CARCD001) and 17m @ 5.7g/t Au from 34m (OCRC006). The acquired tenure also includes several regional prospects, including Armstrongs, Nibblers Hill, Waterhouse and Toss of a Penny; due diligence surface sampling returned assays of 20.9g/t Au from mullock at Nibblers Hill and 2.41g/t Au and 1.01g/t Au at Toss of a Penny.

Exploration Work at Ashes & Myalls Prospects

Located within the Parkes Project are the highly prospective Ashes and Myalls Prospects, situated approximately 10km east of the Northparkes Mine. On 26 August 2025 Adavale announced that it was advancing the Ashes Prospect by focusing on collecting more detailed geophysical data to refine future drilling targets[22]. A high-resolution ground magnetics survey covering 11.9km² on 50 metre line spacing, totalling 238 line kilometres, was undertaken across the broader Ashes–Myalls Prospect, together with an induced polarisation ("IP") survey comprising four 1,600 metre lines spaced 200 metres apart, undertaken proximal to a previously defined strong 50mV/V chargeability anomaly which remains open to the north.

On 23 February 2026 the Company reported the results of an integrated review of the geophysical and geochemical datasets[23]. This work identified a significant chargeability anomaly, interpreted to represent sulphide-bearing mineralisation within a broader hydrothermal system, spatially associated with elevated gold, copper and silver values from surface sampling. The scale and nature of the anomaly, combined with supporting geochemical data, highlight the potential for a larger-scale mineralised system, including possible porphyry-style mineralisation. Subsequent to the Reporting Period, high-grade surface sampling at Ashes returned a peak result of 9.2g/t Au, 4.5g/t Ag and 660ppm Cu within newly granted EL9918, complementing previously reported rock chip results of 10.65g/t Au, 1.98% Cu and 158g/t Ag on adjoining EL8831, establishing a walk-up greenfields drill target.

[20] Refer ASX announcement dated 1 June 2026 "Gold Resource Reaches 166koz Au via Belt Scale Consolidation"

[21] Refer Orange Minerals NL (ASX:OMX) ASX announcement dated 13 February 2023 "Maiden JORC Resource at Calarie Project"

[22] Refer ASX announcement dated 26 August 2025 "Drill Target Definition Advancing at Ashes Prospect"

[23] Refer ASX announcement dated 23 February 2026 "Porphyry Target Identified from IP at Broader Ashes Prospect"

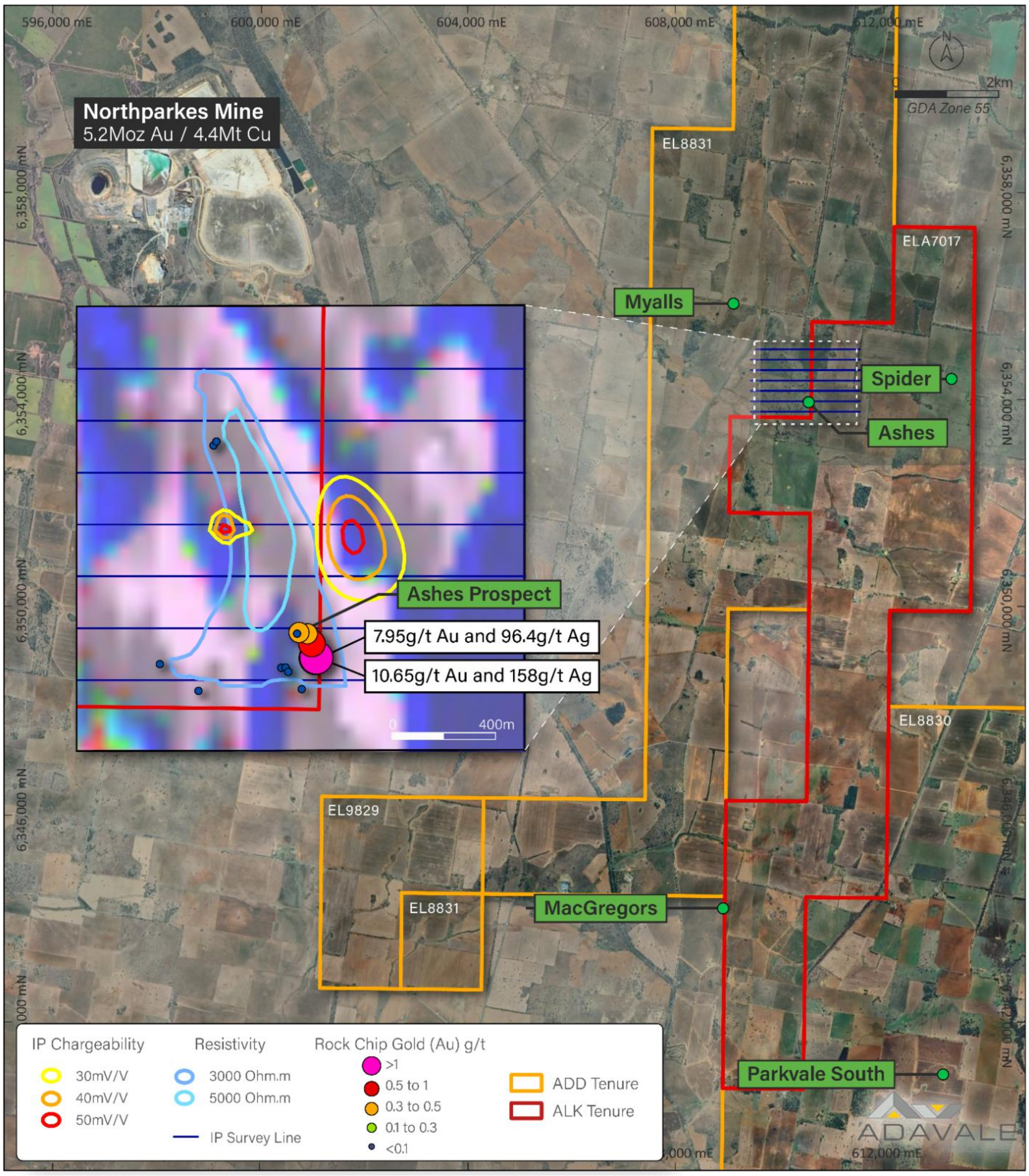

Figure 7: Ashes IP Survey 3D chargeability and resistivity anomalies. 3D modelled isosurfaces overlayed on Regional 1VD magnetics in plan view.

Further Prospect Generation: Corner & Parkvale South Prospects

Ground magnetic surveys were completed over the Corner Prospect (EL8831) during the December 2025 quarter, with reconnaissance rock chip sampling returning multiple gold-bearing quartz vein samples, with some assays exceeding 1g/t Au. Best results include 1.82g/t Au, 1.55g/t Au and 1.16g/t Au, which highlights the prospectivity of the target over a wide area. The gold bearing veined samples are exposed at surface within sub-cropping metasediments and display multiple overprinting vein textures, suggestive of a long lived and fertile hydrothermal system. This is noteworthy, as the Corner Prospect lies on a direct line half-way between a porphyry Cu-Au deposit (Northparkes) and a high-sulphidation epithermal deposit (Peak Hill).

On EL8830, ground magnetics were completed at the highly prospective Parkvale South Prospect, which has previously returned rock chip assays of up to 22.2g/t Au[24]. Work at Corner and Parkvale South forms part of a systematic and continual evaluation of the multiple greenfields prospects through the Parkes Project area.

[24] Refer ASX announcement dated 21 May 2025 “Parkvale South Prospect Returns 22.2g/t Au Rock Chip”

Material Type	Au cut-off (g/t)	Indicated			Inferred			Total		
		Tonnes (Mt)	Au (g/t)	Au (oz)	Tonnes (Mt)	Au (g/t)	Au (oz)	Tonnes (Mt)	Au (g/t)	Au (oz)
London-Victoria										
Oxide	0.2	1.56	0.59	29,500	0.69	0.86	19,300	2.25	0.67	48,800
Sulphide	0.25	4.13	0.73	96,700	3.36	1.08	117,200	7.49	0.89	213,900
Total	**Various**	**5.69**	**0.69**	**126,200**	**4.06**	**1.05**	**136,500**	**9.74**	**0.84**	**262,700**
Victoria South										
Oxide	0.2	0	0	0	0.67	0.77	16,600	0.67	0.77	16,600
Sulphide	0.25	0	0	0	0.05	0.88	1,400	0.05	0.88	1,400
Total	**Various**	**0**	**0**	**0**	**0.72**	**0.78**	**18,000**	**0.72**	**0.78**	**18,000**
Armstrongs										
Oxide	0.2	0	0	0	2.12	0.76	51,800	2.12	0.76	51,800
COMBINED TOTAL										
Oxide	0.2	1.56	0.59	29,500	3.48	0.78	87,700	5.04	0.72	117,100
Sulphide	0.25	4.13	0.73	96,700	3.41	1.08	118,600	7.54	0.89	215,300
TOTAL	**Various**	**5.69**	**0.69**	**126,200**	**6.9**	**0.93**	**206,250**	**12.58**	**0.82**	**332,500**

Table 1: London-Victoria and Satellite Deposits MRE (ASX announcement dated 22 September 2026)

Deposit	Tonnes	Gold grade	Contained gold
London-Victoria	9.74Mt	0.84g/t Au	262,700oz
Victoria South	0.72Mt	0.78g/t Au	18,000oz
Armstrongs	2.12Mt	0.76g/t Au	51,800oz
Combined subtotal	**12.58Mt**	**0.82g/t Au**	**332,500oz**
Calarie *(Inferred)*	0.87Mt	1.83g/t Au	50,800oz
Total Parkes inventory	**13.45Mt**	**0.89g/t Au**	**383,300oz**

Table 2: Parkes Project Combined Total MRE (ASX announcement dated 22 September 2026)

Competent Person Statements

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements as referred in this report. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Information on the Mineral Resources presented on the London-Victoria deposit is contained in the ASX announcement dated 5 May 2025 and subsequently updated on 22 September 2026. Where the Company refers to Mineral Resource in this presentation, it confirms that it is not aware of any new information or data that materially affects the information included in that announcement and all material assumptions and technical parameters underpinning the Mineral Resource estimate with that announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not materially changed from the original announcement.

Information on the Mineral Resources presented on the Calarie's gold deposit is contained in the ASX announcement dated 1 June 2026. Where the Company refers to Mineral Resource in this presentation, it confirms that it is not aware of any new information or data that materially affects the information included in that announcement and all material assumptions and technical parameters underpinning the Mineral Resource estimate with that announcement continue to apply and have not materially changed. The Company confirms that the form and context their with JORC Table 1 in which the Competent Person's findings are presented have not materially changed from the original announcement.

URANIUM PROJECTS

Divestment of the Marree Embayment Uranium Portfolio

On 11 June 2026 Adavale entered into a binding term sheet with Orpheus Uranium Limited (ASX:ORP) for the sale of its 100% owned Marree Embayment Uranium Portfolio, comprising seven granted Exploration Licences covering a contiguous 2,513km² landholding on the northern flank of the Flinders Ranges in South Australia[25]. The seven licences comprise the Lake Surprise Project (EL5892, EL5893 and EL6598), the Marree Embayment Project (EL6821, EL6957 and EL6890) and the MacDonnell/George Creek Project (EL6553), being the entirety of the Company's South Australian uranium holdings other than the Narlaby and Tolmer licences, which were retained. Total consideration comprised $650,000 in cash and 5,000,000 ORP shares, representing approximately 1.25% of Orpheus' issued capital, delivered in tranches across signing, settlement and final completion.

The transaction crystallised value from a non-core asset while retaining meaningful uranium price exposure through the Company's resulting shareholding in Orpheus, with the cash consideration supporting the ongoing exploration programme at the Parkes Project. The tenements remained held by Adavale at 30 June 2026 and the transaction remained subject to conditions precedent at that date. Subsequent to the Reporting Period, on 14 August 2026, the Company executed the sale agreement with Orpheus[26]. Completion remains subject to conditions precedent, including the assignment of two Native Title Mining Agreements and completion of the regulatory processes required to transfer the tenements to Orpheus or a wholly owned subsidiary.

KABANGA JIRANI & LUHUMA NICKEL PROJECT

Tanzania

Adavale also holds the Kabanga Jirani Nickel Project, a portfolio of highly prospective granted licences along the East African Nickel belt in Tanzania. At 30 June 2026 the Company held eight Kabanga Jirani licences (Kabanga West, Kabanga North, Kabanga North East, Kabanga East, Ruiza NE, Kabanga South East, Southeast Wedge and Luhuma Central), two Luhuma licences (PL11692/2021 and PL11693/2021) and the Nachingwea Prospect (PL11887/2022), a total of eleven granted licences. The nine southernmost licences are proximal to the world class Kabanga Nickel Deposit (87.6Mt @ 2.63% Ni Eq).

