

R E E D Y



LAGOON

CORPORATION LTD

A.C.N. 006 639 514

**ANNUAL REPORT AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30 JUNE 2026**

Reedy Lagoon Corporation Limited

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30 June 2026

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Dear Shareholders,

Annual Report for Financial Year 2026.

During the Financial Year the Company conducted exploration primarily for gold and sought joint venture partners for its iron (magnetite) and gold projects.

It has not yet succeeded in securing joint venture partners for either its gold or iron projects.

Since 2023 the Company has largely depended on the continued financial support provided by its managing director, Geof Fethers, and parties related to him by subordinated, interest free loans and by Geof Fethers and the other directors of by their agreement not to be paid director's fees and wages rather than the Company seeking to raise funds by the issue of shares at prices which the directors believed to be an under-value.

By the end of the 2026 financial year the board decided that a refinancing of the Company was essential.

On 9 September 2026 the Company announced that it has secured a refinancing through an underwritten placement of 1.44 billion ordinary RLC Shares at \$0.00125 to raise gross proceeds of \$1.8 million. Details of the underwritten placement and related terms and conditions of the refinancing are described in the ASX Announcement dated 9 September 2026 which is available on the Company's website.

The placement is conditional upon member's approval. An extraordinary general meeting seeking that approval has been convened for 22 October 2026. The Notice of Meeting (including the Explanatory Memorandum) is available on the Company's website.

As part of the terms of the Underwriting certain amounts owed or which could become owing to directors or director related entities will cease to be owing or to be able to become owing. In particular the \$690,000 owing to a director related entity in respect of subordinated loans will be repaid, but only by instalments over 2 years and without interest. No payments will be made to directors in respect of fees or wages agreed not to be paid prior to 9 September 2026. Statutory employee entitlements will be paid to Geof Fethers when due.

Geof Fethers has retired as a director of the Company as of 9 September 2026 but is continuing as Company Secretary until a further Company Secretary is appointed. Ish Peries has been appointed as a Non-Executive director to fill the casual vacancy arising upon Geof's retirement.

If the Company completes the recapitalisation through the underwritten placement it will have resources to continue development of its projects and enhance shareholder value.

The directors will be voting in favour of the resolutions at the AGM to approve the issue of securities under the placement.

Yours Sincerely,

Jonathan Hamer
Chairman

Overview

Reedy Lagoon has exploration projects for gold and magnetite.

During the 2026 financial year and in the period up to the date of this Review of Operations, the Company conducted exploration primarily for gold and sought joint venture partners for its iron (magnetite) and gold projects.

Gold exploration completed in prior periods includes collection and ongoing interpretation of surface soil geochemical data and its integration with geophysical data (magnetic and radiometric) and satellite data to advance drill target selection for subsequent follow-up (refer ASX [25/06/2025](#)).

The next phase of work includes “proof of concept” drilling to investigate whether the surface soil sample geochemical data can aid the selection of prospective structures located in the bedrock below.

Substantial activities were focussed on preparations for drilling at the gold targets. Preparations included work on funding, access and regulatory issues.

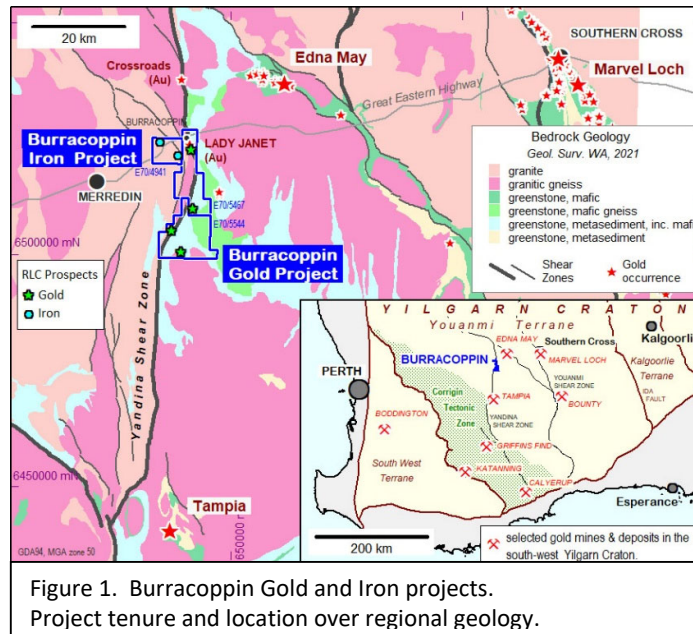
Work on the Burracoppin Iron project continued to seek a joint venture farm-in partner for the project. Potential for near surface iron mineralisation overlying the deeper iron targets identified by the CSIRO MagResource method at this project has identified targets for investigation.

The Company’s current focus is on drilling targets located in the Lady Janet prospect and further soil sampling (Burracoppin Gold project) and investigating shallow iron targets (Burracoppin Iron project).

Corporate.

Reedy Lagoon pursued funding strategies through joint venture partners for its existing projects in addition to project acquisitions that could support capital raises. Both the iron and gold projects attracted interest from potential joint venture partners - including discussions with one party which extended from commencement on 2 July 2025 until termination at the end of May 2026.

On 31 May 2026 the Company decided to proceed with preparations for a capital raise. Several alternative strategies were investigated and progressed to substantial negotiations with 3 alternative parties. Ultimately the Company engaged with PAC Partners Securities Pty Ltd for an underwritten placement to raise \$1.8m announced on 9 September 2026 (refer ASX: 9/09/2026).



The Company elected to dissolve its Nevada based company, Sierra Lithium LLC. having discontinued its lithium projects located in Nevada, USA in the previous report period. Dissolution documents were filed on 30 June 2026 and its final Tax Return was lodged on 15 September 2026.

Review of Projects

Gold

Burracoppin Gold

Western Australia RLC 100%
E70/4941, E70/5467, E70/5544 (219 km²)

Reedy Lagoon is targeting gold mineralisation at Burracoppin located 260 kilometres east of Perth in Western Australia. The project is located 60 kilometres north of the Tampia gold mine and 30 kilometres southwest from the Edna May gold mine (refer Figure 1).

The Burracoppin Gold project comprises the Lady Janet, Windmills, Shear Luck and Zebra prospects (refer Figure 2). Work completed during prior periods has included FineFraction (FF) soil sampling (3,300 total) and acquisition and interpretation of airborne geophysical data (primarily magnetic) over each of the four gold prospects. For details of the airborne (UAV) geophysical survey refer ASX [10/04/2024](#).

Work to date has identified interpreted structural targets located in the underlying bedrock which show spatial relationships with the geochemical data derived from the surface soil samples. The work is producing bedrock targets which the Company interprets may hold potential to host gold mineralisation (ASX [25/06/2025](#)).

Preparations to enable drilling at selected interpreted bedrock structural and geological targets were

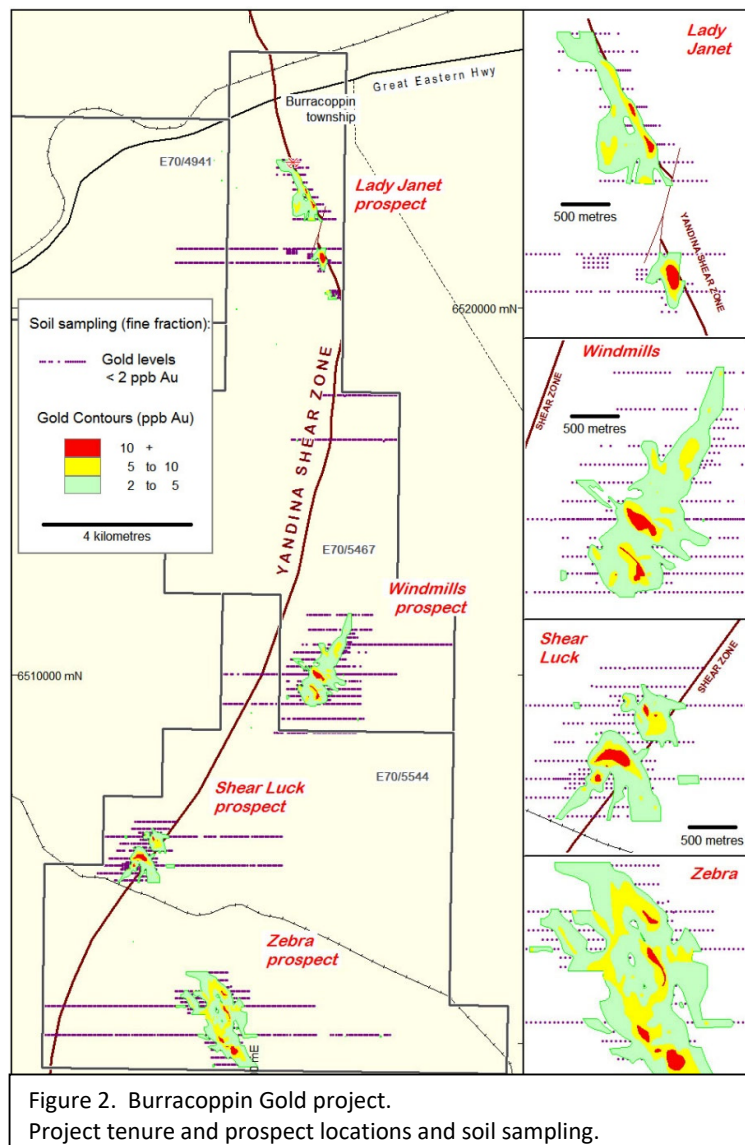


Figure 2. Burracoppin Gold project.
Project tenure and prospect locations and soil sampling.

progressed during and following the report period.

The preparations included seeking the support and consents for the planned drilling from landowners and third parties with whom many of the landowners have dealings.

Towards the end of the report period the Company received notice from a party relevant to the Windmills, Shear Luck and Zebra prospect areas that they would not be entering into an agreement with Reedy Lagoon for the consents required under the Mining legislation in order to undertake drilling on land owned or occupied by them (refer ASX [release 1/06/2026](#)). No drilling can proceed at targets in the absence of such consents. This development reduces the current planned drill program to targets within the Lady Janet prospect area.

Details for each of the prospects are provided below.

Lady Janet prospect

The prospect is located over a section of the Yandina Shear Zone (refer Figures 2 & 3). Prior exploration by the Company has identified anomalous gold (>5ppb Au) in FineFraction (FF) soil samples with associated pathfinders including arsenic, bismuth, indium, antimony and tungsten collected in the area to the south of the Lady Janet workings (refer ASX [27/05/2021](#)).

Potentially favourable geological structures have been interpreted in geological and geophysical data and are described below (refer to Figure 3 and ASX [25/06/2025](#)).

Target area LJn: FF soil sampling along the Yandina Shear Zone has identified continuous gold anomalism (at least 5ppb Au) with coincident elevated As, Bi, In, Sb and W over a strike length of over 1km (refer to the northern part of Figure 3 and ASX [27/05/2021](#)). NW trending structure and a band of magnetic material along its eastern side, interpreted to be a mafic unit, is located coincident with an 800m long section of the anomalous gold zone.

The surface geochemistry highlights the interpreted mafic unit and associated structure. Further investigation requires drilling at this target.

