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# Half-Year Financial Report

## For the period ended

## 31 December 2025

**Alkane Resources Ltd**
**Appendix 4D**
**Half-year report**

## 1. Company details

| | |
|---|---|
| Name of entity: | Alkane Resources Ltd |
| ABN: | 35 000 689 216 |
| Reporting period: | For the half-year ended 31 December 2025 |
| Previous period: | For the half-year ended 31 December 2024 |

## 2. Results for announcement to the market

| | | | | | $'000 |
|---|---|---|---|---|---|
| Revenue from ordinary activities | up | 232% | to | | 403,950 |
| Profit after tax attributable to the owners of Alkane Resources Ltd | up | 393% | to | | 64,898 |

**Explanation of Revenue**

Revenue from ordinary activities was $403.9 million, an increase of 232% over the corresponding period.

The increase in revenue was mainly due to increased production and gold sales due to the addition of Costerfield gold-antimony operations (Costerfield) and Björkdal gold operations (Björkdal) to the portfolio following the merger with Mandalay Resources Corporation (Mandalay), combined with higher realised gold price.

**Explanation of profit from ordinary activities after tax**

Net statutory profit after tax attributable to the owners of Alkane Resources Ltd was $64.9 million, an increase of 393% over the corresponding period mainly due to higher gross profit following the aforementioned increase in revenue.

**Explanation of Net profit**

Please refer above.

## 3. Net tangible assets

| | Reporting period Cents | Previous period Cents |
|---|---|---|
| Net tangible assets per ordinary security | 71.92 | 35.65 |

## 4. Dividends

***Current period***
There were no dividends paid, recommended or declared during the current financial period.

***Previous period***
There were no dividends paid, recommended or declared during the previous financial period.

## 5. Audit qualification or review

***Details of audit/review dispute or qualification (if any):***

The financial statements were subject to a review by the auditors and the review report is attached as part of the Interim Financial Report for the half-year ended 31 December 2025.

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**Alkane Resources Ltd**
**Appendix 4D**
**Half-year report**

**6. Attachments**

***Details of attachments (if any):***

The Interim Financial Report of Alkane Resources Ltd for the half-year ended 31 December 2025 is attached.

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**7. Signed**

Signed _____ Date: 13 February 2026

N P Earner
Managing Director
Perth

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**Alkane Resources Ltd**
**Corporate directory**
**31 December 2025**

| | |
|---|---|
| Directors | Andrew Quinn (Non-Executive Chairman) (Appointed 5 August 2025)<br>Nicholas Earner (Managing Director & CEO)<br>Ian Gandel (Non-Executive Director)<br>Bradford Mills (Non-Executive Director) (Appointed 5 August 2025)<br>Denise McComish (Non-Executive Director) (Appointed 1 December 2025)<br>Frazer Bourchier (Non-Executive Director) (Appointed 5 August 2025)<br>Dominic Duffy (Non-Executive Director) (Appointed 5 August 2025, resigned 14 October 2025)<br>David Ian Chalmers (Technical Director) (Resigned 5 August 2025)<br>Anthony Lethlean (Non-Executive Director) (Resigned 5 August 2025)<br>Gavin Smith (Non-Executive Director) (Resigned 5 August 2025) |
| Joint company secretaries | Julia Beckett<br>Dennis Wilkins |
| Registered office and principal place of business | Level 4, 66 Kings Park Road<br>WEST PERTH WA 6005<br>Telephone: 61 8 9227 5677<br>Facsimile: 61 8 9227 8178 |
| Share register | **Australia**<br>Computershare Investor Services Pty Limited<br>GPO Box 2975<br>MELBOURNE VIC 3001<br><br>**Canada**<br>Computershare Investor Services Inc.<br>510 Burrard St, 3rd Floor<br>Vancouver, British Columbia, V6C 3B9 |
| Auditor | KPMG<br>235 St Georges Terrace<br>PERTH WA 6000 |
| Stock exchange listing | Alkane Resources Ltd shares are listed on the Australian Securities Exchange (Perth) (ASX: ALK), the Toronto Stock Exchange (TSX: ALK) and the OTC Markets (OTC: ALKRY)<br><br>Ordinary fully paid shares |
| Website | http://www.alkres.com |
| E-mail address | mail@alkres.com |

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**Alkane Resources Ltd**
**Directors' report**
**31 December 2025**

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'Consolidated entity' or the 'Group') consisting of Alkane Resources Ltd (referred to hereafter as the 'Company' or 'Parent Entity') and the entities it controlled at the end of, or during, the half-year ended 31 December 2025.