Adavale holds 100% of all licences except for two licences that are known as the Luhuma Farm-in, which are held at 65% following achievement of that interest on 8 February 2023. Adavale's licences were selected based on their strong geochemical and geophysical signatures from the previous exploration undertaken by BHP.

Due to the current nickel market, no exploration activities were undertaken during the reporting period. The Company has been assessing potential for joint-ventures or partnership opportunities on the nickel projects. Adavale still maintained its holdings in good standing, as well as progressed its necessary administrative and statutory processes required to renew its licences.

CORPORATE SECTION

During the reporting period, Adavale completed a number of corporate initiatives that support the accelerated exploration programme at the Parkes Project, the consolidation of the Company's belt-scale position along the Parkes Thrust, and the strengthening of its capital base and management team.

Share consolidation

Following shareholder approval obtained in June 2025, the Company's 20-for-1 share consolidation took effect on 3 July 2025, reducing the number of fully paid ordinary shares on issue from approximately 2.3 billion to approximately 114 million. The consolidation simplified the Company's capital structure and improved its ability to engage with institutional investors ahead of the accelerated exploration programme at the Parkes Project.

[25] Refer ASX announcement dated 11 June 2026 "Strategic Uranium Deal Accelerates Parkes Gold Project"

[26] Refer ASX announcement dated 14 August 2026 "Execution of Sale Agreement on Uranium Portfolio"

Capital Raise & Placements

In the first quarter of the reporting period, the Company completed a Placement raising up to $3.08 million at $0.021 per share[27]. The Directors participated in the Placement for $152,000, which was approved by shareholders on 5 September 2025 at a General Meeting. The Placement included a new Strategic Investor Group[28] who agreed to voluntarily escrow their Placement Shares for 3 months from the date of issue and a new cornerstone investor, Gleneden, that took a 20% stake in the Company.

On 2 February 2026 the Company announced a strongly supported placement, which required substantial scaling, to raise $5.15 million (before costs) at $0.05 per share, comprising approximately 103 million fully paid ordinary shares issued across two tranches[29]. Tranche 1 of 60 million New Shares was issued utilising the placement capacity under ASX Listing Rules 7.1 and 7.1A, with the balance under Tranche 2, including the Directors' participation of $168,000, subject to shareholder approval. Placement investors, including the Directors, were offered one free listed option (ADDO) for every two New Shares subscribed, exercisable at $0.10 each with an expiry of 31 December 2027. GBA Capital Pty Ltd acted as Lead Manager to the Placement.. The raising was strongly supported by the Company's cornerstone investor, which maintained its 20% holding, alongside existing top shareholders and new strategic, long-term gold investors.

Board Appointments

On 27 October 2025, Adavale announced the appointment of Mr David Ward as Managing Director of the Company, effective as of 17 November 2025[30]. Mr Ward transitioned from his existing role with Adavale as Non-Executive Technical Director, stepping into the executive position at a pivotal time for the Company as it accelerated exploration activities across the Parkes Project.

Mr Ward brings more than 30 years of industry experience spanning early-stage exploration, project development and mining operations. His experience across the Lachlan Fold Belt includes roles with Hargraves Resources, the last operator of the London-Victoria Gold Mine, and Newmont's Cadia Gold Mine. Mr Ward has also conducted porphyry gold-copper exploration across major Ordovician intrusive centres including Northparkes, Narromine, Wellington and Lake Cowal, and was instrumental in defining approximately 950,000 ounces of gold resources for Bacchus Resources. Since assuming the role, Mr Ward has directly led the drilling programmes at London-Victoria and overseen the advancement of greenfields exploration activities across the broader Parkes Project.

[27] Refer ASX announcement dated 4 July 2025 "Successful $2.65M Placement to Accelerate Parkes Drilling"

[28] Refer ASX announcement dated 25 July 2025 "Adavale Secures New Strategic Investor Group"

[29] Refer ASX announcement dated 2 February 2026 "Strongly Supported Placement to Advance London Victoria Mine"

[30] Refer ASX announcement dated 27 October 2025 "Transformational Appointment to Drive Gold & Copper Growth"

RISK MANAGEMENT

Risk management is a key part of improving our business and our aim is to ensure that all business operations are performed within Board approved risk tolerance levels. To achieve this aim, Risk Management standards will be created, maintained and continually improved. This will involve risk identification and risk evaluation linked to practical and cost-effective risk control measures commensurate with our business. Risk Management is a continuous process demanding awareness and proactive action from all Company employees and contractors to reduce the possibility and impact of accidents and losses, whether caused by the Company (and its subsidiaries, collectively "The Group") or externally.

FACTORS AND BUSINESS RISKS AFFECTING FUTURE BUSINESS PERFORMANCE

The following factors and business risks could have a material impact on the Company's success in delivering its strategy:

Funding

The Group is likely to need to raise capital to explore and develop its projects. There is no guarantee that the Group will be able to secure any additional funding or will be able to secure funding on terms that are favourable or acceptable to the Group.

Health and Safety

The Group is exposed to potential safety hazards within its operations in Australia and Tanzania.

Political Risks (Tanzania)

The Group's projects - Kabanga Jirani Nickel Project and Luhuma Nickel Project are in Tanzania and will be subject to the various political, economic and other risks and uncertainties associated with operating in that country. These risks and uncertainties include, but are not limited to, economic, social or political instability or change, hyperinflation, currency non-convertibility or instability and changes of law affecting government participation, taxation, working conditions, rates of exchange, exchange control, exploration licensing, export duties, environmental protection, mine safety, labour relations as well as government control over mineral properties or government regulations that require the employment of local staff or contractors or require other benefits to be provided to local residents. The Group may also be hindered or prevented from enforcing its rights with respect to a governmental instrumentality because of the doctrine of sovereign immunity. Any future material adverse changes in government policies or legislation in Tanzania that affect foreign ownership, mineral exploration, development or mining activities, may affect the viability and profitability of the Company.

Aboriginal title and consultation issues

Native title claims as well as related consultation issues may impact the ability to pursue exploration, development and mining at its Parkes Gold Project and the South Australia Uranium Projects. Managing relations with traditional owners is a matter of paramount importance to the Group. However, there may be no assurance that title claims as well as related consultation issues will not arise on or with respect to the Group's exploration licences.

Public Perception

Unique political, technological and environmental factors affect the nuclear industry, exposing it to the risk of public opinion, which could have a negative effect on the demand for nuclear power and increase the regulation of the nuclear power industry. An accident at a nuclear reactor anywhere in the world could affect acceptance of nuclear energy and the prospects for nuclear generation. Debate on the relative dangers and benefits of uranium as an energy source will continue into the foreseeable future.

Commodity Prices, Services and Exchange Rates

Commodity prices and the cost of services fluctuate according to changes in demand and supply. Changes in commodity prices can significantly impact exploration activities and investment decisions. As the Group operates in USD in Tanzania, significant unfavourable movements between AUD and USD impacts the exploration and operational costs in Tanzania.

Key Person and Workforce

The Group's success is to a large extent dependent upon the retention of key personnel and the competencies of its directors, senior management, and personnel. The inability to attract and retain a suitably skilled and diverse leaders and workforce is a risk to Group performance in the conduct of its business especially in Tanzania.

Tenure and Access risk

While the Group does not anticipate there to be any issues with the grant or renewals of its tenements, there can be no assurance that the application (or future applications) will be granted. Mining and exploration tenements are subject to periodic renewal and reviews. The renewal of the term of granted tenure may be subject to the discretion of the relevant authorities and may include increased expenditure or obligations on the Group or compulsory relinquishment of areas of the tenements.

The Directors present their report on the Company and its controlled entities for the financial year ended 30 June 2026.

Directors

The Directors of the Company at any time during or since the end of the financial year were as follows.

Mr Allan Ritchie **Executive Chairman & CEO** *(Appointed as Chairman on 30 September 2024)* *11,545,297 Fully Paid Ordinary Shares* *2,174,999 Listed Options exercisable at $0.10 each expiring 31 December 2027* *2,142,857 Listed Options exercisable at $0.035 each expiring 30 June 2028* *14,225,000 Performance Rights*	Allan graduated from the University of Technology in Sydney in 1986 with a Bachelor of Business and subsequently attained a post graduate Diploma in Applied Finance from the Financial Services Institute of Australia. Allan's distinguished career spans 30 years in both the energy and resources sectors, in investment banking and leadership roles in both private and publicly listed companies. Allan's investment banking background includes structuring commercial transactions in the energy and resources sector. Senior roles include positions within Westpac, ANZ Bank, HSBC and BNP Paribas in Australia, London, New York and Asia Pacific. Allan's career achievements have been recognised several times in BRW's annual poll of bankers. Directorships in the last 3 years: Nil
Mr Maurice (Nic) Matich **Non-Executive Director** *(Appointed on 31 July 2024)* *4,995,236 Fully Paid Ordinary Shares* *971,666 Listed Options exercisable at $0.10 each expiring 31 December 2027* *6,000,000 Performance Rights*	Nic is a mechanical engineer and finance professional with over 17 years' experience in the resources sector. Nic is currently the Managing Director of Pinnacle Minerals Limited (ASX:PIM). His wide industry experience includes the provision of engineering, risk consulting and insurance services to numerous tier 1 mining companies with operations in lithium, iron ore, mineral sands, gold and kaolin. Nic's familiarity within the Wirrulla Project and operational nuances in South Australia add to Adavale's aim of discovering an economic uranium deposit in South Australia. Nic is currently a Non-Executive Director of Temas Resources Corp (ASX:TIO, CSE:TMAS) since 27 January 2026 and Sultan Resources Limited (ASX:SLZ) since 17 September 2026. Directorships in the last 3 years: Pinnacle Minerals Limited (October 2022 – September 2024)
Mr David Ward **Managing Director** *(Appointed as Managing Director on 17 November 2025)* *6,430,000 Fully Paid Ordinary Shares* *500,000 Listed Options exercisable at $0.10 each expiring 31 December 2027* *1,000,000 Listed Options exercisable at $0.035 each expiring 30 June 2028* *16,000,000 Performance Rights*	David is a seasoned geologist and mining industry executive with over 25 years of experience encompassing early-stage exploration, project development through to open pit and underground mining. As Chief Geologist of Private Company, Bacchus Resources, David was instrumental in defining over 950Koz of gold resources in the NT, while overseeing the development of other exploration assets in the NT, QLD and NSW. These assets were then incorporated into key projects for multiple ASX-listed exploration companies. David has played key exploration and operational technical roles in several companies, including Newcrest Mining, as Production and Resource Definition Geologist for the Cadia Gold Mine and Clancy Exploration as Senior Exploration Geologist overseeing

	Porphyry and Epithermal exploration in the Lachlan Fold Belt NSW. Directorships in the last 3 years: Broken Hill Mines Limited (August 2021 – July 2025) Indiana Resources Limited (October 2022 – March 2024

Mr Leonard Math – Chief Financial Officer & Company Secretary

Leonard is a Chartered Accountant with more than 15 years of resources industry experience. He previously worked as an auditor at Deloitte and is experienced with public company responsibilities including ASX and ASIC compliance, control and implementation of corporate governance, statutory financial reporting and shareholder relations.

Mr Math also currently holds other CFO, Company Secretary and directorship roles for a number of ASX listed companies.

Meetings of Directors

The number of Board meetings held and circular resolutions during the financial year and the number of meetings attended by each director. In addition to the Board meetings, the Board and management meets regularly on a fortnightly basis to discuss the operations of the Company.

Director	Eligible to Attend	Attended
Allan Ritchie	8	8
Maurice Matich	8	8
David Ward	8	8

Principal Activities

The Company is in the business of mineral exploration for Gold in New South Wales, Nickel in Tanzania and Uranium in South Australia. The Company's primary aim in the near-term is to explore for, discover and develop gold at the Parkes Gold and Copper Project (NSW) including nickel and uranium deposits on the mineral exploration projects in Tanzania and South Australia respectively. The Group has also been actively reviewing additional projects or mineral resources investment opportunities that would create wealth for the Group and its shareholders.

Review and Results of Operations

The activities of the Company during the period under review are set out above in the Review of Operations.

The consolidated loss of the Company for the year ended 30 June 2026 was $7,044,855 which compared with a net loss for the prior year of $4,054,266.

Dividends

No dividends were paid during the financial year and the directors recommend that no dividend be paid in respect of the year ended 30 June 2026.

Significant Changes in the State of Affairs

Except as referred to in this report, there have not been any significant changes in the state of affairs of the Group during the financial year.

Future Developments

The Group expects to continue its exploration and evaluation activities in Africa and Australia into the foreseeable future and will examine options for maximising the value of its mineral interests.