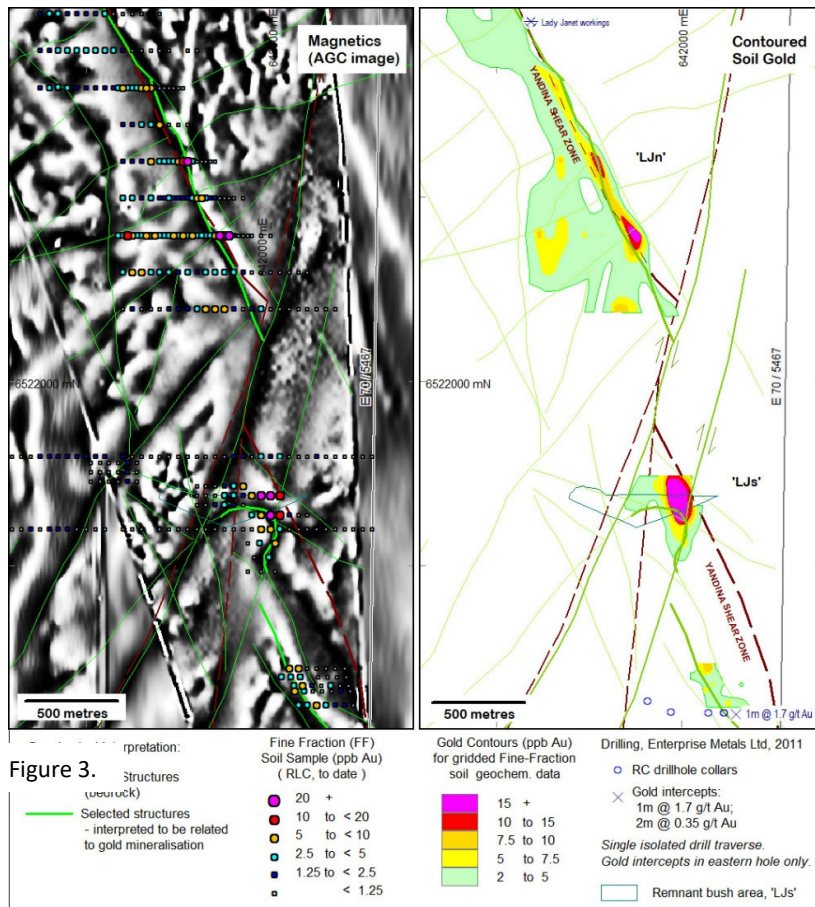
Target area LJs: An arcuate band of magnetic material located about 1.5 km south of the LJn area is interpreted to be a folded extension of the meta-dolerite identified to the south in drilling by Enterprise Metals Ltd (refer Figure 3 and ASX [18/11/2024](#)). If the interpretation is correct, such folding would likely have created dilation zones radiating out from its core. Anomalous gold mineralisation in FF soil samples with coincident elevated levels of antimony-tungsten-arsenic has been identified in the area around the arch formed by the fold.

The surface geochemistry highlights the interpreted fold structure as a target for drilling.

During the report period a Program of Work (POW) was granted and notification that the planned work does not require heritage survey was received (refer ASX: [30/01/2026](#)). Investigations have identified a Flora and Fauna survey may be required if seeking to drill from within the remnant bush area at the LJs target (refer Figure 3) however it is noted that the target at this site can be tested without entering the remnant bush area. Subject to liaison with the landowners and crop growers to minimise disruption to cropping activities the drilling can proceed.

Timing for the drilling is likely to be late in 2026 (pre-harvest) or early in 2027 (post-harvest) – subject to drill contractor availability.

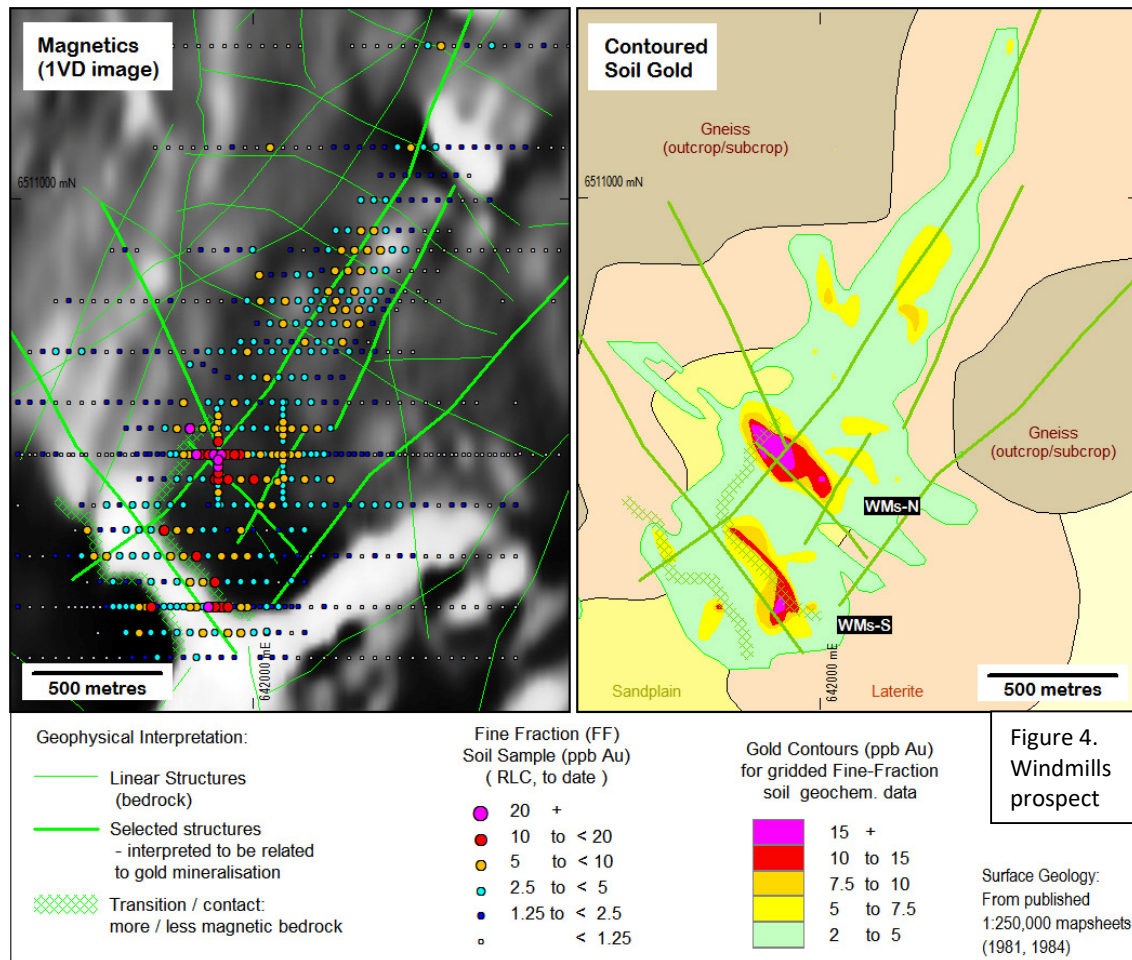
Additional FF soil sampling is planned, including infill/extension north of existing samples at the southern Lady Janet anomalous gold-in-soil zone which remains open to the north (refer Figure 3).



Windmills prospect

(no access for exploration is currently available for this prospect)

The prospect is located about 1.5 kilometres east from the mapped location of the Yandina Shear Zone. FF soil sampling covering an interpreted NE trending structure over a strike length of more than 2 kilometres has identified continuous elevated gold mineralisation (at least 2ppb Au) with coincident elevated antimony and arsenic. Within this zone, higher tenor gold mineralisation has been identified along cross-cutting interpreted NW trending structures (refer to Figure 4 and ASX [25/06/2025](#)).



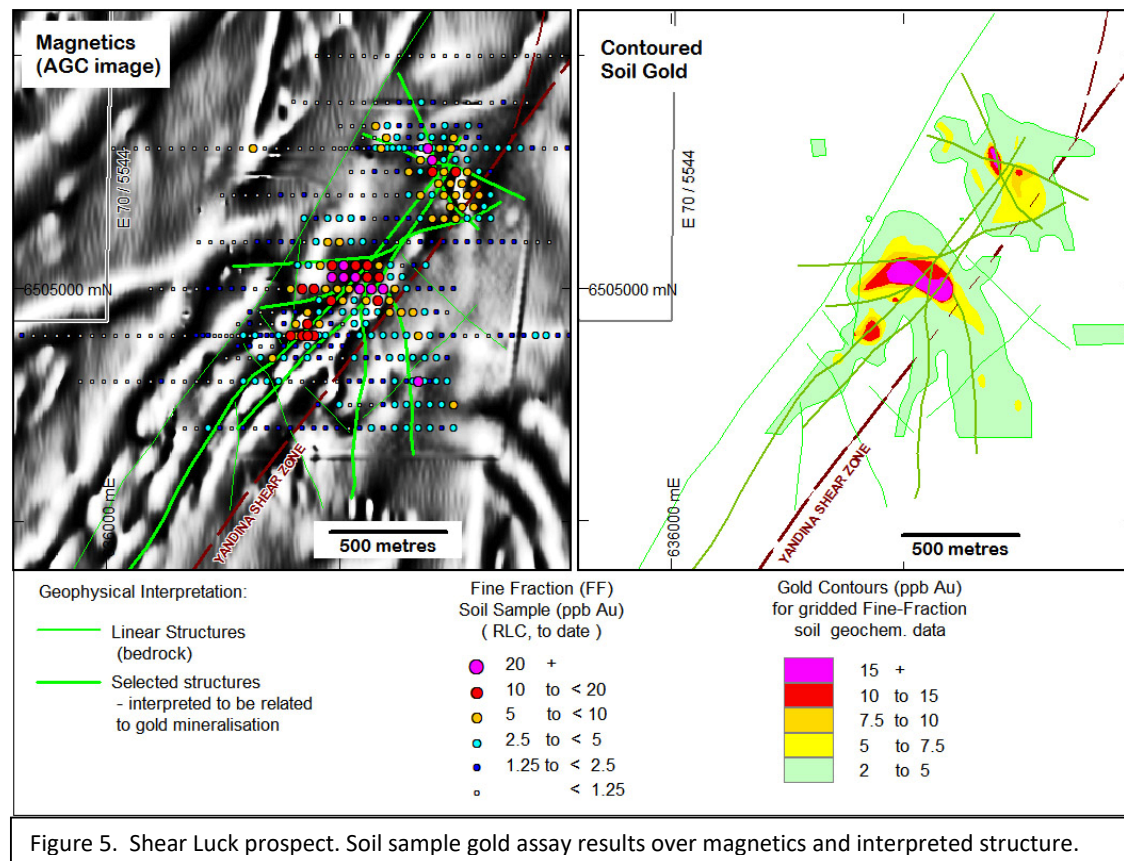
Zones of structural complexity can provide favourable sites for gold deposition and the surface geochemistry highlights the zone of intersecting and faulted structure located near the centre of Figure 4 as a target for drilling.

A NW trending magnetic band located in the south of the prospect is interpreted to be mafic basement rocks which transition to non-mafic (possibly sedimentary) basement rocks to the northeast. A zone with anomalous levels of gold mineralisation in FF soil samples (> 5ppb Au) with coincident elevated molybdenum-bismuth-antimony extending more than 500m is located along the interpreted transition and parallel to NW trending structure (refer to WMS-S in Figure 4). The surface geochemistry highlights the interpreted mafic/sediment transition zone and associated structure as a target for drilling (refer to ASX [25/06/2025](#)).

Shear Luck prospect

(no access for exploration is currently available for this prospect)

The prospect is located on the NE trending Yandina Shear Zone (refer Figures 2 and 5). Infill FF soil samples acquired during the report period resolved several zones of anomalous gold mineralisation (>5ppb Au) previously indicated in wider spaced sampling (ASX [30/04/2025](#)). The anomalous zones of gold mineralisation are located coincident with interpreted underlying structure (refer Figure 5).



Zones of structural complexity can provide favourable sites for gold deposition and the surface geochemistry highlights the zones of intersecting and faulted structures as prospective. Further investigation at each of these targets would require drilling (refer to ASX [25/06/2025](#)).