**Directors**
The following persons were directors of Alkane Resources Ltd during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Andrew Quinn (Non-Executive Chairman) (Appointed 5 August 2025)
Nicholas Earner (Managing Director & CEO)
Ian Gandel (Non-Executive Director)
Bradford Mills (Non-Executive Director) (Appointed 5 August 2025)
Denise McComish (Non-Executive Director) (Appointed 1 December 2025)
Frazer Bourchier (Non-Executive Director) (Appointed 5 August 2025)
Dominic Duffy (Non-Executive Director) (Appointed 5 August 2025, resigned 14 October 2025)
David Ian Chalmers (Technical Director) (Resigned 5 August 2025)
Anthony Lethlean (Non-Executive Director) (Resigned 5 August 2025)
Gavin Smith (Non-Executive Director) (Resigned 5 August 2025)

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## Review of operations

Alkane Resources is an Australia-based gold and antimony producer with a portfolio of three operating mines across Australia and Sweden. Alkane's wholly owned producing assets are the Tomingley open pit and underground gold mine (Tomingley) southwest of Dubbo in Central West New South Wales, the Costerfield gold and antimony underground mining operation (Costerfield) northeast of Heathcote in Central Victoria, and the Björkdal underground gold mine (Björkdal) northwest of Skellefteå in Sweden (approximately 750km north of Stockholm).

The profit for the Consolidated Entity after providing for income tax amounted to $64,898,000 (31 December 2024: $13,156,000).

Group operational results

As the merger with Mandalay Resources Corporation (Mandalay) completed on 5 August 2025, Alkane's statutory reported operational results for FY 2026 reflects operational results from Costerfield and Björkdal only from that date.

The table below summaries the key operational information:

| | Unit | Half year ended 31 December 2025 | Half year ended 31 December 2024 |
|---|---|---|---|
| **Consolidated** | | | |
| Ore mined | t | **1,060,821** | 546,684 |
| Mined ore gold grade | g/t | **2.33** | 2.31 |
| Mined ore antimony grade | % | **0.86** | - |
| Processed ore | t | **1,254,664** | 532,984 |
| Processed ore - milled head grade gold | g/t | **2.07** | 2.34 |
| Processed ore - milled head grade antimony | % | **0.82** | - |
| Recovery gold | % | **89.31** | 84.47 |
| Recovery antimony | % | **84.85** | - |
| Gold produced | oz | **72,732** | 33,270 |
| Antimony produced | t | **391** | - |
| Gold equivalent produced[(1)] | oz | **74,174** | 33,270 |
| Gold equivalent sold[(1)] | oz | **74,094** | 34,785 |
| Average realised gold price | $/oz | **5,421** | 3,498 |
| Average realised antimony price | $/t | **41,023** | - |
| Revenue | $'000 | **403,950** | 121,500 |
| All-in sustaining cost[(2)] | $/oz | **2,841** | 2,598 |
| Ore stockpiles - contained gold | oz | **35,864** | 9,005 |
| Ore stockpiles - contained antimony | t | **349** | - |
| Gold equivalent in circuit, finished concentrate and bullion | oz | **7,541** | 1,066 |

1) Gold equivalent ounces calculated by multiplying quantities of gold and antimony in period by respective average market price of commodities in period, adding the two amounts to get 'total contained value based on market price' and dividing that total contained value by the average market price of gold in period. I.e., AuEq = ((Au Produced x Au $/oz) + (Sb Produced pre-payability x 70% payability x Sb $/t)) / (Au $/oz).
2) All in Sustaining Cost (AISC) comprises all site operating costs, royalties, sustaining capex and corporate costs. AISC does not include share-based payments, production incentives or net realisable value provision for product inventory.