Events Subsequent to Reporting Date

Subsequent to year end, the Company has executed the Sale Agreement with Orpheus Uranium Limited (ASX:ORP) for the sale of its Marree Embayment Uranium Portfolio. Execution of the Sale Agreement follows the binding agreement entered into between Adavale and Orpheus for the sale of 7 granted exploration licences (EL5892, EL5893, EL6553, EL6597, EL6598, EL6821 and EL6890) as announced to the ASX on 11 June 2026. Adavale will receive a total consideration of $650,000 cash and 5,000,000 ORP shares. As at the date of this report, the Company has received $350,000 in cash (including the $50,000 exclusivity fee received prior to balance date – see Note 4) with the balance including the shares to be received upon completion.

On 2 July 2026, the Company issued 3,360,000 shares at $0.05 as part of Director and management placement participation following receipt of shareholder approval at the General Meeting on 10 June 2026. The Company also issued 11,930,000 listed options exercisable at $0.10 expiring 31 December 2027 as part of the free attaching options to the placement.

In August 2026, the Company completed the acquisition of the Calarie deposit from Orange Minerals (NSW) Pty Ltd and Godolphin Tenements Pty Ltd, including the acquisition of Parker Hill Pty Ltd. As part of the acquisition consideration, the Company issued the following securities:

- 22,500,000 fully paid ordinary shares
- 22,500,000 Options exercisable at $0.10 expiring 31 December 2029
- 22,500,000 Options exercisable at $0.20 expiring 31 December 2029

On 3 August 2026, the Company issued 2,500,000 fully paid ordinary shares in satisfaction for the release of outstanding post completion obligations. The Company also issued 1,500,000 listed options exercisable at $0.10 expiring 31 December 2027 in satisfaction of services provided.

On 3 August 2026, the Company issued 27,000,000 Performance Rights to Directors and key management personnel following the receipt of shareholder approval at the General Meeting held on 17 July 2026.

On 18 September 2026, the Company issued 1,778,813 shares at a deemed price of $0.04 in satisfaction of outstanding fees in lieu of cash payment.

Except for the above, there have been no matters or circumstances which 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.

Remuneration Report (audited)

The Directors of Adavale Resources Limited present the Remuneration Report prepared in accordance with the Corporations Act 2001 and Corporations Regulations 2001.

The Remuneration Report is set out under the following main headings:

a. Remuneration Policies
b. Key Management Personnel remuneration
c. Executive Service Agreements
d. Non-Executive Directors
e. Share based compensation
f. Key Management Personnel Compensation – other transactions
g. Securities held by Key Management Personnel

(a) Remuneration Policies

Key management personnel have authority and responsibility for planning, directing and controlling the activities of the Group, including directors of the Company and other executives. Key management personnel comprise of directors of the Company and the Chief Financial Officer/Company Secretary.

The compensation structure takes into account:

- The capability and experience of the key management personnel
- The key management personnel's ability to control the relevant segment performance
- The Group's performance including:
  - The Group's earnings
  - The growth of the share price and delivering constant return to stakeholders

Compensation packages may include a mix of fixed and variable compensation and short and long-term performance-based incentives. Short and long-term performance – based incentives are designed to reward key personnel for meeting or exceeding their financial and personal objectives.

At the Annual General Meeting held on 24 November 2023, the shareholders approved the Adavale Incentive Performance Rights Plan. The stated purpose of the Plan is to provide competitive, incentive-based remuneration supporting the retention, incentive and reward functions of that remuneration.

With regard to any directors' retainer and/or remuneration except for the issue of incentive rights, there is no relationship between remuneration and performance. Renumeration levels are competitively set to attract and retain qualified and experienced directors, executives and staff, and having regard for the overall performance of the Company. Where necessary the Board obtains independent advice on the appropriateness of remuneration packages, given trends in comparative companies and industry surveys. No such advice from a remuneration consultant was requested or received in the current year.

Currently the Company does not have a Remuneration Committee, but the Board establishes and monitors remuneration packages and policies. When appointed, the Board establishes and monitors the remuneration for the Executive Director and/or Chief Executive Officer.

Group Performance, Shareholder Wealth and Directors' and Executives' Remuneration

No relationship exists between the Group performance, earnings, shareholder wealth and Directors' and Executive remuneration for this financial period. No remuneration is currently performance related.

Overview of Group Performance

The table below sets out information about the Group's earnings and movements in shareholder wealth for the past five years up to and including the current financial year.

	2026	2025	2024	2023	2022
NET (LOSS) AFTER TAX	(7,044,855)	(4,054,266)	(4,700,626)	(4,947,890)	(4,670,136)
SHARE PRICE AT YEAR END (ASX)	0.036	0.001	0.004	0.026	0.021
BASIC (LOSS) PER SHARE (CENTS)	(2.52)	(4.8)	(0.57)	(1.01)	(1.41)
TOTAL DIVIDENDS (CENTS PER SHARE)	-	-	-	-	-

The basic loss per share for the 2025 and 2026 years is based on the 20:1 consolidation of capital that occurred on 1 July 2025.

(b) Key Management Personnel remuneration

The remuneration paid to, or incurred for each director and other key management personnel of the Company during the year is as follows. There are no long-term employee benefits or termination benefits. See below relating to service agreements.

2026 Directors	SHORT TERM EMPLOYEE BENEFIT Salary & Fees in cash $	SHORT TERM EMPLOYEE BENEFIT Salary & Fees in shares	POST EMPLOYMENT BENEFIT Super-annuation $	SHARE BASED PAYMENT Incentives $	Total amount $	PERFORMANCE RELATED %
Mr Allan Ritchie (Chairman & CEO)	22,500	170,000*	-	248,507	441,007	56%
Mr Maurice Matich (Non-executive director)	40,000	45,500*	-	150,373	235,873	64%
Mr David Ward (Non-executive director)	141,609	92,000*	-	206,471	440,080	47%
Executives						
Leonard Math (CFO and Co. Secretary)	94,000	-	-	173,321	267,321	65%
	298,109	**307,500**	**-**	**778,672**	**1,384,281**	**56%**

**Note: Includes amount owing or accrued at 30 June 2026 which were settled in placement share participation at $0.05 per share in July 2026.*

2025 Directors	SHORT TERM EMPLOYEE BENEFIT Salary & Fees $	SHORT TERM EMPLOYEE BENEFIT Salary & Fees in shares	POST EMPLOYMENT BENEFIT Super-annuation $	SHARE BASED PAYMENT Incentives $	Total amount $	PERFORMANCE RELATED %
Mr Allan Ritchie (Chairman & CEO)[1]	20,000	72,500	-	28,645	121,145	24%
Mr Maurice Matich (Non-executive director)[2]	6,700	38,000	-	7,921	52,621	15%
Mr David Ward (Non-executive director)[3]	9,371	-	-	34	9,405	-
Mr Grant Pierce (Non-executive Chairman)[4]	20,270	-	2,331	16,661	39,262	42%
Mr David Riekie (Executive director)[5]	96,251	-	-	16,661	112,912	15%
Mr John Hicks (Non-executive director)[6]	13,167	21,000	-	16,661	50,828	33%
Executives						
Leonard Math (CFO and Co. Secretary)	97,000	-	-	24,685	121,685	20%
	262,759	**131,500**	**2,331**	**111,268**	**507,858**	**22%**

[1] Appointed as Executive Chairman on 30 September 2024
[2] Appointed on 31 July 2024
[3] Appointed on 10 April 2025
[4] Resigned on 30 September 2024
[5] Resigned on 31 October 2024
[6] Retired on 10 April 2025

(c) Executive Service Agreements

Mr Allan Ritchie entered into a Services Agreement to provide Chief Executive Officer services on 31 January 2022 and received an annual remuneration package of $72,000 per annum. On 1 January 2024, the annual remuneration was reviewed and adjusted to $100,000 per annum. The annual remuneration was then revised to $70,000 per annum effective from 1 August 2024. Following annual performance review, the annual remuneration was revised to $180,000 per annum effective from 1 January 2026. The annual remuneration includes the Executive Chairman role. The agreement may be terminated without reason by the Group giving 3 months' notice. The Group may otherwise terminate his employment without notice for cause.

Mr David Ward entered into a Services Agreement to provide Managing Director services on 17 November 2025. Mr Ward will receive an annual remuneration of $280,000 plus statutory superannuation. The agreement may be terminated without reason by the Group giving 3 months' notice. The Group may otherwise terminate his employment without notice for cause.

Mr Leonard Math was appointed as Chief Financial Officer and Company Secretary on 1 October 2021 and received an annual remuneration package of $60,000 per annum through a Consultancy Agreement. On 1 January 2024, the annual remuneration was reviewed and adjusted to $120,000 per annum. The annual remuneration was then revised to $84,000 per annum effective from 1 August 2024. The agreement may be terminated without reason by the Group giving 1 month's notice. The Group may otherwise terminate his employment without notice for cause.

(d) Non-Executive Directors

The board policy is to remunerate non-executive directors at market rates for comparable companies for time, commitment and responsibilities. In determining competitive remuneration rates, the Board reviews local and international trends among comparative companies and the industry generally. Typically, the Group will compare non-executive remuneration to companies with similar market capitalisations in the exploration and resource development sector.

(e) Share based compensation

There was $778,672 (FY2025: $111,268) in share-based compensation paid to KMP during the financial year, representing the value of performance rights granted during this year. Further details are set out in Note 12.

(f) Key Management Personnel Compensation – other transactions

(i) Options provided as remuneration and shares issued on exercise of such options.

Other than disclosed above, no further options were provided as remuneration during the year and no shares were issued on exercise of such options.

(ii) Loans to key management personnel

No loans were made to any director or other key management personnel of the Group, including related parties during the financial year.

(iii) Outstanding amounts owing to key management personnel

As at 30 June 2026, the following amounts were owing to or accrued for key management personnel:

PERSONNEL	**$**
Allan Ritchie	115,833
Nic Matich	35,000
David Ward	137,487
Leonard Math	12,000

(iii) Other transactions with key management personnel

No other transactions with key management personnel occurred during the financial year.

Terms and conditions of related party transactions

Transactions between related parties are on commercial terms and conditions, no more favourable than those available to other parties unless otherwise stated.

(g) Securities held by Key Management Personnel

The number of ordinary shares in the Company held during the 2026 reporting period by any of the Key Management Personnel of the Group, including their related parties are set out below.

PERSONNEL	**Balance at start of year**	**Consolidation adjustments 1/7/2025 (20 to 1 basis)**	**Received as part of director / executive entitlement**	**Purchased/ (sold) during the year**	**Balance at 30 June 2026**
Allan Ritchie	45,086,917	(42,832,572)	-	7,690,952	9,945,297
Nic Matich	14,333,333	(13,616,667)	-	3,768,570	4,485,236
David Ward	-	-	-	5,430,000	5,430,000
Leonard Math	10,962,041	(10,413,940)	-	2,107,226	2,655,327
TOTAL	**70,382,291**	**(66,863,179)**	**-**	**18,996,748**	**22,515,860**

The number of Performance Rights in the Company held during the 2026 reporting period by any of the Key Management Personnel of the Group, including their related parties are set out below.

PERSONNEL	Balance at start of year	Consolidation adjustments 1/7/2025 (20 to 1 basis)	Received as part of director / executive entitlement	Purchased/ (lapsed)/ (exercised) during the year	Balance at 30 June 2026
Allan Ritchie	67,800,000	(64,410,000)	7,500,000	(6,165,000)	4,725,000
Nic Matich	30,000,000	(28,500,000)	5,000,000	(3,500,000)	3,000,000
David Ward	-	-	9,000,000	(4,500,000)	4,500,000
Leonard Math	52,800,000	(50,160,000)	5,000,000	(4,415,000)	3,225,000
TOTAL	**150,600,000**	**(143,070,000)**	**26,500,000**	**(18,580,000)**	**15,450,000**

The number of Options in the Company held during the 2026 reporting period by any of the Key Management Personnel of the Group, including their related parties are set out below.

PERSONNEL	Balance at start of year	Consolidation adjustments 1/7/2025 (20 to 1 basis)	Received as part of director / executive entitlement	Purchased/ (lapsed)/ (exercised) during the year	Balance at 30 June 2026
Allan Ritchie	22,411,190	(20,998,966)	-	2,105,632	3,517,856
Nic Matich	14,333,333	(13,616,667)	-	-	716,666
David Ward	-	-	-	1,000,000	1,000,000
Leonard Math	8,500,399	(8,133,733)	-	119,049	485,715
TOTAL	**45,244,922**	**(42,749,366)**	**-**	**3,224,681**	**5,720,237**

END OF REMUNERATION REPORT

Indemnification of Officers and Auditors

The Company indemnifies, to the extent permitted by law, all current and former Directors and the Company Secretaries of the Company against all liabilities to another person (other than the Company or a related body corporate) that may arise from their position as Directors or Company Secretary of the Company and its controlled entities, except where the liability arises out of conduct involving a lack of good faith. The agreement stipulates that the Company will meet the full amount of any such liabilities, including costs and expenses.

The Company also indemnifies the current Directors and Company Secretary of its controlled entities for all liabilities to another person (other than the Company or a related body corporate) that may arise from their position, except where the liability arises out of conduct involving a lack of good faith. The agreement stipulates that the Company will meet the full amount of any such liabilities, including costs and expenses.