Zebra prospect *(no access for exploration is currently available for this prospect)*

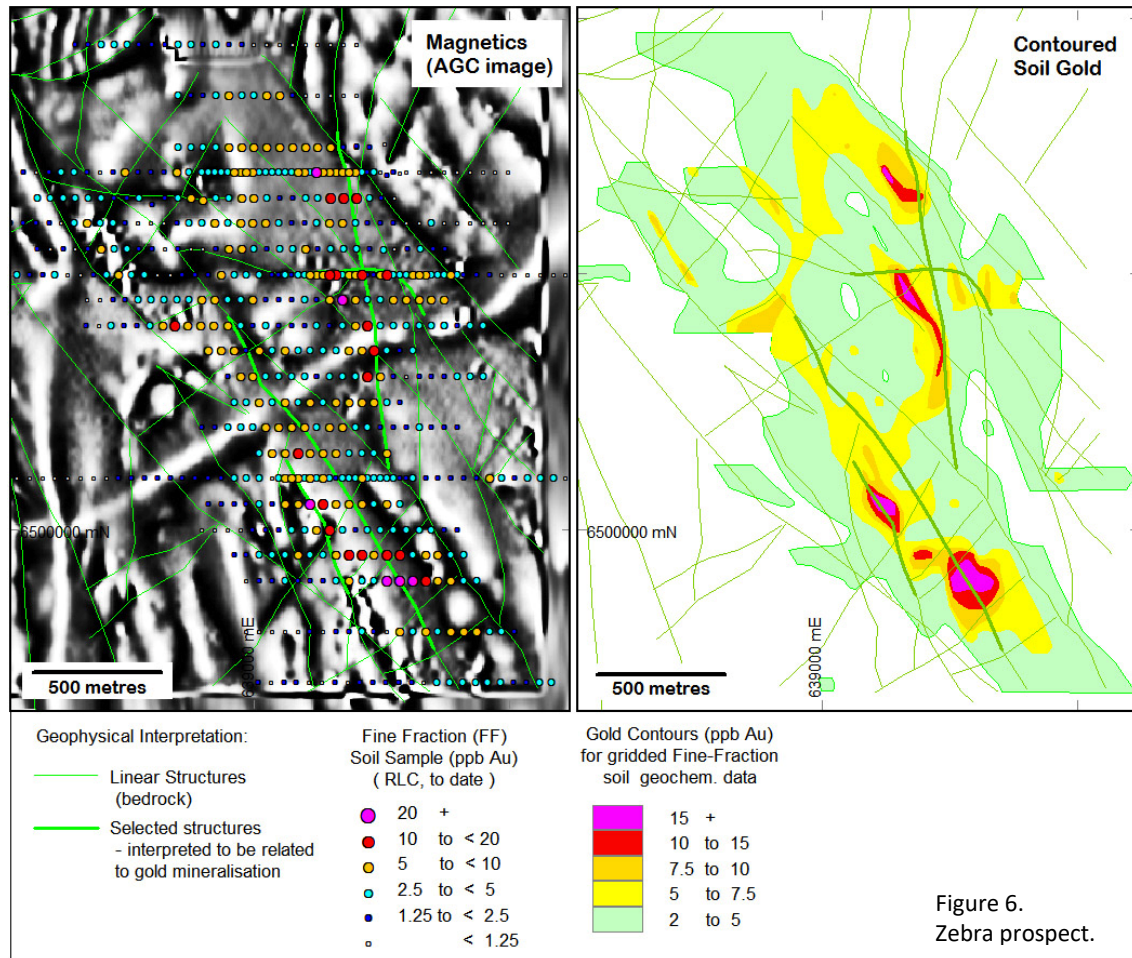
The Zebra prospect is located about 4 kilometres east from the mapped location of the Yandina Shear Zone (refer Figure 2). Infill sampling collected during the report period achieved 100 x 50 metre cover by FF soil samples over the central part of the prospect (ASX [30/04/2025](#)).

Targets at the Zebra prospect include a pair of sub-parallel NW trending interpreted structures located towards the south and a near NS trending interpreted structure located towards the north.

The pair of sub-parallel NW trending interpreted structures include a strike length of 1.5 kilometres located within or adjacent to a zone of anomalous levels of FF soil gold (>5ppb Au) (refer Figure 6 and ASX [25/06/2025](#)).

The near N-S trending interpreted structure has FF soil gold anomalies at the 10ppb Au level along sections of its western side. The more anomalous zones are coincident with NW trending cross structures. Elevated levels of arsenic-antimony in the FF soil samples are coincident with the 2 areas of anomalous gold (refer Figure 6 and ASX [25/06/2025](#)).

Further investigation requires drilling.



Work planned

Reverse Circulation (RC) drilling to investigate the two interpreted bedrock structural targets located in the vicinity of soil anomalism at Lady Janet.

Precursor activities include: accessing funds, heritage survey clearances, statutory government approvals, entering into access and compensation agreements with land owners and occupiers, determining drill access to sites and drill permitting.

For work on Lady Janet prospect most of the preparations are complete.

Timing for the drilling is likely to be late in 2026 (pre-harvest) or early in 2007 (post-harvest) – subject to drill contractor availability.

Additional FFsoil sampling, including infill/extension north of existing samples at the southern Lady Janet anomalous gold-in-soil zone which remains open to the north (refer Figure 3).

Interpretation of soil geochemical data is ongoing and has potential to modify existing, identify additional and assist in ranking the targets to be drilled.

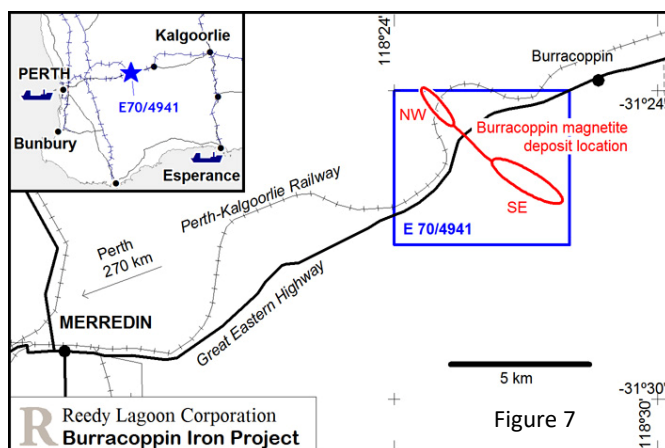
Other activities under consideration include:

- a portion of the FF soil samples have only been assayed for gold. Assay of these samples for non-gold analytes may provide data that could:
 - assist in interpreting the undercover geology to aid targeting potential gold accumulation sites for drilling; and
 - provide information to assist investigations for commodities other than gold including REE.
- continued FF soil sampling to follow up anomalous gold in FF soil in the north of E70/5467 and extend reconnaissance (wide spaced) sampling to areas not yet sampled to aid targeting mineralised systems for drill testing.
- Ongoing endeavours to gain support and consents for exploration from landowners, occupiers and where applicable, third parties with whom landowners have dealings.

Iron

Burracoppin Iron

Western Australia **RLC 100%**
E70/4941 (3,517 ha)



The Burracoppin magnetite deposit is located half-way between Perth and Kalgoorlie near the town of Burracoppin on the Great Eastern Highway, east of Merredin. The Trans-Australian Railway passes over the north-western extension of the deposit providing heavy-haul goods service and access to ports (refer to Figure 7).

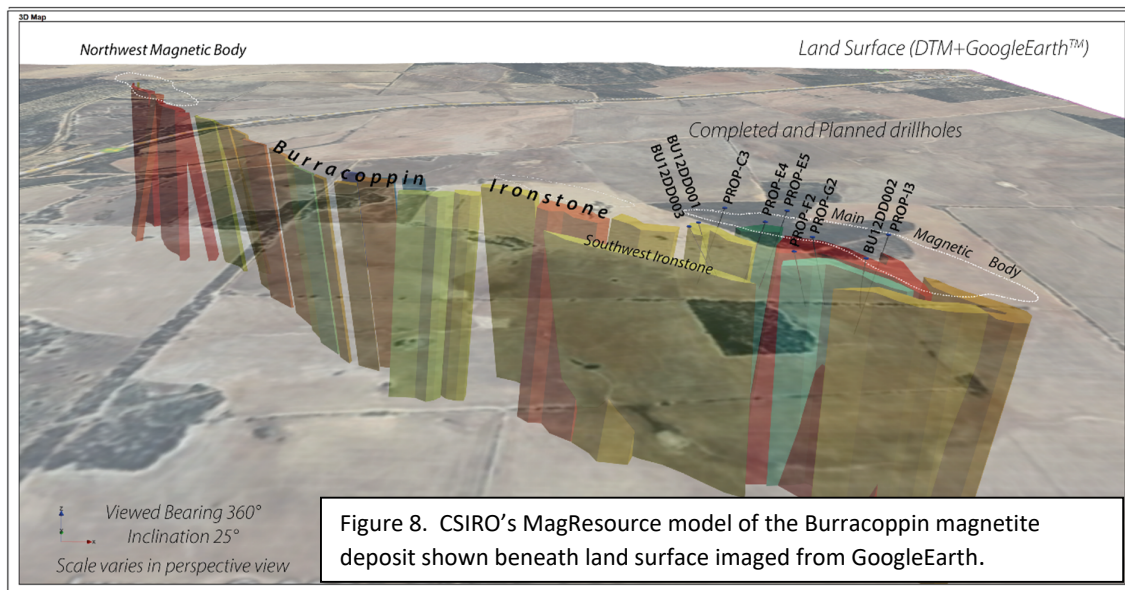
Metallurgical testwork conducted on core samples from 3 holes drilled into the Burracoppin magnetite deposit shows the mineralisation is amenable to beneficiation into high-iron low-impurity concentrate by conventional processing. Results also show the project could produce a product that could be sold at a stage of processing convenient for transport and handling that can be upgraded at a buyer's convenience with minimal loss of iron units (refer ASX releases [23/11/2012](#), [18/01/2013](#) and [17/11/2014](#)).

Drilling planned by the Company to investigate if a Mineral Resource can be established was approved under Programme of Work (POW) applications in 2021 and 2022.

Results from a study by CSIRO using advanced modelling of the magnetic field associated with the deposit have been used by Reedy Lagoon to determine an Exploration Target of 240 to 300 million tonnes at 20 to 25 Wt% iron at Burracoppin (refer ASX release [29/04/2022](#)).

The Exploration Target stated above is a product of research which, whilst based on robust physics, is conceptual in nature. There has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the determination of a Mineral Resource.

Further drilling and metallurgical testwork is planned to investigate if a Mineral Resource can be established.



In the event that sufficient mineral resources are present then the results from metallurgical studies completed to date indicate options to progress the project could include initial sales of high-grade iron concentrates in addition to pig iron. The use of higher-grade concentrates by iron and steel producers to reduce GHG emissions from their operations may increase demand sufficiently to support strong pricing for higher grade Fe concentrates. Higher-grade concentrates include +67% Fe and also Direct Reduction Magnetite Concentrate ("DR Magnetite Concentrate"). DR Magnetite Concentrate typically requires less than 2% total silica and alumina and greater than 70% Fe. The metallurgical work to date indicates the Burracoppin mineralisation may produce such a concentrate at the 45 micron grind size usually required for pelletising. DR Magnetite Concentrate would be marketed primarily to be processed into pellets to make direct reduced iron for Electric Arc Furnaces.