The Company also indemnifies executive officers of the Company and its controlled entities for all liabilities to another person (other than the Company or a related body corporate) that may arise from their position in the Company and its controlled entities, except where the liability arises out of conduct involving a lack of good faith.

The Company does not indemnify its auditors.

Options

As at the date of this report, the current outstanding options on issue are:

Listed Options exercisable at $0.10 each expiring 31 December 2027	80,634,017
Listed Options exercisable at $0.035 each expiring 30 June 2028	81,684,512
Unlisted Options exercisable at $0.12 each expiring 15 October 2029	15,000,000
Unlisted Options exercisable at $0.24 each expiring 15 October 2029	15,000,000

Environmental Issues

The Company's operations are not impacted by any significant environmental regulation under a law of the Commonwealth or a State or Territory.

Non-Audit Services

HLB Mann Judd did not provide any non-audit services during the years ended 30 June 2026 or 30 June 2025.

Proceedings on Behalf of the Company

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

Auditor's Independence Declaration

Refer to page 29 for the Auditor's Independence Declaration.

Signed in accordance with a resolution of the Directors:

Allan Ritchie

Allan Ritchie
Executive Chairman & CEO
28 September 2026

AUDITOR'S INDEPENDENCE DECLARATION

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

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

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

Perth, Western Australia
28 September 2026

L Di Giallonardo
Partner

hlb.com.au

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HLB Mann Judd is a member of HLB International, the global advisory and accounting network.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2026

	Note	30 June 2026 $	30 June 2025 $
Revenue	4		
Revenue from services provided		**-**	43,796
Interest received		**8,598**	-
Other income		**50,000**	-
Expenditure			
Insurance		**(52,903)**	(35,829)
Share registry fees		**(97,369)**	(67,839)
Administration, corporate, consultant fees and salaries		**(1,218,958)**	(785,976)
Share based payments	12	**(779,549)**	(114,177)
Legal expenses		**(119,750)**	(45,376)
Interest expense		**(3,724)**	(2,298)
Finance costs		**(1,350)**	(10,829)
Exploration and evaluation expenditure		**(4,768,271)**	(3,012,518)
Depreciation	9	**(19,477)**	(20,827)
Loss from sale of fixed assets		**-**	(969)
Loss on settlement of creditor		**(36,190)**	-
Loss from foreign exchange		**(5,912)**	(1,424)
Loss before income tax		**(7,044,855)**	(4,054,266)
Income tax expense	5	**-**	-
Loss after income tax		**(7,044,855)**	(4,054,266)
Other Comprehensive income		**-**	-
Total comprehensive loss for the year		**(7,044,855)**	(4,054,266)
Basic and diluted loss per share attributable to the ordinary security holders of the Company (cents per share)	6	**(2.52)**	(4.8)

These consolidated financial statements should be read with the accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026

	Notes	30 June 2026 $	30 June 2025 $
CURRENT ASSETS			
Cash and cash equivalents	7	1,944,870	200,795
Other assets	8	209,740	83,038
TOTAL CURRENT ASSETS		**2,154,610**	**283,833**
NON-CURRENT ASSETS			
Property, plant and equipment	9	143,667	2,691
TOTAL NON-CURRENT ASSETS		**143,667**	**2,691**
TOTAL ASSETS		**2,298,277**	**286,524**
CURRENT LIABILITIES			
Trade and other creditors	10	1,195,720	325,037
Borrowings	23	26,974	-
TOTAL CURRENT LIABILITIES		**1,222,694**	**325,037**
NON-CURRENT LIABILITIES			
Borrowings	23	123,287	-
TOTAL NON-CURRENT LIABILITIES		**123,287**	**325,037**
TOTAL LIABILITIES		**1,345,981**	**325,037**
NET ASSETS/(LIABILITIES)		**952,296**	**(38,513)**
EQUITY			
Issued capital	11	29,898,923	22,301,129
Reserves	12	2,591,230	2,153,360
Accumulated losses		(31,537,857)	(24,493,002)
TOTAL EQUITY/(DEFICIENCY)		**952,296**	**(38,513)**

These consolidated financial statements should be read with the accompanying notes.

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2026

	Notes	30 June 2026 $	30 June 2025 $
Cash flows from operating activities			
Receipts from customers		**-**	43,796
Interest received		**8,598**	-
Other income (exclusivity fee)		**50,000**	-
Payments to suppliers and employees		**(1,086,850)**	(579,593)
Payments for exploration and evaluation expenditure		**(3,919,497)**	(1,273,838)
Net cash (used in) operating activities	**19**	**(4,947,749)**	(1,809,635)
Cash flow from Investing activities			
Net cash (used in) investing activities		**-**	-
Cash flows from financing activities			
Proceeds from share issues (net of costs) and exercise of options		**6,707,928**	1,744,686
Proceeds from borrowings	23	**-**	110,000
Repayment of borrowings	23	**(10,192)**	(110,000)
Interest payment		**-**	(13,127)
Net cash provided by financing activities		**6,697,736**	1,731,559
Net increase/(decrease) in cash and cash equivalents held		**1,749,987**	(78,076)
Cash and cash equivalents at the beginning of the year		**200,795**	280,295
Foreign exchange differences		**(5,912)**	(1,424)
Cash and cash equivalents at the end of the year	**7**	**1,944,870**	200,795

These consolidated financial statements should be read with the accompanying notes.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2026

2026	Issued Capital $	Share-based Payments Reserve $	Accumulated Losses $	Total $
Opening Balance – 1 July 2025	**22,301,129**	**2,153,360**	**(24,493,002)**	**(38,513)**
Loss for the year	-	-	(7,044,855)	(7,044,855)
Total comprehensive loss for the year	**-**	**-**	**(7,044,855)**	**(7,044,855)**
Net issue of shares	6,795,937	-	-	6,795,937
Issue of shares for project acquisition	275,000	-	-	275,000
Issue of shares in lieu of cash to consultant	25,000	-	-	25,000
Issue of shares for loss on settlement of creditor	36,190	-	-	36,190
Issue of shares for exercise of options	16,667	-	-	16,667
Issue of shares on conversion of performance rights	449,000	(449,000)	-	-
Share based payments	-	886,870	-	886,870
Balance as at 30 June 2026	**29,898,923**	**2,591,230**	**(31,537,857)**	**952,296**

2025	Issued Capital $	Share-based Payments Reserve $	Accumulated Losses $	Total $
Opening Balance – 1 July 2024	**19,477,276**	**1,249,633**	**(20,438,736)**	**288,173**
Loss for the year	**-**	-	(4,054,266)	(4,054,266)
Total comprehensive loss for the year	**-**	**-**	**(4,054,266)**	**(4,054,266)**
Net issue of shares	1,717,686	-	-	1,717,686
Issue of shares for project acquisition	891,667	789,550	-	1,681,217
Issue of shares in lieu of cash to suppliers	214,500	-	-	214,500
Share based payments	-	114,177	-	114,177
Balance as at 30 June 2025	**22,301,129**	**2,153,360**	**(24,493,002)**	**(38,513)**

These consolidated financial statements should be read with the accompanying notes.

1. REPORTING ENTITY

Adavale Resources Limited ("the Company") is a for profit company incorporated and domiciled in Australia. The consolidated financial statements of the Company as at and for the year ended 30 June 2026 comprise the Company and its subsidiaries (together referred to as "the Group"). The Group is primarily involved in mining exploration in Australia and Tanzania.

2. BASIS OF PREPARATION

(a) Statement of Compliance

The financial report is a general-purpose financial report which has been prepared in accordance with Australian Accounting Standards including Accounting Standards interpretations, adopted by the Australian Accounting Standards Board (AASB) and the Corporations Act 2001. Compliance with Australian Accounting Standards ensures compliance with the International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB").

The financial statements were authorised for issue on 28 September 2026 by the Directors of the Company.

(b) Use of Estimates and Judgements

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses.

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

Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected. All significant areas of estimation uncertainty and critical judgements in applying accounting policies have been disclosed in the following notes to the financial statements.

Share based payments

Significant management estimates have been made by management in valuation of equity instruments issued during the financial year, in particular the issue of options and performance rights. Details of the valuation methodology used for each of these instruments is set out in Note 12 to the financial statements.

(c) Going Concern Basis of Accounting

The Group is at the exploration and evaluation phase of each of its mining entities. The Group has incurred a loss from continuing operations for the year of $7,044,855 and had a cash outflow from operating activities of $4,947,749, while over the same period raising an amount of $6,707,927 cash (net of cash costs) from placements of shares. At year end, the Group's cash reserves were $1,944,870. Current assets exceeded current liabilities by $931,366. The Group is committed to payments to maintain rights to perform its continuing exploration and evaluation activity for Gold in New South Wales, Uranium in South Australia and in the Kabanga Jirani Nickel Project and the Luhuma Nickel Project in Tanzania, which entails continued cash outflows from operating activities in the next financial year.

The Directors consider it is appropriate to prepare the financial statements on a going concern basis. The directors recognise that the dependency on future capital raisings represents a degree of uncertainty as to the Group's ability to continue as a going concern, however they are confident that the Group will be able to continue its operations into the foreseeable future. Should the Group not be successful in obtaining adequate funding, there is a material uncertainty that may cast significant doubt as to the ability of the Group to continue as a going concern and whether it will be able to realise its assets and extinguish its liabilities in the ordinary course of business.

3. STATEMENT OF MATERIAL ACCOUNTING POLICIES

Material accounting policies adopted in the preparation of this financial report are presented below. The financial report has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The accounting policies set out below have been applied consistently to all periods presented in these consolidated financial statements and have been applied consistently by all entities in the Group unless otherwise stated.

(a) Principles of Consolidation

The consolidated financial statements incorporate the assets and liabilities of all entities controlled by Adavale Resources Limited (the parent entity) as at 30 June 2026 and the results of all controlled entities for the year then ended. Adavale Resources Limited and its controlled entities together are referred to in this financial report as the Group or consolidated entity.

Controlled Entities

A controlled entity is any entity controlled by Adavale Resources Limited. Control exists where Adavale Resources Limited is exposed, or has rights, to variable returns from its involvement with the subsidiary and has the ability to offset those returns through its power over the subsidiary. All subsidiaries have a reporting date of 30 June.

Where controlled entities have entered or left the Group during the year, their financial statements have been included from the date control was obtained or until the date control ceased.

Transactions Eliminated on Consolidation

Unrealised gains and losses and inter-entity balances resulting from transactions with or between controlled entities are eliminated on consolidation.

(b) Revenue Recognition

Revenues are recognised at fair value of the consideration received net of the amount of goods and services tax (GST). Exchanges of goods or services of the same nature and value without any cash consideration are not recognised as revenues.

(c) Foreign Currency Transactions and Balances

Functional and Presentation Currency

The functional currency of each of the Group's entities is measured using the currency of the primary economic environment in which that entity operates. Adavale's wholly owned subsidiary Adavale Resources Tanzania Limited operates in Tanzania Shilling (TZS) and US Dollar (USD). The consolidated financial statements are presented in Australian dollars which is the parent entity's functional and presentation currency.

Transactions and Balances

Foreign currency transactions are translated into functional currency using the exchange rates prevailing at the date of the transaction.

Foreign currency monetary items are translated at the year-end exchange rate. Non-monetary items measured at historical cost continued to be carried at the exchange rate at the date of the transaction. Non-monetary items measured at their fair value are reported at the exchange rate at the date when fair values were determined.

Exchange differences arising on the translation of monetary items are recognised in the profit and loss, except where deferred in equity as a qualifying cash flow or net investment hedge.

Exchange differences arising on the translation of non-monetary items are recognised directly in equity to the extent that the gain or loss is directly recognised in equity, otherwise the exchange difference is recognised in the statement of profit or loss and other comprehensive income.

Foreign Operations

The financial results and position of foreign operations whose functional currency is different from the Group's presentation currency are translated as follows:

- Assets and liabilities are translated at year-end exchange rates prevailing at that reporting date;
- Income and expenses are translated at average exchange rates for the period; and
- Retained earnings are translated at the exchange rates prevailing at the date of the transaction.

Transactions are translated to Australian Dollars which is the Company's functional and presentation currency.

(d) Taxation

The income tax expense for the year comprises current income tax expense and deferred tax expense. Current income tax expense is based on the loss for the year adjusted for any non-assessable or disallowed items. It is calculated using tax rates that have been enacted or are substantively enacted by the reporting date.

Current income tax expense charged to profit or loss is the tax payable on taxable income. Current tax liabilities (assets) are measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur.

(e) Financial Instruments

Recognition

Financial instruments are initially measured at cost on trade date basis, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

Receivables
Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at cost using the effective interest rate method.

Financial Liabilities
Non-derivative financial instruments are recognised at amortised costs, comprising original debt less principal payments and amortisation.

Fair Value
Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the value of all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

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

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

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

(f) Receivables

The collectability of debts is assessed at reporting date and expected provision is made for any expected credit losses.

(g) Payables

Trade payables and other payables are carried at amortised cost and represent liabilities for goods and services provided to the Group prior to the end of the financial year that are unpaid and arise when the Group becomes obliged to make future payments in respect of the purchase of these goods and services. Trade and other payables are presented as current liabilities unless payment is not due within 12 months.

(h) Cash

For the purposes of the statement of cash flows, cash includes deposits at call with financial institutions and other highly liquid investments with short periods to maturity which are readily convertible to cash on hand and are subject to an insignificant risk of changes in value, net of outstanding bank overdrafts.

(i) Earnings per Share

Basic earnings/loss per share

Basic earnings/loss per share is determined by dividing net profit or loss after income tax attributable to members of the Company by the weighted average number of ordinary shares outstanding during the financial year.

Diluted earnings/loss per share

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

(j) Exploration and Evaluation Assets

The current accounting policy is to expense all exploration and evaluation expenditure as incurred.

(k) Segment Reporting

The Chief Operating Decision Maker, who is responsible for allocating resources and assessing performance of the operating segments. has been identified as the Board of Directors of Adavale Resources Limited.

An operating segment is a component of the Group that engages in business activities from which it may earn revenue and incur expenses, including revenues and expenses that relate to transaction with any of the Company's other components.

Unallocated items comprise mainly of head office assets, expenses and liabilities.

(l) Share Based Payments

The cost of equity-settled transactions is recognised, together with a corresponding increase in equity, over the period in which the performance and/or service conditions are fulfilled, ending on the date on which the relevant directors become fully entitled to the award (the vesting period).

If the terms of an equity-settled award are modified, as a minimum an expense is recognised as if the terms had not been modified. In addition, an expense is recognised for any modification that increases the total fair value of the share-based payment arrangement, or is otherwise beneficial to the employee, as measured at the date of modification.

If an equity-settled award is cancelled, it is treated as if it had vested on the date of cancellation, and any expense not yet recognised for the award is recognised immediately. However, if a new award is substituted for the cancelled award and designated as a replacement award on the date that it is granted, the cancelled and new award are treated as if they were a modification of the original award, as described in the previous paragraph.

The dilutive effect, if any, of outstanding options is reflected as additional share dilution in the computation of earnings/loss per share.

The fair value of equity settled share based payments is measured by fair value of the equity at the grant date. Fair value is measured by the use of either a Black Scholes or Hoadleys model.

The purpose of performance securities is to provide cost effective consideration to directors for their ongoing commitment and contribution to the Company in their respective roles as Directors.

(m) Property, plant and equipment

Plant and equipment is stated at cost less accumulated depreciation and any accumulated impairment losses. The assets' residual values, useful lives and amortisation methods are reviewed, and adjusted if appropriate, at each financial year end. Depreciation is calculated on a diminishing value basis over the estimated useful life of the assets as follows:

IT equipment – 3 years
Mining equipment – 4 years
Motor Vehicles – 4 years

(n) Issued Capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares are shown in equity as a deduction, net of tax, from the proceeds. Incremental costs directly attributed to the issue of new shares for the acquisition of a business are not included in the cost of acquisition as part of the purchase consideration.

(o) Parent Entity Financial Information

The financial information for the parent entity, Adavale Resources Limited, disclosed in Note 26 has been prepared on the same basis as the basis of the consolidated financial statements of the Group.

In the Company's financial statements, investments in controlled entities are carried at the lower of cost and recoverable amount. A list of controlled entities is contained in Note 17 of the financial report.

(p) New and Revised Standards and Interpretations

For the year ended 30 June 2026, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Group's operations and effective for annual reporting periods beginning on or after 1 July 2025.

It has been determined by the Directors that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on the Group and, therefore, no change is necessary to Group accounting policies.

The Directors have also reviewed all new Standards and Interpretations that have been issued but are not yet effective for the year ended 30 June 2026. As a result of this review the Directors have determined that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on the Group and, therefore, no change is necessary to Group accounting policies.

4. REVENUE

	Consolidated 2026 $	Consolidated 2025 $
Revenue from services provided[1]	-	43,796
Interest received	8,598	-
Other income – exclusivity fee[2]	50,000	-
	58,598	43,796

[1]Revenue was generated through an agreement to provide geological site work assistance, management and administration oversight services to a Company conducting a drilling campaign in Tanzania. Revenue was recognised over time of services provided.
[2]As announced to the ASX on 11 June 2026, the Company executed a binding terms sheet for the sale of 7 granted exploration licenses to Orpheus Uranium Limited under which a $50,000 exclusivity fee was received. Refer to Note 25 for details of the executed Sale Agreement entered into subsequent to balance date.

5. TAXATION

	2026 $	2025 $
a) Income tax expense		
Current Tax	-	-
Deferred Tax	-	-
	-	-
b) Numerical reconciliation of income tax expense to prima facie tax payable		
Loss before income tax expense	(7,044,855)	(4,054,266)
Prima facie tax benefit at Australian tax rate of 30% (2025: 30%)	(2,113,457)	(1,216,280)
Tax effect of amounts which are not deductible (taxable) in calculating taxable income:		
Tax effect on amounts which are not tax deductible	1,682,110	944,216
Tax effect on other deductible items and non-assessable income	(126,128)	(135,645)
Movement in temporary differences	2,742	9,289
Tax effect of deferred tax assets not brought to account	554,733	396,799
	-	**-**
Deferred tax assets (liabilities) not brought to account		
Unused tax losses	20,402,776	18,553,669
Future 'blackhole' deductions	1,193,954	1,119,567
Other timing differences	51,455	45,005
	21,648,185	19,718,241
Tax at 30% (2025: 30%)	6,494,456	5,915,472

The Directors have not recognised a deferred tax asset in respect of losses as they do not believe that the conditions of recognition set out in Note 3(e) have been met. The Directors estimate the carried forward revenue tax losses to be $20,402,776 (2025: $18,553,670) which are available to be offset against future taxable income.

Since 30 June 2017, the Company has not satisfied the continuity of ownership test. Therefore, in order to be able to obtain the benefit of tax losses carried forward, the Company will need to satisfy the Same Business Test (for losses incurred up to 30 June 2015 or the Similar Business Test (for losses from 1 July 2026).

6. EARNINGS/LOSS PER SHARE

Continuing Operations	Consolidated 2026 $	2025 $
Loss per share		
- Basic (cents)	(2.52)	(4.8)
- Diluted (cents)	(2.52)	(4.8)
Loss used in the calculation of basic and diluted EPS from continuing operations	(7,044,855)	(4,054,266)

Weighted average number of ordinary shares used in the calculation of basic and diluted EPS

	No.	No.
- in the calculation of basic EPS	279,062,278	85,083,034
- in the calculation of diluted EPS	279,062,278	85,083,034

As the Group reported a loss for the year ended 30 June 2026, options on issue were not included in the calculation of diluted loss per share. In accordance with AASB 133 Earnings per Share, the above loss per share amounts and the number of ordinary shares use in the calculation of basic and diluted EPS have been adjusted for both years as a result of the 20 to 1 consolidation of capital that occurred on 1 July 2025.

7. CASH AND CASH EQUIVALENTS

Cash at bank and on hand	1,944,870	200,795

8. OTHER CURRENT ASSETS

Prepayments	13,170	21,724
Tenement security deposits	43,200	-
Other	153,370	61,314
	209,740	**83,038**

9. PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment – carrying amount	**143,667**	**2,691**
Movement for the year		
Beginning of financial year at cost	105,122	106,091
Additions	160,453	-
Disposal	-	(969)
End of the financial year at cost	**265,575**	**105,122**
Accumulated Depreciation		
Movement for the year		
Beginning of financial year	102,431	81,604
Depreciation	19,477	20,827
End of the financial year	**121,908**	**102,431**
Carrying amount at the end of the financial year	**143,667**	**2,691**

10. TRADE AND OTHER CREDITORS

Trade creditors	927,693	273,380
Other creditors and accruals	268,027	51,657
	1,195,720	**325,037**

The above amounts include $300,030 owing to or accrued for Key Management Personnel as set out in the remuneration report.

11. ISSUED CAPITAL

(a) Share capital

	Consolidated	
	2026	**2025**
	$	**$**
365,661,144 ordinary fully paid shares (June 2025: 2,287,279,222)	**29,898,923**	**22,301,129**

	30 June 2026	
	Number of shares	**$**
Movements in share capital during the financial year		
Balance at beginning of the financial year	**2,287,279,222**	**22,301,129**
Issued during the year:		
Share consolidation (20:1)	(2,172,915,693)	-
Placement at 2.1 cents per share	154,321,425	3,240,750
Placement at 5 cents per share	80,500,000	4,025,000
Acquisition of tenements EL5675 and EL9178[1]	5,500,000	275,000
Exercise of options	476,190	16,667
Vesting of performance rights	10,000,000	449,000
Loss on settlement of creditor via issue of shares	-	36,191
Issue of shares in lieu of services provided[2]	500,000	25,000
Share issue cost	-	(362,493)
Share issue cost – share based payment	-	(107,321)
Balance at end of the financial year	**365,661,144**	**29,898,923**

[1] The value has been determined using the share price at the date of the acquisition agreement.
[2] The value has been determined based on the price agreed with the supplier.

	30 June 2025	
	Number of shares	**$**
Movements in share capital for the financial year		
Balance at beginning of the financial year	1,040,265,367	19,477,276
Issued during the year:		
Acquisition of EL6553[1]	25,000,000	125,000
Placement at 0.3 cents per share	169,666,666	509,000
Placement at 0.25 cents per share	305,900,000	764,750
Acquisition of Parkes Gold Project[1]	383,333,333	766,667
Placement at 0.21 cents per share	288,813,856	722,035
Issue of shares in lieu of services provided[2]	74,300,000	214,500
Share issue cost	-	(145,349)
Share issue cost – share based payment	-	(132,750)
Balance at end of the financial year	2,287,279,222	22,301,129

[1] The value has been determined using the share price at the date of grant.
[2] The value has been determined based on the price agreed with the supplier.

Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share when a poll is called or else one vote each on a show of hands. In the event of a winding up of the Company, ordinary shareholders rank after all creditors and are fully entitled to any proceeds of liquidation.

There are no externally imposed capital requirements for the Company.

12. RESERVES

	Consolidated 2026 $	2025 $
Share based payments reserve	**2,591,230**	**2,153,360**
Movement for the year		
Beginning of financial year	**2,153,360**	**1,249,633**
Share based payments (options – cost of share issue)	-	132,750
Share based payments (options - consultancy)	-	56,800
Share based payments (performance rights)	779,549	114,177
Vesting of performance rights	(449,000)	-
Issue of options to acquire Parkes Gold Project	-	600,000
Issue of options to lead manager	107,321	-
End of the financial year	**2,591,230**	**2,153,360**

Ordinary Performance Rights on issue for the financial year

During the financial year, 25,000,000 Performance Rights were granted to Directors and executives of the Company:

Participants	Class A	Class B	Class C	TOTAL
Allan Ritchie	3,000,000	2,250,000	2,250,000	7,500,000
Nic Matich	2,000,000	1,500,000	1,500,000	5,000,000
David Ward	3,000,000	2,250,000	2,250,000	7,500,000
Leonard Math	2,000,000	1,500,000	1,500,000	5,000,000

Class A Performance Rights would vest upon the Company achieving a 5-day VWAP of at least $0.05 over 5 consecutive days on or before 4 December 2027.

Class B Performance Rights would vest upon the Company achieving a 5-day VWAP of at least $0.075 over 5 consecutive days on or before 4 December 2028.

Class C Performance Rights would vest upon the Company achieving a 5-day VWAP of at least $0.10 over 5 consecutive days on or before 4 December 2029.

During the financial year, Class A Performance Rights (10,000,000) have vested and were exercised to fully paid ordinary shares.

These rights have been valued using a Binomial model with the valuation assumptions below:

Share based payments for the Performance Rights granted to Messrs Allan Ritchie, David Ward, Nic Matich and Leonard Math.

	Class A	Class B	Class C
Number Issued	10,000,000	7,500,000	7,500,000
Expiry Date	4 December 27	4 December 28	4 December 29
Grant Date	28 November 25	28 November 25	28 November 25
Share price at grant date	$0.046	$0.046	$0.046
Volatility	120%	120%	120%
Risk Free Rate (%)	3.702%	3.783%	3.903%
Underlying Fair Value on Grant Date	$0.04496	$0.04386	$0.04338
Total Fair Value ($) – Life of rights	$449,000	$328,950	$325,350
Total Fair Value ($) – expensed to 30 June 2026	$449,000	$63,880	$47,461
Method of valuation	Binomial	Binomial	Binomial

Share based payments for the Performance Rights granted to Mr David Ward in the previous year (pre-consolidation).