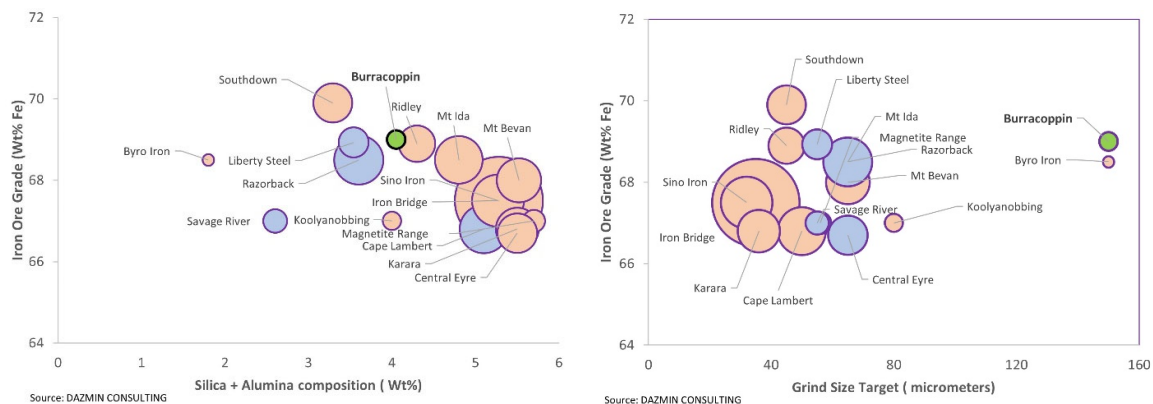


Figure 9. Iron grades (Wt% Fe), silica + alumina compositions (wt%) and grind sizes are shown in two panels for a number of Australian deposits. Both panels show Wt% Fe of “ore” on the vertical axis for a range of different sites. The panel on the right shows the grind size at which the Fe and silica + alumina contents have been achieved. Low grade ores are ground in order to break down particles to liberate the different constituents to facilitate separation and removal of the non- Fe components and thereby increase the iron grade and decrease the silica and alumina content. Reference to “Iron Ore” here includes a reference to “iron concentrate” in the case of ores that have been processed to increase the Wt% Fe grade and decrease the silica and alumina content. The Burracoppin (green circle) mineralisation process characteristics compare favourably with those of the other deposits shown – high Fe and low Si + Al achieved at a coarse grind size.

The drilling was originally planned in 2021 by H & S Consultants (H&SC) with an objective to determine the presence of 30Mt of iron concentrate and comprised 11 holes for 3,740 metres (refer ASX [release 12/02/2021](#)).

The drill program was updated during FY2024 to accommodate testing the geometry of the deposit as modelled by the CSIRO MagResource method (refer Figure 8) to comprise an initial 7 holes for 2,455 metres with subsequent holes selected based on results from the initial holes. The POW for the drilling was extended in May 2025 to expire on 12 July 2026 and was extended in July 2026 to expire on 31 July 2028.

Following the end the report period a Program of Work application was submitted on 26 August 2026 for a drilling program designed to investigate for and nature of iron mineralisation above the CSIRO modelled magnetite bodies.

The Company is seeking a joint venture partner for the project.

Jonathan Hamer **Chairman**

Competent Person's Statements:

The information in this report as it relates to exploration results and geology was compiled by Mr Geoffrey Fethers who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Fethers is a director of Reedy Lagoon Corporation Limited and a Competent Person. Mr Fethers has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Fethers consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

Where Exploration Results have been reported in earlier RLC ASX Releases referenced in this report, those releases are available to view on <https://www.reedylagoon.com.au/investors/asx-announcements/>. The Company confirms that it is not aware of any new information or data that materially affects the information included in those earlier releases. 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.

Tenement Schedule

Tenements held at 30 June 2026

Located in Australia

Tenement / Location	Area (km²)	Status	Date of grant	Minimum Annual Expenditure Commitment \$	Company Interest (direct or indirect)
E70/4941 <i>Burracoppin (WA)</i>	35	Current	11 Feb 2019	121,817	100% ^{1, 2 & 3}
E70/5467 <i>Burracoppin (WA)</i>	82	Current	22 Jan 2021	56,000	100% ^{1, 2}
E70/5544 <i>Burracoppin (WA)</i>	102	Current	23 Mar 2021	76,000	100% ^{1, 2 & 3}

Notes to the tenement schedule:

1. E70/4941, E70/5467 and E70/5544 are 100% owned by RLC through its wholly owned subsidiary, Bullamine Magnetite Pty Ltd. The 3 tenements are Exploration Licences and have each been granted for a 5-year term commencing at date of grant. The expiry date of E70/4941 is 10 February 2029 following an extension in term granted on 19 April 2024. The expiry date of E70/5467 is 21 January 2031 following an extension in term granted on 5 March 2026. The expiry date of E70/5544 is 22 March 2031 following an extension in term granted on 3 June 2026.
2. The Statutory expenditure requirement for Australian tenements is subject to negotiation with the relevant state department, and expenditure commitments may be varied between tenements, or reduced subject to reduction of exploration area and/or relinquishment of non-prospective tenements. Expenditure requirements commence at grant and apply for each 12 month period following the grant date.
3. During the 12-month terms ended during the report period there was a shortfall in expenditure on two of the tenements which, combined with a prior year shortfall totals \$57,817. The shortfall amount carried forward combines with the current year commitments to make the combined minimum commitment for the tenements total \$253,817 for the current year terms ending in the March 2027 Quarter.

Non-compliance with expenditure commitments may result in a fine or forfeiture of tenure. Our tenement administrators expect a fine of \$11,482 in respect of the shortfall.

Reedy Lagoon Corporation Limited
Directors' report
30 June 2026

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'consolidated entity') consisting of Reedy Lagoon Corporation Limited (referred to hereafter as the 'company' or 'parent entity') and the entities it controlled at the end of, or during, the year ended 30 June 2026.

Directors

The following persons were directors of Reedy Lagoon Corporation Limited during the whole of the financial year and up to the date of this report, unless otherwise stated:

Jonathan M. Hamer
Geoffrey H. Fethers
Adrian C. Griffin

Geoffrey H. Fethers retired as a director of Reedy Lagoon Corporation Limited on 9 September 2026. Ish Peries was appointed as a director of Reedy Lagoon Corporation Limited on 9 September 2026 (after the end of the financial year) to fill the casual vacancy created by the retirement of Geoffrey H. Fethers.

Principal activities

During the financial year the principal continuing activities of the consolidated entity consisted of exploration for minerals in Australia.

Dividends

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

Review of operations

The loss for the consolidated entity after providing for income tax amounted to \$326,726 (30 June 2025: \$416,267 (Loss)).

Refer to the separate review of operations that comes before this directors' report.

Significant changes in the state of affairs

There were no significant changes in the state of affairs of the consolidated entity during the financial year

Matters subsequent to the end of the financial year

Subsequent to the end of the financial year:

- a director-related party provided a further \$50,000 to Reedy Lagoon Corporation limited by way of an interest free subordinated loan, taking the total subordinated loans to \$690,000. The director-related party has provided written confirmation that it will not at any time prior to the end of October 2027 demand repayment of any part of the \$690,000 if making that demand would jeopardise the ability of the Company to continue to trade or meet its other liabilities as they fall due.
- On 9 September 2026 the Company announced that it had entered into an agreement to raise \$1.8million by way of a fully underwritten placement of 1.44 billion ordinary shares in the Company at an issue price of \$0.00125 per share. The ASX Announcement made on 9 September is available on the Company's website.
- The placement is subject to shareholder approval the ASX Listing Rules.
- An Extraordinary General Meeting to approve the placement has been convened for 22 October 2026. The Notice of Meeting to approve the placement is available on the Company's website.
- In connection with the underwritten placement a party associated with the Underwriter has lent \$50,000 to the Company as a subordinated loan ranking equally with the \$690,000 subordinated loan from a director- related party described above.

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

Likely developments and expected results of operations

Information on likely developments in the operations of the consolidated entity and the expected results of operations have not been included in this report because the directors believe it would be likely to result in unreasonable prejudice to the consolidated entity.

At the date of this report, there are no future developments of the Company which warrant disclosure.

Environmental regulation

The consolidated entity's operations are subject to environmental regulations in relation to its exploration activities under State legislation in Australia.

Following the cessation of the consolidated entity's activities in North America, its operations are no longer subject to Federal legislation in the United States of America.

The directors are not aware of any breaches of environmental regulations during the period covered by this report.

The directors have considered compliance with the National Greenhouse and Energy Reporting Act 2007 which requires entities to report annual greenhouse gas emissions and energy use. For the period 1 July 2025 to 30 June 2026 the directors have assessed that there are no current reporting requirements.

Reedy Lagoon Corporation Limited
Directors' report
30 June 2026

Information on directors

Name: Jonathan M. Hamer
Title: Chairman – Non-Executive
Age: 71
Qualifications: BA, LLB.
Experience and expertise: Jonathan Hamer is a former partner of Mallesons where he practised in the areas of corporate and finance law. Jonathan was appointed as a Non-Executive director of Reedy Lagoon on 9 May 2007 and has served on the board as chairman since.

Other current directorships: Nil
Former directorships (last 3 years): Nil
Interests in shares: 24,254,226 fully paid ordinary shares
Interests in options: 900,000 options

Name: Adrian C. Griffin
Title: Director - Non-Executive
Age: 73
Qualifications: B.Sc.(Hons), M AusIMM
Experience and expertise: Adrian Griffin has accumulated over 40 years' experience in the resource sector. During that time he has held directorships of many private and listed resource companies and overseen the operation of large, integrated mining and processing facilities. He has been involved in developing a number of lithium extraction technologies, high-performance cathode materials for lithium ion batteries, and recycling of battery materials.

Adrian was a director of Reedy Lagoon from 9 May 2007 until resigning on 27 November 2009 to act as technical director of Ferrum Crescent, an iron-ore developer in South Africa. He re-joined Reedy Lagoon as a director on 30 June 2014.

Other current directorships: Chairman of Charger Metals NL (ASX:CHR)
Former directorships (last 3 years): Battery Future Acquisition Corporation (NYSE: BFAC.U) 18 April 2021 to 16 January 2024
Special responsibilities: Nil
Interests in shares: 39,049,434 fully paid ordinary shares
Interests in options: 300,000 options

Name: Geoffrey H. Fethers
Title: Managing Director (resigned on 9 September 2026 after the end of the report period).
Age: 69
Qualifications: B.Sc.(Hons), M AusIMM
Experience and expertise: Geof Fethers is a geologist with more than 30 years exploration experience. He was employed by De Beers Australia Exploration Limited (formerly Stockdale Prospecting Limited) from 1980 to 1985. Geof founded Reedy Lagoon on 24 September 1986 and managed operations since inception until his resignation as director on 9 September 2026.

Other current directorships: Nil
Former directorships (last 3 years): Nil
Interests in shares: 154,869,401 fully paid ordinary shares
Interests in options: 1,500,000 options

Name: Gorakanage Ishan Malinda ("Ish") Peries
Title: Director - Non-Executive
Age: 42
Qualifications: B.Com., Associate Member FINSIA
Experience and expertise: Ish Peries is a highly experienced Senior Business Banking Manager with over 20 years' tenure at National Australia Bank Limited. He specialises in the financial markets and complex commercial lending sector, bringing deep capability in risk assessment and financial analysis. His expertise includes credit evaluation, debt structuring, technical risk analysis, and sustainability assessment. Ish was appointed as a director of Reedy Lagoon on 9 September 2026, after the end of the report period.

Other current directorships: Non executive director of Skin Elements Limited (ASX:SKN)
Former directorships (last 3 years): Nil
Interests in shares: Nil
Interests in options: Nil

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

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

'Interests in shares and options' quoted above are as at the date of this report.

Reedy Lagoon Corporation Limited
Directors' report
30 June 2026

Company secretary

Geoffrey H. Fethers is the Company's secretary.

Meetings of directors

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

	Full Board	
	Attended	Held
Jonathan M. Hamer	8	9
Geoffrey H. Fethers	9	9
Adrian C. Griffin	9	9

Held: represents the number of meetings held during the time the director held office.

Remuneration report (audited)

This remuneration report outlines the Director and Executive remuneration arrangements of the Company in accordance with the Corporations Act 2001 and its Regulations.

This report outlines the remuneration arrangements in place for the Directors (both Executive and Non-Executive) and Executives of the Company, who are considered Key Management Personnel (KMP) during the 2026 financial year.

This report is audited as the entity has transferred the disclosures from the financial statements.

For the purposes of this report the term 'Senior Executive' encompasses the Managing Director, Executive Directors and Company Secretary of the Company.

The remuneration report is set out under the following main headings:

- Principles used to determine the nature and amount of remuneration
- Details of remuneration
- Service agreements
- Share-based compensation
- Additional disclosures relating to key management personnel

Principles used to determine the nature and amount of remuneration

Currently, the Company does not have a separate remuneration committee. Because of the size of the Board and the operations of the Company, the Directors are of the view that there is no need for a separate remuneration committee.