	Class A	Class B	Class C
Number Issued	10,000,000	10,000,000	10,000,000
Expiry Date	23 January 2028	23 January 2028	23 January 2028
Grant Date	27 June 2025	27 June 2025	27 June 2025
Share price at grant date	$0.001	$0.001	$0.001
Volatility	100%	100%	100%
Risk Free Rate (%)	3.24%	3.24%	3.24%
Underlying Fair Value on Grant Date	$0.0005	$0.003	$0.0002
Total Fair Value ($) – Life of rights	$5,120	$3,170	$2,234
Total Fair Value ($) – expensed to 30 June 2025	$16	$10	$7
Method of valuation	Hoadley	Hoadley	Hoadley

On 11 July 2025, Mr David Ward was issued 1,500,000 Performance Rights with the following vesting conditions in equal tranches.

Class A Performance Rights would vest upon the Company achieving a 20-day VWAP of at least $0.005 on or before 23 January 2028.

Class B Performance Rights would vest upon the Company achieving a 20-day VWAP of at least $0.01 on or before 23 January 2028.

Class C Performance Rights would vest upon the Company achieving a 20-day VWAP of at least $0.015 on or before 23 January 2028.

These Performance Rights were cancelled subsequently on 4 December 2025 together with 6,750,000 Performance Rights previously issued to Messrs Allan Ritchie, Nic Matich and Leonard Math. These were cancelled by agreement with the relevant parties following the issue of new Performance Rights on 28 November 2025.

These rights contained market-based conditions. The cancellation is accounted for as an acceleration of vesting. Accordingly, the remaining expense that would otherwise have been recognised over the remainder of the vesting period of $209,980 was recognised immediately.

	2026 $
Expense arising from cancelled performance rights	209,980
Expense arising from performance rights issued during the current and prior periods	569,569
	779,549
Amount attributable to KMP	**778,672**

Options issued during the financial year

During the year, the Company issued 77,160,702 and 35,000,000 options exercisable at $0.035 and $0.005 each expiring 30 June 2028 and 31 December 2027 as free attaching options to the placement conducted in July 2025 and June 2026.

The Company also issued 5,000,000 options exercisable at $0.035 each expiring 30 June 2028 to GBA Capital as Lead Manager Options for the placement. These options were valued at $107,321 utilising a Black & Scholes option pricing model with the following inputs:

Grant date:	5 September 2025
Expiry date:	30 June 2028
Share price at grant date:	2.9 cents
Exercise price:	3.5 cents
Risk-free rate:	3.60%
Volatility:	100%

Options Movement

2026	Balance at the beginning of the financial year	Issued during the financial year	Exercised during the financial year	Lapsed during the financial year	Balance at the end of the financial year
(i) Option exercisable at \$0.60 expiring 3 August 2025	250,000	-	-	(250,000)	-
(ii) Option exercisable at \$0.60 expiring 31 December 2025	27,135,930	-	-	(27,135,930)	-
(iii) Option exercisable at \$0.10 expiring 31 December 2027	45,634,017	35,000,000	-	-	80,634,017
(iv) Option exercisable at \$0.12 expiring 15 October 2029	15,000,000	-	-	-	15,000,000
(v) Option exercisable at \$0.24 expiring 15 October 2029	15,000,000	-	-	-	15,000,000
(vi) Options exercisable at \$0.035 expiring 30 June 2028	-	82,160,702	(476,190)	-	81,684,512
	103,019,947	**117,160,702**	**(476,190)**	**(27,385,930)**	**192,318,529**

2025 (Pre-consolidation)	Balance at the beginning of the financial year	Issued during the financial year	Exercised during the financial year	Lapsed during the financial year	Balance at the end of the financial year
(i) Option exercisable at \$0.15 expiring 13 January 2025	9,000,000	-	-	(9,000,000)	-
(ii) Option exercisable at \$0.03 expiring 3 August 2025	5,000,000	-	-	-	5,000,000
(iii) Option exercisable at \$0.03 expiring 31 December 2025	542,720,571	-	-	-	542,720,571
(iv) Option exercisable at \$0.005 expiring 31 December 2027	-	912,680,522	-	-	912,680,522
(v) Option exercisable at \$0.006 expiring 15 October 2029	-	300,000,000	-	-	300,000,000
(vi) Option exercisable at \$0.012 expiring 15 October 2029	-	300,000,000	-	-	300,000,000
	556,720,571	**1,512,680,522**	**-**	**(9,000,000)**	**2,060,401,093**

Share Based Payments Reserve

Share based payments reserve represents the value of options and performance rights issued to KMP and other parties.

13. DIVIDENDS

The Directors do not recommend a dividend for the year ended 30 June 2026. No dividend was paid for the year ended 30 June 2025.

14. FINANCIAL INSTRUMENTS

Financial Risk Management

The Company's activities expose it to a variety of financial risks; market risk (including fair value interest rate risk and price risk), credit risk, liquidity risk and cash flow interest rate risk. The Company's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Company.

Risk management is carried out by the Board of Directors under policies approved by the Board. The Board identifies and evaluates financial risks and provides principles for overall risk management.

(a) Interest Rate Risk

The Group is not exposed to interest rate fluctuations as presently there are no interest bearing loans.

Interest Rate Risk Exposures
The consolidated entity's exposure to interest rate risk and the effective weighted average interest rate for classes of financial assets and financial liabilities is set out below:

	Weighted Average Fixed Interest Rate	**Floating Interest Rate**	**Fixed interest maturing in:**			**Non-Interest Bearing**	**Total**
			1 year or less	1 to 5 years	more than 5 years		
		$	**$**	**$**	**$**	**$**	**$**
2026							
Financial Assets							
Cash and cash equivalents	0%	1,944,870	-	-	-	-	1,944,870
Receivables		-	-	-	-	209,190	209,190
		1,944,870	**-**	**-**	**-**	**209,190**	**2,154,060**
Financial Liabilities							
Trade and other payables		-	-	-	-	1,195,720	1,195,720
Borrowings	9%	-	26,974	123,287	-	-	150,261
		-	**26,974**	**123,287**	**-**	**1,195,720**	**1,345,981**
2025							
Financial Assets							
Cash and cash equivalents	0%	200,795	-	-	-	-	200,795
Receivables		-	-	-	-	83,038	83,038
		200,795	**-**	**-**	**-**	**83,038**	**283,833**
Financial Liabilities							
Trade and other payables		-	-	-	-	325,037	325,037
Borrowings	0%	-	-	-	-	-	-
		-	**-**	**-**	**-**	**325,037**	**325,037**

Interest Rate Sensitivity Analysis
As there are no present floating interest rate, interest-bearing loans, and previous loan interest rates were fixed there is no sensitivity to changes in interest rate.

(b) Fair Values of Financial Assets and Liabilities

Valuation Approach

Fair values of financial assets and liabilities are determined by the Group on the following basis:

Monetary financial assets and financial liabilities not readily traded in an organised financial market are determined by valuing them at the present value of contractual future cash flows on amounts due from customers (reduced for expected credit losses) or due to suppliers. Cash flows are discounted using standard valuation techniques at the applicable market yield having regard to the timing of the cash flows. The carrying amounts of bank term deposits, trade debtors, other debtors, accounts payable, bank loans and lease liabilities approximate net fair value.

The balances of financial assets and liabilities approximate their fair value.

(c) Unrecognised Financial Instruments

The Company and controlled entities do not have any unrecognised financial instruments.

(d) Foreign Currency Risk

Foreign exchange risk arises from future commitments and recognised assets and liabilities that are denominated in a currency that is not the functional currency of the Group. The Australian dollar is the reporting currency for the Group and the functional currency for the parent company; however during the financial year, the Group currently held foreign currency in US dollars and Tanzanian schillings. The Group also makes certain payments in US$ and Tanzanian schillings in Tanzania. Based on the above the impact of any change in foreign exchange rates is not material.

The Group's exposure to foreign currency risk at balance date was as follows, based on notional amounts:

	30 June 2026		30 June 2025	
	Assets $	Liabilities $	Assets $	Liabilities $
United States dollar	412	-	969	-
Tanzanian schillings	2,921	-	38	-

(e) Credit Risk Exposure

Credit risk represents the loss that would be recognised if counterparties failed to perform as contracted. The Company measures credit risk on a fair value basis. The credit risk on financial assets, excluding investments, of the consolidated entity, which have been recognised on the statement of financial position, is the carrying amount, net of any provision for doubtful debts.

The Company has no significant credit risk exposure to any single counterparty or any group of counterparties having similar characteristics.

(f) Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities, the availability of funding through credit facilities or other fund-raising initiatives, to meet commitments as and when they fall due.

Management monitors rolling forecasts of the Group's liquidity on the basis of expected cash flow. The Group's cash reserves of $1,944,870 at 30 June 2026 (2025: $200,795) and subsequent successful capital raisings post 30 June 2026 will meet liquidity requirements.

As at 30 June 2026 the Group's non-derivative financial liabilities have contractual maturities as summarised below:

	Current		Non-current	
	Within 6 months	**6 to 12 months**	**1 to 5 years**	**Later than 5 years**
30 June 2026				
Trade and other payables	1,195,720	-	-	-
Borrowings	26,974	-	123,287	
TOTAL	**1,222,694**	**-**	**123,287**	**-**

This compares to the maturity of the Group's non-derivative financial liabilities in the previous reporting period as follows:

	Current		Non-current	
	Within 6 months	**6 to 12 months**	**1 to 5 years**	**Later than 5 years**
30 June 2025				
Trade and other payables	325,037	-	-	-
TOTAL	**325,037**	**-**	**-**	**-**

(g) Capital Risk Management

The Company's objective when managing capital is to safeguard its ability to continue as a going concern, so that it can provide returns for shareholders and benefits to other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets.

The Company monitors capital on the basis of the gearing ratio. The ratio is calculated as net debt divided by total capital. Net debt is calculated as total borrowing less cash and cash equivalents. Total capital is calculated as equity shown in the statement of financial position plus net debt. As the Company is in a transitionary stage the gearing ratio has been monitored as a secondary matter to total borrowings and maturity.

15. COMMITMENTS

	Consolidated	
	2026	**2025**
	$	**$**
Exploration lease commitments		
Minimum expenditure commitments on exploration licences		
Committed but not provided for and payable:		
Within one year	388,131	1,051,346
One year or later and no later than for five years	3,896,342	1,310,000
	4,284,473	**2,361,346**

Minimum expenditure commitments include annual rates and exploration commitments to date of expiry of current licence term. This includes all licences in New South Wales, South Australia and Kabanga and Luhuma Nickel Projects in Tanzania.

16. SEGMENT INFORMATION

The Company has identified its operating segments based on internal reports that are reviewed by the Board and management. The Company operated in one operating segment during the year, being mineral exploration and in two geographical areas, being Australia and Africa. Expenditure, assets and liabilities not directly related to either is referred to as "Corporate".

The segment reporting is detailed below:

	Mineral Exploration $ Australia	Mineral Exploration $ Africa	Corporate $	Total $
Year ended 30 June 2026				
Income				
Interest received	-	-	8,598	8,598
Other income (exclusivity fee)	-	-	50,000	50,000
Total Segment Income	**-**	**-**	**58,598**	**58,598**
Segment Result				
(Loss) before income tax	(4,180,829)	(592,181)	(2,271,845)	(7,044,855)
Net (Loss)	**(4,180,829)**	**(592,181)**	**(2,271,845)**	**(7,044,855)**
Total Segment Assets	**-**	**3,738**	**2,294,539**	**2,298,277**
Total Segment Liabilities	**(759,497)**	**-**	**(586,484)**	**(1,345,981)**
Year ended 30 June 2025				
Income				
Revenue from services provided	-	43,796	-	43,796
Total Segment Income	**-**	**43,796**	**-**	**43,796**
Segment Result				
(Loss) before income tax	(2,614,733)	(363,887)	(1,075,646)	(4,054,266)
Net (Loss)	**(2,614,733)**	**(363,887)**	**(1,075,646)**	**(4,054,266)**
Total Segment Assets	**28,644**	**2,735**	**255,145**	**286,524**
Total Segment Liabilities	**(156,642)**	**-**	**(168,395)**	**(325,037)**

17. CONTROLLED ENTITIES

Particulars in relation to controlled entities

	Ordinary Shares Interest 2026 %	Ordinary Shares Interest 2025 %
Company:		
Adavale Resources Limited		
Controlled Entities:		
Adavale Gold Pty Ltd	100	100
Adavale Minerals Pty Ltd	100	100
Adavale Resources Tanzania Limited	100	100
Adavale Africa Pty Ltd	100	100
Adavale Burundi Pty Ltd	100	100
Adavale Resources Burundi SU	100	100

Adavale Gold Pty Ltd, Adavale Minerals Pty Ltd and Adavale Africa Pty Ltd are incorporated in Australia and are wholly owned subsidiaries of Adavale Resources Limited. Adavale Resources Tanzania Limited is incorporated in

Tanzania and is a wholly owned subsidiary of Adavale Africa Pty Ltd. Adavale Resources Burundi SU is incorporated in Burundi and is a wholly owned subsidiary of Adavale Burundi Pty Ltd.

18. CONTINGENT LIABILITIES

There are no known contingent liabilities as at 30 June 2026.

19. NOTES TO THE STATEMENT OF CASH FLOWS

	Consolidated	
	2026	**2025**
	$	**$**
Cash at bank (Note 7)	1,944,870	200,795
Reconciliation of the operating loss after tax to the net cash flow from operations		
(Loss) after income tax	(7,044,855)	(4,054,266)
Add (less) non-cash items:		
Depreciation	19,477	20,827
Other non-cash items	188,190	969
Interest and finance costs considered as financing activities	-	13,127
Shares issued in lieu of exploration & corporate expenditure	360,000	1,211,917
Options issued in lieu of exploration & corporate expenditure	-	656,800
Foreign exchange	-	1,423
Share based payments (incentive rights)	779,549	114,177
	(5,697,639)	**(2,035,026)**
Changes in assets and liabilities:		
(Increase) in receivables	(126,152)	(27,128)
Increase in trade creditors and accruals	876,042	252,519
Net cash (used in) operating activities	**(4,947,749)**	**(1,809,635)**

Non-cash financing and investing activities:
Shares were issued during the year to acquire tenements EL9178 and EL5675 (see Note 11(a)) and in lieu of services provided.

20. KEY MANAGEMENT PERSONNEL REMUNERATION

The table below sets out Key Management Personnel remuneration during the year.

	Consolidated	
	2026	**2025**
	$	**$**
Short-term employee benefits	605,609	396,590
Share based payments	778,672	111,268
	1,384,281	**507,858**

Details of payments to directors and key management personnel is set out in the Remuneration Report section of the Directors' Report. The detail related to share based payments is set out in Note 22 below. Apart from the details disclosed in this note and elsewhere in the financial report, no director or other related party has entered into a material contract with the Company or the consolidated entity since the end of the previous financial year and there were no material contracts involving directors' interests existing at year-end.

22. RELATED PARTY TRANSACTION – PERFORMANCE RIGHTS

During the financial year, 25,000,000 Performance Rights were granted to Directors and executives of the Company:

Participants	Class A	Class B	Class C	TOTAL
Allan Ritchie	3,000,000	2,250,000	2,250,000	7,500,000
Nic Matich	2,000,000	1,500,000	1,500,000	5,000,000
David Ward	3,000,000	2,250,000	2,250,000	7,500,000
Leonard Math	2,000,000	1,500,000	1,500,000	5,000,000

Class A Performance Rights would vest upon the Company achieving a 5-day VWAP of at least $0.05 over 5 consecutive days on or before 4 December 2027.

Class B Performance Rights would vest upon the Company achieving a 5-day VWAP of at least $0.075 over 5 consecutive days on or before 4 December 2028.

Class C Performance Rights would vest upon the Company achieving a 5-day VWAP of at least $0.10 over 5 consecutive days on or before 4 December 2029.

During the financial year, Class A Performance Rights (10,000,000) have vested and were exercised to fully paid ordinary shares.

These rights have been valued using a Binomial model with the valuation assumptions below:

Share based payments for the Performance Rights granted to Messrs Allan Ritchie, David Ward, Nic Matich and Leonard Math (pre-consolidation).

	Class A	Class B	Class C
Number Issued	10,000,000	7,500,000	7,500,000
Expiry Date	4 December 27	4 December 28	4 December 29
Grant Date	28 November 25	28 November 25	28 November 25
Share price at grant date	$0.046	$0.046	$0.046
Volatility	120%	120%	120%
Risk Free Rate (%)	3.702%	3.783%	3.903%
Underlying Fair Value on Grant Date	$0.04496	$0.04386	$0.04338
Total Fair Value ($) – Life of rights	$449,000	$328,950	$325,350
Total Fair Value ($) – expensed to 30 June 2026	$449,000	$63,880	$47,461
Method of valuation	Binomial	Binomial	Binomial

Share based payments for the Performance Rights granted to Mr David Ward in the previous year (pre-consolidation).

	Class A	Class B	Class C
Number Issued	10,000,000	10,000,000	10,000,000
Expiry Date	23 January 2028	23 January 2028	23 January 2028
Grant Date	27 June 2025	27 June 2025	27 June 2025
Share price at grant date	$0.001	$0.001	$0.001
Volatility	100%	100%	100%
Risk Free Rate (%)	3.24%	3.24%	3.24%
Underlying Fair Value on Grant Date	$0.0005	$0.003	$0.0002
Total Fair Value ($) – Life of rights	$5,120	$3,170	$2,234
Total Fair Value ($) – expensed to 30 June 2025	$16	$10	$7
Method of valuation	Hoadley	Hoadley	Hoadley

On 11 July 2025, Mr David Ward was issued 1,500,000 Performance Rights with the following vesting conditions in equal tranches.

Class A Performance Rights would vest upon the Company achieving a 20-day VWAP of at least $0.005 on or before 23 January 2028.

Class B Performance Rights would vest upon the Company achieving a 20-day VWAP of at least $0.01 on or before 23 January 2028.

Class C Performance Rights would vest upon the Company achieving a 20-day VWAP of at least $0.015 on or before 23 January 2028.

These Performance Rights were cancelled subsequently on 4 December 2025 together with 6,750,000 Performance Rights previously issued to Messrs Allan Ritchie, Nic Matich and Leonard Math. These were cancelled by agreement with the relevant parties following the issue of new Performance Rights on 28 November 2025.

23. AUDITOR'S REMUNERATION

	Consolidated	
	2026	**2025**
	$	**$**
Audit and review of financial statements		
Auditors of Adavale Resources Limited – HLB Mann Judd	60,032	57,415
Remuneration for audit and review of financial statements	**60,032**	**57,415**
Other services	**-**	**-**
Total other service remuneration	**-**	**-**
Total auditor's remuneration	**60,032**	**57,415**

24. BORROWINGS

Borrowings - Current	**26,974**	**-**
Borrowings – Non-Current	**123,287**	**-**
Movement for the year		
Beginning of financial year	-	-
Proceeds from borrowings	160,453	110,000
Repayment of borrowings	(10,192)	(110,000)
End of the financial year	**150,261**	**-**

25. EVENTS SUBSEQUENT TO REPORTING DATE

Subsequent to year end, the Company has executed the Sale Agreement with Orpheus Uranium Limited (ASX:ORP) for the sale of its Marree Embayment Uranium Portfolio. Execution of the Sale Agreement follows the binding agreement entered into between Adavale and Orpheus for the sale of 7 granted exploration licences (EL5892, EL5893, EL6553, EL6597, EL6598, EL6821 and EL6890) as announced to the ASX on 11 June 2026. Adavale will receive a total consideration of $650,000 cash and 5,000,000 ORP shares. As at the date of this report, the Company has received $350,000 in cash (including the $50,000 exclusivity fee received prior to balance date – see Note 4), with the balance including the shares to be received upon completion.

On 2 July 2026, the Company issued 3,360,000 shares at $0.05 as part of Director and management placement participation following receipt of shareholder approval the General Meeting on 10 June 2026. The Company also issued 11,930,000 listed options exercisable at $0.10 expiring 31 December 2027 as part of the free attaching options to the placement.

In August 2026, the Company completed the acquisition of the Calarie deposit from Orange Minerals (NSW) Pty Ltd and Godolphin Tenements Pty Ltd, including the acquisition of Parker Hill Pty Ltd. As part of the acquisition consideration, the Company issued the following securities:

- 22,500,000 fully paid ordinary shares
- 22,500,000 Options exercisable at $0.10 expiring 31 December 2029
- 22,500,000 Options exercisable at $0.20 expiring 31 December 2029

On 3 August 2026, the Company issued 2,500,000 fully paid ordinary shares in satisfaction for the release of outstanding post completion obligations. The Company also issued 1,500,000 listed options exercisable at $0.10 expiring 31 December 2027 in satisfaction of services provided.

On 3 August 2026, the Company issued 27,000,000 Performance Rights to Directors and key management personnel following the receipt of shareholder approval at the General Meeting held on 17 July 2026.

On 18 September 2026, the Company issued 1,778,813 shares at a deemed price of $0.04 in satisfaction of outstanding fees in lieu of cash payment.

Except for the above, there have been no matters or circumstances which 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.

26. PARENT ENTITY FINANCIAL INFORMATION

(a) Summary financial information

	2026 $	2025 $
Statement of financial position		
Current Assets	2,105,242	251,687
Non-Current Assets	140,234	1,432
Total Assets	2,245,476	253,119
Current Liabilities	1,222,694	325,037
Non-Current Liabilities	123,287	-
Total Liabilities	1,345,981	325,037
Net Assets/(Liabilities)	**899,495**	**(71,918)**
Issued Capital	29,898,924	22,301,129
Share based payment reserve	2,591,230	2,153,359
Accumulated losses	(31,590,659)	(24,526,406)
Total Equity	**899,495**	**(71,918)**
Statement of profit or loss and other Comprehensive Income		
Total (loss)	(7,064,253)	(4,046,382)
Total comprehensive (loss)	**(7,064,253)**	**(4,046,382)**

(b) Commitments

The parent entity did not have any contractual commitments or contingencies as at 30 June 2026.

CONSOLIDATED ENTITY DISCLOSURE STATEMENT

As at 30 June 2026

Name of Entity	Type of Entity	Trustee, partner of JV Participant	% Share Capital	Country of incorporation	Australian or foreign resident	Foreign jurisdiction of foreign residents
Adavale Resources Limited (Parent)	Body corporate	-	N/A	Australia	Australian	N/A
Adavale Gold Pty Ltd	Body corporate	-	100%	Australia	Australian	N/A
Adavale Minerals Pty Ltd	Body corporate	-	100%	Australia	Australian	N/A
Adavale Africa Pty Ltd	Body corporate	-	100%	Australia	Australian	N/A
Adavale Burundi Pty Ltd	Body corporate	-	100%	Australia	Australian	N/A
Adavale Resources Tanzania Limited	Body corporate	-	100%	Tanzania	Australian	Australia
Adavale Resources Burundi SU	Body corporate	-	100%	Burundi	Australian	Australia

Basis of preparation

The Consolidated Entity Disclosure Statement (CEDS) has been prepared in accordance with the *Corporations Act 2001* and includes required information for each entity that was part of the consolidated entity as at the end of the financial year.

Consolidated entity

This CEDS includes onto those entities consolidated as at the end of the financial year in accordance with AASB 10 *Consolidated Financial Statements*.

Determination of Tax Residency

Section 295.3A of the *Corporations Act 2001* defines tax residency as having the meaning in the *Income Tax Assessment Act 1997*. The determination of tax residency involved judgement as there are currently several different interpretations that could be adopted, and which could give rise to a different conclusion on residency.

In determining tax residency, the consolidated entity has applied the following interpretations:

Australian tax residency

The consolidated entity has applied current legislation and judicial precedent, including having regard to the Tax Commissioner's public guidance.

Foreign tax residency

Where necessary, the consolidated entity has used independent tax advisors in foreign jurisdictions to assist in its determination of tax residency to ensure applicable foreign tax legislation has been complied with.

DIRECTORS' DECLARATION
FOR THE YEAR ENDED 30 JUNE 2026

The Directors of the Company declare that:

1. The financial statements and notes, as set out on pages 30 to 52 are in accordance with the Corporations Act 2001 including:

    (a) complying with Australian Accounting Standards, the Corporations Regulations 2001, professional reporting requirements and other mandatory requirements, and

    (b) giving a true and fair view of the Group's financial position as at 30 June 2026 and of its performance for the year ended on that date.

2. In the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

3. Note 2 confirms that the consolidated financial statements also comply with International Financial Reporting Standards.

4. The information disclosed in the attached Consolidated Entity Disclosure Statement is true and correct.

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

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

On behalf of the Directors

Allan Ritchie

Allan Ritchie
Executive Chairman and CEO
Date: 28 September 2026

INDEPENDENT AUDITOR'S REPORT

To the Members of Adavale Resources Limited

Report on the Audit of the Financial Report

Opinion

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

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

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

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

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material Uncertainty Related to Going Concern

We draw attention to Note 2(c) in the financial report, which indicates that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Key Audit Matters

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

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Other than the matter described in the Material Uncertainty Related to Going Concern section, we have no other key audit matters to be communicated in our report.

Other Information

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

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

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

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

Responsibilities of the Directors for the Financial Report

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

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

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

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

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

(b) the consolidated entity disclosure statement that is true and correct and is free from material misstatement, whether due to fraud or error.

In preparing the 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 have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

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

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

REPORT ON THE REMUNERATION REPORT

Opinion on the Remuneration Report

We have audited the Remuneration Report included within the Directors' Report for the year ended 30 June 2026.

In our opinion, the Remuneration Report of Adavale 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.