The Board as a whole reviews the remuneration packages and policies applicable to the Chairman, Senior Executives and Non-Executive Directors on an annual basis. Remuneration levels are set to attract or retain, as appropriate, qualified and experienced Directors and Senior Executives. From time to time and as required, the Board will seek independent professional advice on the appropriateness of remuneration packages.

The current nature and amount of remuneration payable to Chairman, Executives and Non-Executive Directors is not dependent upon the satisfaction of a performance condition. Instead part of the remuneration takes the form of options which will have value if the Company's share price increases.

Use of remuneration consultants

The Company did not make use of remuneration consultants during the 2026 financial year nor for the prior period.

Voting and comments made at the Company's 27 November 2025 Annual General Meeting ('AGM')

At the 27 November 2025 AGM, 95.78% of the votes received supported the adoption of the remuneration report for the year ended 30 June 2025. The Company did not receive any specific feedback at the AGM regarding its remuneration practices.

Details of remuneration

Amounts of remuneration

Details of the remuneration of key management personnel of the consolidated entity during the 2026 financial year are set out in the following tables and the sub-section: Service Agreements below.

The key management personnel of the consolidated entity during the 2026 financial year consisted of the following directors of Reedy Lagoon Corporation Limited:

- J Hamer
- G Fethers
- A Griffin

Details of remuneration (continued)

	Short-term benefits		Post-employment benefits	Long-term benefits	Share-based payments	
	Cash salary and fees	Annual Leave	Super-annuation	Long service leave	Equity-settled	Total
2026	\$	\$	\$	\$	\$	\$
<i>Non-Executive Directors:</i>						
J Hamer	-	-	-	-	716	716
A Griffin	-	-	-	-	239	239
<i>Executive Directors:</i>						
G Fethers	-	44,770	-	2,621	1,193	48,584
	-	44,770	-	2,621	2,148	49,539

With their agreement, Directors have been paid 50% of their contracted rates for periods commencing 1 January 2023 for G. Fethers and J. Hamer and 1 January 2024 for A. Griffin. In FY2025 and FY2026 the directors agreed to not receive or be entitled to receive any cash payments for remuneration comprising wages, fees and superannuation in respect of the period commencing 1 July 2024 until the Directors resolve otherwise. The Directors may in the future resolve for RLC to pay amounts as remuneration in respect of this period, but payment of such amounts may only be made if RLC is able to make the payment and be solvent. These actions were taken in order to reduce overheads, increase available funding for exploration and preserve cash pending raising additional funds.

The amounts of Directors' fees, wages and super not paid at their contracted rates during period commenced 1 January 2023 as a result of the agreement of Directors referred to above are not owing and not payable unless and until the Board decides otherwise.

	Short-term benefits		Post-employment benefits	Long-term benefits	Share-based payments	
	Cash salary and fees	Annual Leave	Super-annuation	Long service leave	Equity-settled	Total
2025	\$	\$	\$	\$	\$	\$
<i>Non-Executive Directors:</i>						
J Hamer	-	-	-	-	331	331
A Griffin	-	-	-	-	110	110
<i>Executive Directors:</i>						
G Fethers	-	37,272	-	2,655	552	40,479
	-	37,272	-	2,655	993	40,920

The proportion of remuneration linked to performance and the fixed proportion are as follows:

Name	Fixed remuneration		At risk - STI		At risk - LTI	
	2026	2025	2026	2025	2026	2025
<i>Non-Executive Directors:</i>						
J Hamer	0%	0%	-	-	100%	100%
A Griffin	0%	0%	-	-	100%	100%
<i>Executive Directors:</i>						
G Fethers	98%	99%	-	-	2%	1%

Service agreements

Remuneration and other terms of employment for key management personnel are formalised in service agreements. Details of these agreements for key management personnel during the 2026 financial year are as follows:

Name:	G Fethers
Title:	Managing Director
Agreement commenced:	1 May 2007
Details:	Mr G Fethers is the Company's Executive Managing Director under a contract of employment which commenced on 1 May 2007. Under the contract Mr Fethers is entitled to \$132,000 per annum plus statutory superannuation and options under the terms of the Directors Options Scheme. The contract does not have any fixed term and may be terminated by the Company or Mr Fethers on reasonable notice. No payments or retirement benefits are payable on termination.

Reedy Lagoon Corporation Limited
Directors' report
30 June 2026

Service agreements (continued)

Name:	J Hamer
Title:	Chairman - Non-Executive
Agreement commenced:	1 May 2007
Details:	Mr J Hamer is employed as the Company's Non-Executive Chairman. His appointment as a Director commenced on 9 May 2007 with agreed director fees payable at an annual rate of \$40,000 plus options under the terms of the Directors Options Scheme. His annual rate was increased from \$40,000 to \$80,000 commencing 1 January 2018. There is no fixed term and no set retirement benefits are payable on termination.
Name:	Mr Adrian Griffin
Title:	Director
Agreement commenced:	30 June 2014
Details:	Mr A Griffin is employed as a Non-Executive Director. His appointment as a Director commenced on 30 June 2014 with agreed director fees payable at an annual rate of \$40,000 plus options under the terms of the Directors Options Scheme. There is no fixed term and no set retirement benefits are payable on termination.

Key management personnel have no entitlement to termination payments, other than accrued leave balances, in the event of removal for misconduct.

Share-based compensation

Issue of shares

There were no shares issued to directors and other key management personnel as part of compensation during the year ended 30 June 2026. No shares were issued to any director in lieu of cash payable for fees/salary/super during the year ended 30 June 2026.

Options

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

Grant date	Vesting date and exercisable date	Expiry date	Exercise price	Fair value per option at grant date
15 December 2025	15 December 2025	31 December 2028	\$0.0059	\$0.0024

Options granted carry no dividend or voting rights.

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

Name	Number of options granted during the year 2026	Number of options granted during the year 2025	Number of options vested during the year 2026	Number of options vested during the year 2025
J Hamer	300,000	300,000	300,000	300,000
G Fethers	500,000	500,000	500,000	500,000
A Griffin	100,000	100,000	100,000	100,000

Additional disclosures relating to key management personnel

Shareholding

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

	Balance at the start of the year	Received in lieu of remuneration	Additions	Held on appointment	Balance at the end of the year
Ordinary shares					
G Fethers	154,869,401	-	-	-	154,869,401
J Hamer	24,254,226	-	-	-	24,254,226
A Griffin	39,049,434	-	-	-	39,049,434
	<u>218,173,061</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>218,173,061</u>

Option holding

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

	Balance at the start of the year	Granted	Exercised	Expired / Forfeited	Balance at the end of the year
Options over ordinary shares					
G Fethers	1,500,000	500,000	-	(500,000)	1,500,000
J Hamer	900,000	300,000	-	(300,000)	900,000
A Griffin	300,000	100,000	-	(100,000)	300,000
	<u>2,700,000</u>	<u>900,000</u>	<u>-</u>	<u>(900,000)</u>	<u>2,700,000</u>

Reedy Lagoon Corporation Limited
Directors' report
30 June 2026

Shares under option

Unissued ordinary shares of Reedy Lagoon Corporation Limited under option at the date of this report are as follows:

Grant date	Expiry date	Exercise price	Number under option
18 December 2023	31 December 2026	\$0.0069	900,000
27 December 2024	31 December 2027	\$0.0043	900,000
15 December 2025	31 December 2028	\$0.0059	900,000
			2,700,000

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

Overall company performance

The above variable remuneration has been awarded with consideration of the impact on shareholder wealth. The table below sets out the key indicators of shareholder wealth over the last five years.

	2026	2025	2024	2023	2022
Profit/(loss) attributable to owners of RLC (\$'000)	(327)	(416)	(668)	(773)	(1,387)
Total dividends per share (cents)	-	-	-	-	-
Share price at year end (cents)	0.20	0.20	0.30	0.58	1.65
Total Shareholder Return (annualised)	-	-	-	-	-

This concludes the remuneration report, which has been audited.

Shares issued on the exercise of options

No ordinary shares of Reedy Lagoon Corporation Limited were issued on the exercise of options during the year ended 30 June 2026 and up to the date of this report.

Indemnity and insurance of officers

During the financial year, the Company paid a premium in respect of a contract insuring the directors of the Company (as named above) and all executive officers of the Company and of any related body corporate against a liability incurred in such capacity of director, secretary or executive officer to the extent permitted by the Corporations Act 2001. The contract of insurance prohibits disclosure of the nature of the liability and the amount of the premium.

The Company has not otherwise, during or since the financial year, except to the extent permitted by law, indemnified or agreed to indemnify an officer or auditor of the Company or of any related body corporate against a liability incurred as such an officer.

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 to 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 directors are satisfied that the provision of non-audit services during the financial year, by the auditor (or by another person or firm on the auditor's behalf), is compatible with the general standard of independence for auditors imposed by the Corporations Act 2001.

The directors are of the opinion that the services as disclosed in note 17 to the financial statements do not compromise the external auditor's independence requirements of the Corporations Act 2001 for the following reasons:

- all non-audit services have been reviewed and approved to ensure that they do not impact the integrity and objectivity of the auditor; and
- none of the services undermine the general principles relating to auditor independence as set out in APES 110 Code of Ethics for Professional Accountants issued by the Accounting Professional and Ethical Standards Board, including reviewing or auditing the auditor's own work, acting in a management or decision-making capacity for the Company, acting as advocate for the Company or jointly sharing economic risks and rewards.

Officers of the Company who are former directors of Connect National Audit Pty Ltd or Stannards Audit Pty Ltd

There are no officers of the Company who are former directors of Connect National Audit Pty Ltd or Stannards Audit Pty Ltd. Connect National Audit was acquired by Stannards Audit, Stannards Audit Pty Ltd was appointed in office in accordance with Corps Act s327.

Reedy Lagoon Corporation Limited
Directors' report
30 June 2026

Auditor's independence declaration

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

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

On behalf of the directors

J.M. Hamer
Chairman

28 September 2026
Melbourne



Auditor's Independence Declaration
Reedy Lagoon Corporation Limited | Year ended 30 June 2026

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

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

This declaration is in respect of Reedy Lagoon Corporation Limited and the entities it controlled during the financial year.

Stannards Audit

STANNARDS AUDIT PTY LTD
Authorised Audit Company No. 571846

ROBIN KING HENG LI CA RCA

Director

Date: 28 August 2026

Reedy Lagoon Corporation Limited
Consolidated statement of profit or loss and other comprehensive income
For the year ended 30 June 2026

		Consolidated	
	Note	2026	2025
		\$	\$
Revenue		7	1,011
Expenses			
Administration expenses		(137,706)	(174,182)
Employee benefits expense		(47,391)	(40,184)
Exploration expenditure		(98,166)	(182,424)
Share-based payments		(2,147)	(993)
Exchange gain and losses		(230)	(288)
Other expenses		(41,093)	(19,207)
Loss before income tax expense		(326,726)	(416,267)
Income tax expense	5	-	-
Loss after income tax expense for the year attributable to the owners of Reedy Lagoon Corporation Limited		(326,726)	(416,267)
Items that may be reclassified subsequently to profit or loss			
Foreign currency translation		(20,563)	-
Other comprehensive income for the year, net of tax		(20,563)	-
Total comprehensive income for the year attributable to the owners of Reedy Lagoon Corporation Limited		(347,290)	(416,267)
		Cents	Cents
Basic earnings per share	25	(0.042)	(0.058)
Diluted earnings per share	25	(0.042)	(0.058)

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

Reedy Lagoon Corporation Limited
Consolidated statement of financial position
As at 30 June 2026

		Consolidated	
	Note	2026	2025
		\$	\$
Assets			
Current assets			
Cash and cash equivalents	6	44,416	97,865
Trade and other receivables	7	4,697	6,023
Other	8	194	3,184
Total current assets		<u>49,307</u>	<u>107,072</u>
Non-current assets			
Total non-current assets		<u>-</u>	<u>-</u>
Total assets		<u>49,307</u>	<u>107,072</u>
Liabilities			
Current liabilities			
Trade and other payables	10	17,017	17,594
Provision for site restoration		-	-
Total current liabilities		<u>17,017</u>	<u>17,594</u>
Non-current liabilities			
Employee benefits	11	296,256	248,865
Subordinated loan	20	640,000	420,000
Total non-current liabilities		<u>936,256</u>	<u>668,865</u>
Total liabilities		<u>953,273</u>	<u>686,459</u>
Net liabilities		<u>(903,966)</u>	<u>(579,387)</u>
Equity			
Issued capital	12	24,129,322	24,129,322
Reserves	13	6,332	(10,583)
Accumulated losses		<u>(25,039,620)</u>	<u>(24,698,125)</u>
Total equity		<u>(903,966)</u>	<u>(579,387)</u>

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

Reedy Lagoon Corporation Limited
Consolidated statement of changes in equity
For the year ended 30 June 2026

Consolidated

	Issued capital \$	Exchange Reserves \$	Options Reserves \$	Accumulated losses \$	Total deficiency in equity \$
Balance at 1 July 2024	23,814,990	(20,964)	14,987	(24,287,858)	(478,845)
Loss after income tax expense for the year	-	-	-	(416,267)	(416,267)
Other comprehensive income for the year, net of tax	-	-	-	-	-
Total comprehensive income for the year	-	-	-	(416,267)	(416,267)
Transactions with owners in their capacity as owners: Contributions of equity, net of transaction costs (note 12)	314,332	-	-	-	314,332
Exercise of options	-	-	-	-	-
Share-based payments	-	-	993	-	993
Lapse of Options	-	-	(6,000)	6,000	-
Foreign currency translation	-	401	-	-	401
	-	-	-	-	-
Balance at 30 June 2025	<u>24,129,322</u>	<u>(20,563)</u>	<u>9,980</u>	<u>(24,698,125)</u>	<u>(579,386)</u>

Consolidated

	Issued capital \$	Exchange Reserves \$	Options Reserves \$	Accumulated losses \$	Total deficiency in equity \$
Balance at 1 July 2025	24,129,322	(20,563)	9,980	(24,698,125)	(579,386)
Loss after income tax expense for the year	-	-	-	(326,726)	(326,726)
Other comprehensive income for the year, net of tax	-	-	-	(20,563)	(20,563)
Total comprehensive income for the year	-	-	-	(347,290)	(347,290)
Transactions with owners in their capacity as owners: Contributions of equity, net of transaction costs (note 12)	-	-	-	-	-
Exercise of options	-	-	-	-	-
Share-based payments	-	-	2,147	-	2,147
Lapse of Options	-	-	(5,795)	5,795	-
Foreign currency translation	-	20,563	-	-	20,563
Balance at 30 June 2026	<u>24,129,322</u>	<u>-</u>	<u>6,332</u>	<u>(25,039,620)</u>	<u>(903,966)</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes

Reedy Lagoon Corporation Limited
Consolidated statement of cash flows
For the year ended 30 June 2026

		Consolidated	
	Note	2026	2025
		\$	\$
Cash flows from operating activities			
Operating receipts		-	-
Payments to suppliers and employees		(174,559)	(196,623)
Payments for exploration activities		(98,667)	(161,477)
Interest received		7	1,011
Net cash used in operating activities	24	<u>(273,219)</u>	<u>(357,089)</u>
Cash flows from investing activities			
Proceeds from deposits and bonds refunds	9	-	8,289
Net cash from investing activities		<u>-</u>	<u>8,289</u>
Cash flows from financing activities			
Proceeds from issue of shares, net of issue costs	12	-	314,332
Proceeds from exercise of share options		-	-
Proceeds from Loans		220,000	70,000
Net cash from financing activities		<u>220,000</u>	<u>384,332</u>
Net (decrease) / increase in cash and cash equivalents		(53,219)	35,532
Impact of exchange rates on foreign cash balances		(230)	(288)
Cash and cash equivalents at the beginning of the financial year		97,865	62,621
Cash and cash equivalents at the end of the financial year	6	<u>44,416</u>	<u>97,865</u>

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

Note 1. General information

The financial statements cover Reedy Lagoon Corporation Limited as a consolidated entity consisting of Reedy Lagoon Corporation Limited and the entities it controlled at the end of, or during, the year. The financial statements are presented in Australian dollars, which is Reedy Lagoon Corporation Limited's functional and presentation currency.

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

Level 44, 600 Bourke Street
Melbourne
Victoria 3000

A description of the nature of the consolidated entity's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 28 September 2026. The directors have the power to amend and reissue the financial statements.

Note 2. Material accounting policies

The material accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

Going concern

For the year ending 30 June 2026, the consolidated entity incurred a comprehensive loss of (\$347,290), 2025: loss of (\$416,267), net cash used in operating activities totalled (\$273,219), 2025: net cash used in operating activities of \$357,089.

As at 30 June 2026 the cash balance was \$44,416 (2025: \$97,865), the net current assets were \$32,290 (2025: \$89,478) and the Net Asset deficiency was \$903,966 (2025: \$579,387).

These conditions give rise to a material uncertainty that may cast significant doubt on the consolidated entity's ability to continue as a going concern, and therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business.

Notwithstanding the above, the Directors believe there are reasonable grounds to expect the consolidated entity will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report, and that therefore it is appropriate to adopt the going concern basis in the preparation of the annual financial report.

Subsequent to the year-end, on 9 September 2026, the consolidated entity announced placement of fully underwritten 1.44 billion shares at \$0.00125 per share. The capital raise is expected to inject \$1.8 million (before costs) into the consolidated entity.

The Directors have also prepared and approved a cash flow forecast which assumes the successful completion of the placement in the paragraph above as well as outlay of committed tenement expenditure of at least \$253,817 as noted in Note 19, and partial repayment of the subordinated loan disclosed in the consolidated entity's balance sheet.

The Directors' approved cashflow forecast indicates that the consolidated group will have sufficient cash flows to meet its commitments for a period of at least 12 months from the date of this report.

Furthermore:

- \$296,256 in Employee benefits – the director to whom the provision relates has provided a written undertaking that he will not use any of his accrued leave balances over the 12 month period following the date of this Annual Report and has provided the Company an unconditional right to defer such benefit until the end of October 2027; and
- \$690,000 Subordinated loan - the lender (a director related party) has provided a letter of financial support confirming that it will not at any time prior to the end of October 2027 demand repayment of any part of the \$690,000 provided to RLC by way of interest-free subordinated loans if making that demand would jeopardise the ability of the consolidated entity to continue to trade or meet its other liabilities as they fall due.

The assessment of the going concern assumption is based on the consolidated entity's cash flow projections as well as additional considerations noted above, which applies a number of judgements and estimates, resulting in an outcome that maintains a cash positive position.

Should these events or conditions, along with other matters detailed in this note not be completed, or not be completed within the timeframes forecast, it will be uncertain whether the Consolidated Entity would be able to continue as a going concern, and therefore realise its assets and settle its liabilities in the ordinary course of business.

Comparatives

The comparative figures have been classified in certain circumstances to provide a more meaningful representation of the financial statements.

Note 2. Material accounting policies (continued)

Basis of preparation

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

Critical accounting estimates

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

Parent entity information

In accordance with the Corporations Act 2001, these financial statements present the results of the consolidated entity only. Supplementary information about the parent entity is disclosed in note 21.

Operating segments

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

Exploration, Evaluation and Development Expenditure

Expenditure incurred on the acquisition of exploration properties and exploration, evaluation and development costs, including acquisition of Nevada Lithium Pty Ltd are written off as incurred where the activities in the areas of interest have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves. At the date of this report insufficient data has been obtained to permit an assessment of the existence of economically recoverable reserves at any of the Company's projects. The Company has accordingly expensed all its expenditure relating to exploration during the report period. Once it is determined that the costs can be recouped through sale or successful development and exploitation of the area of interest then the on-going costs are accumulated and carried forward for each area of interest.

Amortisation is not charged on costs carried forward in respect of areas of interest in the development phase until production commences. When production commences, carried forward exploration, evaluation and development costs are amortised over the life of the area according to the rate of depletion of the economically recoverable reserves.

Accumulated costs in relation to an abandoned area are written off in full against profit in the year in which the decision to abandon the area is made. Each area of interest is also reviewed annually and accumulated costs written off to the extent that they will not be recoverable in the future.

Restoration costs are provided for at the time of the activities that give rise to the need for restoration. If this occurs prior to commencement of production, the costs are included in deferred exploration and development expenditure. If it occurs after commencement of production, restoration costs are provided for and charged to the statement of financial performance as an expense.

Note 3. Critical accounting judgements, estimates and assumptions

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

Exploration expenditures

The consolidated entity expenses expenditures relating to exploration where the activities in the areas of interest have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves. At the date of this report insufficient data has been obtained to permit an assessment of the existence of economically recoverable reserves at any of the Company's projects. The Company has accordingly expensed all its expenditure relating to exploration during the report period.

Note 4. Operating segments

Identification of reportable operating segments

The Company is organised into one operating segment: mineral exploration. This operating segment is based on the internal reports that are reviewed and used by the Board of Directors (who are identified as the Chief Operating Decision Makers ('CODM')) in assessing performance and in determining the allocation of resources.

Note 5. Income tax expense

	Consolidated	
	2026	2025
	\$	\$
<i>Numerical reconciliation of income tax expense and tax at the statutory rate</i>		
Loss before income tax expense	(326,726)	(416,267)
Tax at the statutory tax rate of 25% (2025: 25%)	(81,682)	(104,067)
Tax effect amounts which are not deductible/(taxable) in calculating taxable income:		
Capital allowances share issue costs	(3,444)	(3,444)
Non deductible equity settled benefits expense	537	248
Other non-deductible (deductible) expenses	12,595	16,095
Non deductible overseas exploration expenditure	-	5,054
	(71,994)	(86,113)
Current year tax losses not recognised	71,994	86,113
Income tax expense	-	-

Tax losses not recognised

Unused tax losses for which no deferred tax asset has been recognised	11,508,158	11,199,620
Potential tax benefit @ 25%	2,877,040	2,799,905

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

The above potential tax benefit, which excludes tax losses, for deductible temporary differences has not been recognised in the statement of financial position as the recovery of this benefit is uncertain.

The potential future income tax benefit will only be obtained if:

- The Company derives future assessable income of a nature and amount sufficient to enable the benefit to be realised;
- The Company continues to comply with the conditions for deductibility imposed by the law; and
- No changes in tax legislation adversely affect the Company in realising the benefit.

Note 6. Current assets - cash and cash equivalents

	Consolidated	
	2026	2025
	\$	\$
Cash at bank	44,416	97,865

Note 7. Current assets - trade and other receivables

	Consolidated	
	2026	2025
	\$	\$
GST receivable	4,108	6,023
Other Receivable	589	-
	4,697	6,023

Note 8. Current assets - other

	Consolidated	
	2026	2025
	\$	\$
Prepayments	194	3,184

Note 9. Non-current assets - other

	Consolidated	
	2026	2025
	\$	\$
Security deposits	-	-

The security deposits are monies held in respect of rehabilitation works required on the Company's tenements located in the USA.

Note 10. Current liabilities - trade and other payables

	Consolidated	
	2026	2025
	\$	\$
Other payables and accruals	17,017	17,594

Refer to note 15 for further information on financial instruments.

Note 11. Non-Current liabilities - employee benefits

	Consolidated	
	2026	2025
	\$	\$
Annual leave	248,725	203,955
Long Service Leave	47,531	44,910
	<u>296,256</u>	<u>248,865</u>

The director to whom this provision relates has provided written confirmation that he will not use any of his accrued leave balances over the 12 month period following the date of this Annual Report and has provided the Company an unconditional right to defer such employee benefit until the end of October 2027.