HLB Mann Judd

HLB Mann Judd
Chartered Accountants

Perth, Western Australia
28 September 2026

L Di Giallonardo
Partner

ADDITIONAL SHAREHOLDER INFORMATION
FOR THE YEAR ENDED 30 JUNE 2026

Additional information included in accordance with the Listing Rule 4.10 and are not shown elsewhere in this Annual Report are as follows:

1. SHAREHOLDER INFORMATION

(a) Distribution of holders at 22 September 2026

	Number of holders	Fully paid ordinary shares	Percentage
Distribution is:			
1 – 1,000	907	202,009	0.05%
1,001 – 5,000	440	1,242,111	0.31%
5,001 – 10,000	232	1,839,596	0.46%
10,001 – 100,000	773	29,606,963	7.48%
100,001 and Over	364	362,909,278	91.69%
	2,716	**395,799,957**	**100.00%**

(b) Less than marketable parcels of ordinary shares

There are 1,617 shareholders with unmarketable parcels totalling 3,695,293 shares.

(c) Voting rights

In accordance with the Constitution each member present at the meeting whether in person, or by proxy, or by power of attorney, or in a duly authorised representative in the case of a corporate member, shall have one vote on a show of hands, and one vote for each fully paid ordinary share, on a poll. Performance rights and Options have no voting rights.

(d) Substantial shareholders (as at 22 September 2026)

Shareholder	Number of shares	%
GLENEDEN NOMINEES PTY LTD	74,236,992	18.76%

(e) Distribution of Listed Option holders (ADDOD) exercisable at $0.035 expiring 30 June 2028 at 22 September 2026

	Number of holders	ADDOD	Percentage
Distribution is:			
1 – 1,000	1	1	0.00%
1,001 – 5,000	1	3,333	0.00%
5,001 – 10,000	-	-	0.00%
10,001 – 100,000	13	628,298	0.77%
100,001 and Over	64	81,052,880	99.23%
	79	**81,684,512**	**100.00%**

(f) Distribution of Listed Option holders (ADDO) exercisable at $0.10 expiring 31 December 2027 at 22 September 2026

	Number of holders	ADDO	Percentage
Distribution is:			
1 – 1,000	-	-	-
1,001 – 5,000	3	9,900	0.01%
5,001 – 10,000	-	-	-
10,001 – 100,000	79	4,734,436	5.03%
100,001 and Over	92	89,319,681	94.96%
	174	**94,064,017**	**100.00%**

(g) Shareholders

The twenty largest shareholders hold 52.15% of the total issued ordinary shares in the Company as at 22 September 2026 are as follows:

RANK	NAME	NUMBER OF SHARES	% OF SHARES ISSUED
1	GLENEDEN NOMINEES PTY LTD	74,236,992	18.76
2	AGRICULTURAL EQUITY INVESTMENTS PTY LTD	19,166,666	4.84
3	NOBLE INVESTMENTS SUPERANNUATION FUND PTY LTD <NOBLE INVESTMENTS S/F A/C>	12,000,000	3.03
4	SYK CONSOLIDATED PTY LTD	10,000,000	2.53
5	ALLAN RITCHIE & ASSOCIATED ENTITIES	11,545,297	2.92
6	ORANGE MINERALS (NSW) PTY LTD	7,905,000	2.00
7	GODOLPHIN TENEMENTS PTY LTD	7,905,000	2.00
8	WILMOS PTY LTD <JACKSON FAMILY A/C>	7,500,000	1.89
9	DAVID WARD & ASSOCIATED ENTITIES	6,430,000	1.62
10	ALKANE RESOURCES LIMITED	5,500,000	1.39
11	TORNADO NOMINEES PTY LTD <ANGUS MIDDLETON S/F A/C>	5,394,048	1.36
12	MURTAGH BROS VINEYARDS PTY LTD	5,300,000	1.34
13	DONNELLAN/WATSON FAMILY SMSF PTY LTD <DONNELLAN/WATSON FAM SF A/C>	5,000,000	1.26
14	MAURICE MATICH & ASSOCIATES	4,995,236	1.26
15	WESTLIME PTY LIMITED	4,857,143	1.23
16	MURTAGH BROS VINEYARDS P/L	4,761,905	1.20
17	PATRON PARTNERS PTY LTD <AP & RL MURTAGH FAMILY A/C>	3,600,000	0.91
18	MR GLENN ANTHONY SIMPSON & MRS KERRY LOUISE SIMPSON <SIMPSON FAMILY S/F A/C>	3,500,000	0.88
19	ATS EQUIPMENT & SERVICES PTY LTD	3,418,976	0.86
20	CITICORP NOMINEES PTY LIMITED	3,374,009	0.85
Top 20 holders of ORDINARY FULLY PAID SHARES		**206,390,272**	**52.15**
Total Remaining Holders Balance		**189,409,685**	**47.85**

(h) Restricted Securities

There are no shares subject of any mandatory restrictions.

(i) On-Market Buy-Backs

There is no current on-market buy back in relation to the Company’s securities.

(j) Listed Option holders (ADDOD) exercisable at $0.035 expiring 30 June 2028

The twenty largest listed option holders (ADDOD) in the Company as at 22 September 2026 are as follows:

RANK	NAME	NUMBER OF ADDOD	% OF ADDOD ISSUED
1	GLENEDEN NOMINEES PTY LTD	33,913,430	41.52%
2	SYK CONSOLIDATED PTY LTD	5,000,000	6.12%
3	WILMOS PTY LTD <JACKSON FAMILY A/C>	4,000,000	4.90%
4	TORNADO NOMINEES PTY LTD <ANGUS MIDDLETON S/F A/C>	2,504,762	3.07%
5	MURTAGH BROS VINEYARDS P/L	2,380,953	2.91%
6	NOBLE INVESTMENTS SUPERANNUATION FUND PTY LTD <NOBLE INVESTMENTS S/F A/C>	2,380,953	2.91%
7	ALLAN RITCHIE & ASSOCIATES	2,142,857	2.62%
8	M & K KORKIDAS PTY LTD <M & K KORKIDAS PTY LTD A/C>	2,098,833	2.57%
9	WESTLIME PTY LIMITED	1,428,572	1.75%
10	MISHTALEM PTY LTD	1,190,476	1.46%
11	MR JULIAN SMITH	1,100,000	1.35%
12	DAVID WARD & ASSOCIATES	1,000,000	1.22%
13	CITICORP NOMINEES PTY LIMITED	1,000,000	1.22%
14	VALIANT EQUITY MANAGEMENT PTY LTD <THE BYASS FAMILY A/C>	1,000,000	1.22%
15	VERA FIDES HOLDINGS PTY LTD <VERA FIDES INVESTMENT A/C>	952,381	1.17%
16	VALIAN NOMINEES PTY LTD <MCDONAGH S/F A/C>	905,923	1.11%
17	INVICTUS CAPITAL PTY LTD <MAIN FAMILY A/C>	905,923	1.11%
18	MS STACEY THOMAS	884,786	1.08%
19	MR MICHAEL REX HUNT & MRS LYNNE MAREE HUNT	738,095	0.90%
20	EVOLUTION CAPITAL ADVISORS PTY LTD	714,286	0.87%
Top 20 holders of ADDOD		**66,242,230**	**81.10%**
Total Remaining Holders Balance		**15,442,282**	**18.90%**

(k) Listed Option holders (ADDO) exercisable at $0.10 expiring 31 December 2027

The twenty largest listed option holders (ADDO) in the Company as at 22 September 2026 are as follows:

RANK	NAME	NUMBER OF ADDO	% OF ADDO ISSUED
1	GLENEDEN NOMINEES PTY LTD	10,250,000	10.90%
2	BOWDEN MINERALS PTY LTD <BOWDEN A/C>	10,230,002	10.88%
3	M & K KORKIDAS PTY LTD <M & K KORKIDAS PTY LTD A/C>	7,620,603	8.10%
4	NOBLE INVESTMENTS SUPERANNUATION FUND PTY LTD <NOBLE INVESTMENTS S/F A/C>	4,450,000	4.73%
5	PALISADES INVESTMENTS LTD	3,000,000	3.19%
6	MURTAGH BROS VINEYARDS PTY LTD	2,650,000	2.82%
7	DONNELLAN/WATSON FAMILY SMSF PTY LTD <DONNELLAN/WATSON FAM SF A/C>	2,500,000	2.66%
8	WILMOS PTY LTD <JACKSON FAMILY A/C>	2,200,000	2.34%
9	ALLAN RITCHIE & ASSOCIATES	2,174,999	2.31%
10	MR PETER ANDREW PROKSA	2,000,000	2.13%
11	TIM TOPHAM PTY LTD <TIM TOPHAM FAMILY A/C>	2,000,000	2.13%

12	NEAVE TRADING PTY LTD	1,879,230	2.00%
13	PATRON PARTNERS PTY LTD <AP & RL MURTAGH FAMILY A/C>	1,800,000	1.91%
14	UBS NOMINEES PTY LTD	1,666,666	1.77%
15	FUTURITY PRIVATE PTY LTD	1,600,000	1.70%
16	STRATA INVESTMENT HOLDINGS PLC	1,500,000	1.59%
17	BILPIN NOMINEES PTY LTD	1,500,000	1.59%
18	PARKRANGE NOMINEES PTY LTD	1,200,000	1.28%
19	NETWEALTH INVESTMENTS LIMITED <WRAP SERVICES A/C>	1,063,603	1.13%
20	WESTLIME PTY LIMITED	1,000,000	1.06%
Top 20 holders of ADDO		**62,285,103**	**66.22**
Total Remaining Holders Balance		**31,778,914**	**33.78**

(l) Application of funds

During the financial year, Adavale Resources Limited confirms that it has used its cash and assets (in a form readily convertible to cash) in a manner which is consistent with the Company's business objectives.

(m) Unquoted Equity Securities

The Company has no unquoted fully paid ordinary shares on issue as at 22 September 2026.

The Company has the following unquoted securities on issue as at 22 September 2026:

ADDAAI: Option exercisable at $0.12 expiring 15 October 2029

	Number of holders	ADDAAI	%
Distribution is:			
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 and Over	1	15,000,000	100
	1	**15,000,000**	**100**

ADDAAJ: Option exercisable at $0.24 expiring 15 October 2029

	Number of holders	ADDAAJ	%
Distribution is:			
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 and Over	1	15,000,000	100
	1	**15,000,000**	**100**

ADDAF: Option exercisable at $0.10 expiring 31 December 2029

	Number of holders	ADDAF	%
Distribution is:			
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 and Over	6	22,500,000	100
	6	**22,500,000**	**100**

ADDAG: Option exercisable at $0.20 expiring 31 December 2029

	Number of holders	ADDAG	%
Distribution is:			
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 and Over	6	22,500,000	100
	6	**22,500,000**	**100**

ADDAAB: Performance Rights

	Number of holders	ADDAAB	%
Distribution is:			
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 and Over	9	43,275,000	100
	9	**43,275,000**	**100**

QUOTATION
Listed securities in Adavale Resources Limited are quoted on the Australian Securities Exchange.

Schedule of Mining Tenements and Beneficial Interests

Project/Location	Country	Tenement	Percentage held/earning
Parkes Gold-Copper Project	Australia	EL7242	72.5%
		EL8830	72.5%
		EL8831	72.5%
		EL9711	72.5%
		EL9785	100%
		EL8555	100%
		EL8580	100%
		EL9178	100%
		EL9741	100%
		EL9829	100%
		EL9918	100%
		ML739	100%
Kabanga Jirani Nickel Project	Tanzania	Kabanga West (PL11590/2021)	100%
		Kabanga North (PL 11405/2020)	100%
		Kabanga North East (PL 11406/2020)	100%
		Kabanga East (PL 11591/2021)	100%
		Ruiza NE (PL 11592/2021)	100%
		Kabanga South East (PL11886/2022)	100%
		Southeast Wedge (PL12175/2023)	100%
		Luhuma Central (PL12350/2023)	100%
Luhuma Nickel Project	Tanzania	PL11692/2021	65%
		PL11693/2021	65%

The Company entered into a Farm-In Agreement to earn up to 100% of the Luhuma Nickel Project. The Company currently has achieved a 65% interest in the project on 8 February 2023.

Project/Location	Country	Tenement	Percentage held/earning
Nachingwea Prospect	Tanzania	PL11887/2022	100%
Narlaby and Tolmer Uranium Project	Australia	EL7014 EL7024 EL7025	100%
Yalgoo Project (Western Australia)	Australia	E59/2931	100%

Corporate Governance

The Board of Adavale Resources Limited is committed to Corporate Governance. The Board is responsible to its Shareholders for the performance of the Company and seeks to communicate with Shareholders. In accordance with ASX Listing Rule 4.10.3, the Company has elected to disclose its Corporate Governance policies and its compliance with them on its website, rather than in the Annual Report. Accordingly, information about the Company's Corporate Governance practices is set out on the Company's website at https://adavale resources.com/corporate-policies/.