Note 12. Equity - issued capital

	2026	2025	Consolidated	
	shares	shares	2026	2025
			\$	\$
Ordinary shares - fully paid	<u>776,706,676</u>	<u>776,706,676</u>	<u>24,129,322</u>	<u>24,129,322</u>

Movements in ordinary share capital

Details	Date	Shares	Issue price	\$
Balance	30 June 2024	619,540,732		23,814,990
Entitlement Offer	25 October 2024	142,165,944	\$0.0020	284,332
Director subscriptions	27 December 2024	15,000,000	\$0.0020	30,000
Balance	30 June 2025	776,706,676		24,129,322
Entitlement Offer	30 October 2025	-		-
Director subscriptions	31 December 2025	-		-
Balance	30 June 2026	<u>776,706,676</u>		<u>24,129,322</u>

Ordinary shares

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

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

Note 12. Equity - issued capital (continued)

Share buy-back

There is no current on-market share buy-back.

Capital risk management

RLC's objectives when managing capital are to safeguard the Company's ability to continue as a going concern and exploit the mineral assets under its control in order to provide future returns for shareholders and benefits for other stakeholders.

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

The Company continuously reviews the capital structure to ensure:

- sufficient funds are available to implement its exploration expenditure programs in accordance with forecasted needs; and
- sufficient funds for the other operational needs of the Company is maintained

The capital risk management policy remains unchanged from the 30 June 2025 annual report

Note 13. Equity - reserves

	Consolidated	
	2026	2025
	\$	\$
Foreign currency reserve	-	(20,563)
Share-based payments reserve	6,332	9,980
	<u>6,332</u>	<u>(10,583)</u>

Foreign currency reserve

The reserve is used to recognise exchange differences arising from the translation of the financial statements of foreign operations to Australian dollars. In FY2026, the balance of foreign exchange differences arose from the translation of the foreign operations has been recognised under Other Comprehensive Income.

Share-based payments reserve

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

Movements in reserves

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

Consolidated	Share-based payments \$	Foreign currency \$	Total \$
Balance at 1 July 2024	14,987	(20,964)	(5,977)
Foreign currency translation	-	401	401
Lapse of options	(6,000)	-	(6,000)
Option exercise	-	-	-
Share-based payments	<u>993</u>	<u>-</u>	<u>993</u>
Balance at 30 June 2025	9,980	(20,563)	(10,583)
Foreign currency translation	-	20,563	20,563
Lapse of options	(5,795)	-	(5,795)
Option exercise	-	-	-
Share-based payment	<u>2,147</u>	<u>-</u>	<u>2,147</u>
Balance at 30 June 2026	<u>6,332</u>	<u>-</u>	<u>6,332</u>

Note 14. Equity - dividends

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

Note 15. Financial instruments

Financial risk management objectives

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

Risk management is carried out by the managing director under policies approved by the Board of Directors ('the Board'). These policies include identification and analysis of the risk exposure of the consolidated entity and appropriate procedures, controls and risk limits. The managing director identifies, evaluates and hedges financial risks within the consolidated entity's operating units. The managing director reports to the Board on a regular basis.

Market risk

Foreign currency risk

The consolidated entity undertook minimal transactions denominated in foreign currency and is not exposed to significant foreign currency risk.

Price risk

The consolidated entity is not exposed to any significant price risk

Interest rate risk

The consolidated entity is not exposed to significant interest rate risk

Credit risk

The consolidated entity's trade and other receivables consist of GST receivable and interest receivable. For this reason the consolidated entity is not exposed to significant credit risk.

Liquidity risk

Vigilant liquidity risk management requires the consolidated entity to maintain sufficient liquid assets (mainly cash and cash equivalents) to pay debts as and when they become due and payable.

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

Remaining contractual maturities

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

	Weighted average interest rate %	1 year or less \$	Between 1 and 2 years \$	Between 2 and 5 years \$	Over 5 years \$	Remaining contractual maturities \$
Consolidated - 2026						
Non-derivatives						
<i>Non-interest bearing</i>						
Trade and other payables	-	17,017	-	-	-	17,017
Subordinated loan	-	-	640,000	-	-	640,000
Total non-derivatives		<u>17,017</u>	<u>640,000</u>	<u>-</u>	<u>-</u>	<u>657,017</u>
	Weighted average interest rate %	1 year or less \$	Between 1 and 2 years \$	Between 2 and 5 years \$	Over 5 years \$	Remaining contractual maturities \$
Consolidated - 2025						
Non-derivatives						
<i>Non-interest bearing</i>						
Trade and other payables	-	17,594	-	-	-	17,594
Subordinated loan	-	-	420,000	-	-	420,000
Total non-derivatives		<u>17,594</u>	<u>420,000</u>	<u>-</u>	<u>-</u>	<u>437,594</u>

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

Fair value of financial instruments

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

Note 16. Key management personnel disclosures

Compensation

The aggregate compensation made to directors and other members of key management personnel of the consolidated entity is set out below:

	Consolidated	
	2026	2025
	\$	\$
Short-term employee benefits	44,770	37,272
Post-employment benefits	-	-
Long-term benefits	2,621	2,655
Share-based payments	2,148	993
	<u>49,539</u>	<u>40,920</u>

Note 17. Remuneration of auditors

During the financial year the following fees were paid or payable for services provided by the auditors of the Company. Remuneration for FY2025 and half year ended December 2025 was paid to Connect National Audit Pty Ltd, remuneration for period up to June 2026 was paid to Stannards Audit Pty Ltd.

	Consolidated	
	2026	2025
	\$	\$
<i>Audit services - Connect National Audit Pty Ltd</i>		
Audit or review of the financial statements	5,000	16,000
<i>Audit services - Stannards Audit Pty Ltd</i>		
Audit or review of the financial statements	11,000	-
	<u>16,000</u>	<u>16,000</u>

Note 18. Contingent liabilities

The Company is not aware of any contingent liabilities as at 30 June 2026.

Note 19. Exploration expenditure commitments

Projects located in Australia

The consolidated entity held three tenements: E70/4941, E70/5467 and E70/5544, located in Western Australia at the date of this report. Ongoing annual exploration expenditure is required to maintain title to the tenements. Tenement expenditure will be determined by the Company and is dependent upon exploration results and available cash resources. The statutory expenditure requirement is subject to negotiation with the relevant state department, and expenditure commitments may be reduced subject to reduction of exploration area and/or relinquishment of non-prospective tenements. In Western Australia, unless the Minister (Western Australian Department of Energy, Mines, Industry Regulation & Safety) determines otherwise, if the minimum annual expenditure on a tenement is not satisfied the licence may be forfeited. The combined minimum annual expenditures for the Australian tenements is \$253,817.

Projects located in North America

The consolidated entity discontinued its North American projects in September 2024. At the date of this report there are no land tenure costs nor exploration expenditure planned.

No provision has been made in the accounts for exploration commitments.

Note 20. Related party transactions

Parent entity

Reedy Lagoon Corporation Limited is the parent entity

Subsidiaries

Interests in subsidiaries are set out in note 22.

Key management personnel

Disclosures relating to key management personnel are set out in note 16 and the remuneration report included in the directors' report.

Note 20. Related party transactions (continued)

Transactions with related parties

Other than the related-party loans disclosed below, there were no other transactions with related parties during the current and previous financial year.

Receivable from and payable to related parties

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

Loans to/from related parties

	Consolidated	
	2026	2025
	\$	\$
Subordinated loan	640,000	420,000

During the years ended 30 June 2023, 2024 and 2025, a director-related entity provided \$420,000 to RLC by way of interest-free subordinated loans repayable on demand but only if RLC is able to make repayment and remain solvent (that is, the loan is effectively subordinated to all other creditors). The director-related entity has agreed that it will not at any time prior to October 2027 call for repayment of any part of the \$420,000 lent by him to the Company if that repayment would jeopardize the ability of the Company to continue to trade or meet its other liabilities as they fall due.

During the year ended 30 June 2026, the director-related entity provided a further \$220,000 to the consolidated entity under the same terms as previous loans, making the total subordinated loan to be \$640,000 at balance date. Post Balance date, the director-related entity provided a further \$50,000 to the consolidated entity under the same terms as previous loans, making the total subordinated loan to be \$690,000 at report date.

Note 21. Parent entity information

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

Statement of profit or loss and other comprehensive income

	Parent	
	2026	2025
	\$	\$
Loss after income tax	(318,113)	(389,464)
Impairment movement	-	(231,070)
Total comprehensive loss	(318,113)	(620,534)

Statement of financial position

	Parent	
	2026	2025
	\$	\$
Total current assets	49,115	98,267
Total assets	3,795,995	3,845,147
less: Provision for Impairment	(1,605,275)	(1,605,275)
Total assets after Impairment	2,190,721	2,239,872
Total current liabilities	17,017	17,594
Total liabilities	953,273	686,459
Equity		
Issued capital	24,129,322	24,129,322
Share-based payments reserve	6,332	9,980
Accumulated losses	(22,898,207)	(22,585,889)
Total equity	1,237,447	1,553,413

Note 21. Parent entity information (Continued)

Provision for Impairment

In the prior year, the parent entity's net assets exceeded its market capitalisation, which was considered an impairment indicator and resulted in an impairment provision being recognised. At the reporting date, the carrying value of the parent entity's net assets was reassessed against its estimated recoverable amount. Based on this assessment, the historical impairment provision of approximately \$1.6 million has been retained.

Going Concern

Notwithstanding the above, the parent entity remains a going concern due to the factors disclosed in Note 2 – Going Concern. These factors include the parent entity's ability to secure necessary funding, continued shareholder support, and positive operational prospects.

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

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

Contingent liabilities

The parent entity had no contingent liabilities as at 30 June 2026 and 30 June 2025

Capital commitments - Property, plant and equipment

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

Material accounting policies

The accounting policies of the parent entity are consistent with those of the consolidated entity, as disclosed in note 2, except for the following:

- Investments in subsidiaries are accounted for at cost, less any impairment, in the parent entity

Note 22. Interests in subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note 2:

Name	Principal place of business / Country of incorporation	Ownership interest	
		2026 %	2025 %
Bullamine Magnetite Pty Ltd	Australia	100.00%	100.00%
Nevada Lithium Pty Ltd	Australia	100.00%	100.00%
Sierra Lithium LLC	USA	100.00%	100.00%

Sierra Lithium LLC was dissolved on 30 June 2026.

Note 23. Events after the reporting period

Subsequent to the end of the financial year a director-related party provided a further \$50,000 to Reedy Lagoon Corporation limited byway of an interest free subordinated loan, taking the total subordinated loans to \$690,000. The director-related party has provided written confirmation that it will not at any time prior to the end of October 2027 demand repayment of any part of the \$690,000 if making that demand would jeopardise the ability of the Company to continue to trade or meet its other liabilities as they fall due.

On 9 September 2026 the Company announced that it had entered into an agreement to raise \$1.8million by way of a fully underwritten placement of 1.44 billion ordinary shares in the Company at an issue price of \$0.00125 per share. The ASX Announcement made on 9 September is available on the Company's website. The placement is subject to shareholder approval the ASX Listing Rules.

An Extraordinary General Meeting to approve the placement has been convened for 22 October 2026. The Notice of Meeting to approve the placement is available on the Company's website.

In connection with the underwritten placement a party associated with the Underwriter has lent \$50,000 to the Company as a subordinated loan ranking equally with the \$690,000 subordinated loan from a director- related party described above.

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

Reedy Lagoon Corporation Limited
Notes to the financial statements
30 June 2026

Note 24. Reconciliation of loss after income tax to net cash used in operating activities

	Consolidated	
	2026	2025
	\$	\$
Loss after income tax expense for the year	(326,726)	(416,267)
Adjustments for:		
Realised FX (gains)/losses	230	288
Share-based payments	2,147	993
Change in operating assets and liabilities:		
Decrease/(increase) in trade and other receivables	4,316	32,442
Decrease/(increase) in other operating assets	-	(8,289)
Decrease in trade and other payables	(577)	3,817
Increase in employee benefits	47,391	39,927
Decrease in other provisions	-	(10,000)
Net cash used in operating activities	<u>(273,219)</u>	<u>(357,089)</u>

Note 25. Earnings per share

	Consolidated	
	2026	2025
	\$	\$
Loss after income tax attributable to the owners of Reedy Lagoon Corporation Limited	(326,726)	(416,267)
	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share	<u>776,706,676</u>	<u>723,738,414</u>
Weighted average number of ordinary shares used in calculating diluted earnings per share	<u>776,706,676</u>	<u>723,738,414</u>
	Cents	Cents
Basic earnings per share	(0.042)	(0.058)
Diluted earnings per share	(0.042)	(0.058)

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

Reedy Lagoon Corporation Limited
Consolidated entity disclosure statement
As at 30 June 2026

Name	Entity Type	Place Formed /	Ownership	Tax Residency
		Country of incorporation	Interest	
			%	
Bullamine Magnetite Pty Ltd	Body corporate	Australia	100.00%	Australia
Nevada Lithium Pty Ltd	Body corporate	Australia	100.00%	Australia
Sierra Lithium LLC	Body corporate	USA	100.00%	USA*

* Sierra Lithium LLC is a US limited liability company (LLC) and has made an election to be treated as a corporation separate from its owner in accordance with US tax rules. Sierra Lithium LLC was dissolved on 30 June 2026

Reedy Lagoon Corporation Limited
Directors' declaration
30 June 2026

In the directors' opinion:

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

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

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

On behalf of the directors

J.M. Hamer
Chairman

28 September 2026
Melbourne

Independent Auditor's Report

To The Members of Reedy Lagoon Corporation Limited

Opinion

We have audited the financial report of Reedy Lagoon Corporation Limited (the Company) and its controlled entities (the consolidated entity), which comprises the consolidated statement of financial position as at 30 June 2026, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, 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 consolidated entity is in accordance with the Corporations Act 2001, including giving a true and fair view of the consolidated entity's financial position as at 30 June 2026 and of its financial performance for the year then ended, and complying with Australian Accounting Standards and the Corporations Regulations 2001.

Basis for Opinion

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

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

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

Material Uncertainty Related to Going Concern

For the year ending 30 June 2026, the consolidated entity incurred a comprehensive loss of (\$347,290), 2025: loss of (\$416,267), net cash used in operating activities totalled (\$273,219), 2025: net cash used in operating activities of \$357,089.

As at 30 June 2026 the cash balance was \$44,416 (2025: \$97,865), the net current assets were \$32,290 (2025: \$89,478) and the Net Asset deficiency was \$903,966 (2025: \$579,387).

These conditions give rise to a material uncertainty that may cast significant doubt on the consolidated entity's ability to continue as a going concern, and therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business.

Notwithstanding the above, the Directors believe there are reasonable grounds to expect the consolidated entity will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report, and that therefore it is appropriate to adopt the going concern basis in the preparation of the annual financial report.

Subsequent to the year-end, on 9 September 2026, the consolidated announced placement of fully underwritten 1.44 billion shares at \$0.00125 per share. The capital raise is expected to inject \$1.8 million (before costs) into the consolidated entity.

The Directors have also prepared and approved a cash flow forecast which contemplates the successful capital raise exercise in the paragraph above as well as outlay of committed tenement expenditure of at least \$253,817 as noted in Note 19, and partial return of the subordinated loan disclosed in the consolidated entity's balance sheet.

The Directors' approved cashflow forecast indicates that the consolidated group will have sufficient cash flows to meet its commitments for a period of at least 12 months from the date of this report.

Furthermore:

- \$296,256 in Employee benefits – the director to whom the provision relates has provided a written undertaking that he will not use any of his accrued leave balances over the 12-month period following the date of this Annual Report and has provided the Company an unconditional right to defer such benefit until the end of October 2027; and
- \$690,000 Subordinated loan – the lender (a director related party) has provided a letter of financial support confirming that it will not at any time prior to the end of October 2027 demand repayment of any part of the \$690,000 provided to RLC by way of interest-free subordinated loans if making that demand would jeopardise the ability of the consolidated entity to continue to trade or meet its other liabilities as they fall due.

The assessment of the going concern assumption is based on the consolidated entity's cash flow projections as well as additional considerations noted above, which applies a number of judgements and estimates, resulting in an outcome that maintains a cash positive position.

Should these events or conditions, along with other matters detailed in the note, indicate the existence of material uncertainty. If these events or conditions are not completed, and within the timeframes forecast, whether the Consolidated Entity is able to continue as a going concern, and therefore realise its assets and settle its liabilities in the ordinary course of business is uncertain..

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matter described in the Material Uncertainty Related to Going Concern section, we have determined the matter described below to be a key audit matter.

Key audit matter	How the matter was addressed in the audit
Subordinated Loan - \$640,000 As noted in the Note 2 – going concern paragraph as well as note 20, over the course of the years ended 30 June 2023, 2024, and 2025, a director related party provided the consolidated entity	Our procedures included, among others: • Assessing the existence and accuracy of the subordinated loan, its carrying value and non-current classification, and the related-party and financial statement disclosures; • Obtaining written undertaking from the Director on the subordinated nature of the loan

\$420,000 by way of interest-free subordinated loans repayable on demand but only if RLC is able to make repayment and remain solvent (that is, the loan is effectively subordinated to all other creditors). The Director has agreed that he will not at any time prior to October 2027 call for repayment of any part of the \$420,000 lent by him to the consolidated entity if that repayment would jeopardise the ability of the consolidated entity to continue to trade or meet its other liabilities as they fall due. During the year ended 30 June 2026, the director provided a further 220,000 to the consolidated entity under the same terms as previous loans, making the total subordinated loan to be \$640,000 at balance date. Post Balance date, the director provided a further \$50,000 to the consolidated entity under the same terms as previous loans, making the total subordinated loan to be \$690,000 at the date of authorisation of these financial statements.	as well as the amount owed as at balance date; • Reviewing subsequent to balance date events and ASX announcements, such as, the 9 September 2026 placement announcement and assessing the proposed 24-month interest-free repayment of the \$690,000 loan announced within. Confirming the conditional arrangement is treated as a post-year-end event and is consistent with the final subsequent-event and going-concern disclosure; and • assessing the adequacy and consistency of the related financial-statement disclosures.
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Other Matter

The financial report of Reedy Lagoon Corporation Limited, for the year ended 30 June 2025, was audited by another auditor who expressed an unmodified opinion on the report with an emphasis of matter on material uncertainty related to the consolidated entity's going concern on 30 September 2026.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the consolidated entity's annual report for the year ended 30 June 2026 but does not include the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and, except for our separate opinion on the Remuneration Report, 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 on other information obtained before the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. [Drafting note: pages 2–16 of the supplied annual report remain placeholders. This paragraph must be finalised only after the Chairman's letter, Review of Operations, Tenement Schedule and all other annual-report information expected to be available by the report date have been obtained and read.]

Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of 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; the preparation of 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 the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the consolidated entity's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the consolidated entity 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 the financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.

*Report on the Remuneration Report**Opinion on the Remuneration Report*

We have audited the Remuneration Report included in the directors' report for the year ended 30 June 2026. In our opinion, the Remuneration Report of Reedy Lagoon Corporation Limited for the year ended 30 June 2026 complies with section 300A of the Corporations Act 2001.

Responsibilities

The directors 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.

Stannards Audit

STANNARDS AUDIT PTY LTD

Authorised Audit Company No. 571846



ROBIN KING HENG LI CA RCA

Director

28 September 2026

Reedy Lagoon Corporation Limited
Shareholder information
30 June 2026

The shareholder information set out below was applicable as at 18 September 2026.

Distribution of quoted equitable securities

Analysis of number of equitable security holders by size of holding:

	Number of holders of ordinary shares
1 to 1,000	81
1,001 to 5,000	27
5,001 to 10,000	62
10,001 to 100,000	796
100,001 and over	512
	1,478

There were 1,278 shareholders holding less than a marketable parcel of ordinary shares to the value of \$500.

Equity security holders

Twenty largest quoted equity security holders

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

	Ordinary shares	
	Number held	% of total shares issued
Total shares issued:	776,706,676	
Chromite Pty Ltd (Spinel A/C)	106,313,978	13.69
Park Road SF Pty Ltd (Park Road Super Fund A/C)	45,000,000	5.79
Citycastle Pty Ltd	42,503,280	5.47
Mr Geoffrey H. Fethers	33,114,520	4.26
Needmore Investments Pty Ltd	33,000,000	4.25
Mr Adrian C. Griffin	31,389,068	4.04
M & K Korkidas Pty Ltd	26,147,957	3.37
Mr Jonathan M. Hamer	23,214,874	2.99
Jagen Pty Ltd	20,038,623	2.58
Sked Pty Ltd	18,500,735	2.38
Pyrope Holdings Pty Ltd (Chromite Staff Super Fund A/C)	13,897,724	1.79
Tromso Pty Limited	12,500,000	1.61
Mr Johnny Tai Kwong Yue & Mrs Chan Ying Yue	10,881,976	1.40
Mr Syed Mushleh Uddin	10,000,000	1.29
BNP Paribas Nominees Pty Ltd (IB AU Noms retailclient DRP)	8,175,918	1.05
A C Griffin & J D Norman (Global Super A/C)	7,660,366	0.99
Lawrence Crowe Consulting Pty Ltd (L C C Super Fund A/C)	7,500,000	0.97
Aukera Capital Pty Ltd (Aukera Discretionary A/C)	7,500,000	0.97
Wifam Investments Pty Ltd (Wischer Family Super Fund A/C)	7,425,000	0.96
Mr James Heng	6,467,524	0.83
Top 20 shareholders	471,231,543	60.67
Other shareholders	305,475,133	39.33
TOTAL:	776,706,676	100.00

Reedy Lagoon Corporation Limited
Shareholder information
30 June 2026

Substantial holders

Substantial holders in the Company as at 18 September 2026 are set out below:

	Ordinary shares	
	Number held	% of total shares issued
Chromite Pty Ltd		
Chromite Pty Ltd <Spinel A/C>	106,313,978	
Geoffrey H. Fethers	33,114,520	
Pyrope Holdings Pty Ltd <Chromite Staff S/Fund A/C>	13,897,724	
Ranview Pty Ltd <B H Fethers Family A/C>	1,543,179	
	154,869,401	19.94
Sked Pty Ltd		
City Castle Pty Ltd	42,503,280	
Sked Pty Ltd	18,500,735	
Sked Pty Ltd <Super Fund A/C>	5,801,518	
Traders Macquarie Pty Ltd	2,345,948	
	69,151,481	8.90
Park Road SF Pty Ltd <Park Road Super Fund A/C>	45,000,000	5.79
Mr Adrian C. Griffin		
Mr Adrian C. Griffin	31,389,068	
Mr A. C. Griffin & Ms J. D. Norman <Global Superfund A/C>	7,660,366	
	39,049,434	5.03

Voting rights

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

Ordinary shares

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

There are no other classes of equity securities.

Options on issue

	Expiry Date	Exercise Price	Number
Unlisted	31 December 2026	0.69 cents	900,000
Unlisted	31 December 2027	0.43 cents	900,000
Unlisted	31 December 2028	0.59 cents	900,000

Reedy Lagoon Corporation Limited
Corporate directory
30 June 2026

Directors	Jonathan M. Hamer Chairman, Non-Executive Director Adrian C. Griffin Non-Executive Director Ish Peries Non-Executive Director
Contact details	Phone : 03 8420 6280 Email : info@reedylagoon.com.au
Company Secretary	Geoffrey H. Fethers
Share register	MUFG Corporate Markets (AU) Limited (ABN 54 083 214 537) Tower 4, 727 Collins Street Melbourne, Victoria 3008 Telephone : 1300 554 474 https://www.mpms.mufg.com/
Auditor	Stannards Audit Pty Ltd 60 Toorak Road South Yarra Victoria 3141 www.stannards.com.au
Stock exchange listing	Reedy Lagoon Corporation Limited shares are listed on the Australian Securities Exchange (ASX code: RLC)
Website	www.reedylagoon.com.au
Corporate Governance Statement	Refer to www.reedylagoon.com.au/about-us/corporate-governance/