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| | Unit | Half year ended 31 December 2025 | Half year ended 31 December 2024 |
|---|---|---|---|
| **Tomingley** | | | |
| Ore mined | t | **576,771** | 546,684 |
| Mined ore gold grade | g/t | **2.43** | 2.31 |
| Processed ore | t | **633,821** | 532,984 |
| Processed ore - milled head grade gold | g/t | **2.33** | 2.34 |
| Recovery gold | % | **87.81** | 84.47 |
| Gold produced | oz | **40,424** | 33,270 |
| Gold sold | oz | **40,947** | 34,785 |
| Average realised gold price | $/oz | **4,703** | 3,498 |
| Revenue | $'000 | **192,591** | 121,500 |
| All-in sustaining cost[(2)] | $/oz | **2,403** | 2,598 |
| **Costerfield** | | | |
| Ore mined | t | **64,530** | - |
| Mined ore gold grade | g/t | **8.42** | - |
| Mined ore antimony grade | % | **0.86** | - |
| Processed ore | t | **57,403** | - |
| Processed ore - milled head grade gold | g/t | **9.67** | - |
| Processed ore - milled head grade antimony | % | **0.82** | - |
| Recovery gold | % | **93.45** | - |
| Recovery antimony | % | **84.85** | - |
| Gold produced | oz | **16,433** | - |
| Antimony produced | t | **391** | - |
| Gold equivalent produced[(1)] | oz | **17,875** | - |
| Gold sold | oz | **15,923** | - |
| Antimony sold | t | **498** | - |
| Antimony sold (post-payability) | t | **290** | - |
| Gold equivalent sold[(1)] | oz | **17,690** | - |
| Average realised gold price | $/oz | **6,035** | - |
| Average realised antimony price | $/t | **41,023** | - |
| Revenue | $'000 | **107,982** | - |
| All-in sustaining cost[(2)] | $/oz | **2,254** | - |
| **Björkdal** | | | |
| Ore mined | t | **419,520** | - |
| Mined ore gold grade | g/t | **1.27** | - |
| Processed ore | t | **563,441** | - |
| Processed ore - milled head grade gold | g/t | **1.00** | - |
| Recovery gold | % | **86.68** | - |
| Gold produced | oz | **15,875** | - |
| Gold sold | oz | **15,457** | - |
| Average realised gold price | $/oz | **6,688** | - |
| Revenue | $'000 | **103,376** | - |
| All-in sustaining cost[(2)] | $/oz | **4,077** | - |

Lodged by Alkane Resources Ltd

In the six months ending 31 December 2025, Alkane produced 74,174 ounces of gold equivalent (Dec 2024: 33,270 ounces of gold) with all in sustaining costs (AISC) of $2,841 per ounce (Dec 2024: $2,598 per ounce).

The half-year period saw record-high realised average gold prices of $5,421 per ounce (Dec 2024: $3,498 per ounce). Gold equivalent sales of 74,094 ounces (Dec 2024: 34,785 ounces) resulted in sales revenue of $403,950,000 (Dec 2024: $121,667,000).

The main driver to the change in production and profit year-on-year has been the addition of almost five months´ production from Björkdal and Costerfield following the combination with Mandalay in August.

***Tomingley Gold Operations***

Tomingley is a wholly owned operation of Alkane, located near the village of Tomingley, approximately 50km southwest of Dubbo in Central Western New South Wales. Tomingley has been operating since 2014. Mining occurs underground on four gold deposits (Wyoming One, Caloma One, Caloma Two and Roswell).

Production for the period was 40,424 ounces of gold (Dec 2024: 33,270 ounces of gold) with all in sustaining costs of $2,403 per ounce (Dec 2024: $2,598 per ounce). The average sales price achieved for the period increased to $4,703 per ounce (Dec 2024: $3,498 per ounce). Gold sales of 40,947 ounces (Dec 2024: 34,785 ounces) resulted in sales revenue of $192,591,000 (Dec 2024: $121,500,000).

Tomingley´s gold production for the half-year ended 31 December 2025 increased by 22% from the previous corresponding period as a result of a 19% mill feed increase year-over-year mainly stemming from increased crushing capacity following the commissioning of a mobile crusher.

Bullion on hand increased by 1,105 ounces from 30 June 2025 to 2,171 ounces.

Works formally commenced on the Newell Highway diversion, outside of the existing Newell Highway corridor, on Tomingley owned land during the period. In early October Tomingley awarded the final portion of the contract to construct the Newell Highway re-alignment, including within the existing Newell Highway corridor. This project is due for completion in the first half of 2027.

***Costerfield Gold-Antimony Operations***

Costerfield is a wholly owned operation of Alkane. Costerfield is located within the Costerfield mining district of Central Victoria, Australia, approximately 10 km northeast of the town of Heathcote and 50 km east of the city of Bendigo.

The property encompasses the underground infrastructure supporting the Augusta, Cuffley, Brunswick, Youle and Shepherd deposits; the Augusta Mine Site (Augusta), the Brunswick Processing Plant; the Splitters Creek Evaporation Facility; the Brunswick and Bombay Tailings Storage Facilities (TSF) and associated infrastructure.

During the half-year ending 31 December 2025, Costerfield produced 16,433 ounces of gold and 391 tonnes of antimony equalling gold equivalent ounces of 17,875 with all in sustaining costs (AISC) of $2,254 per ounce. The average sales price per ounce of gold achieved for the period was $6,035 per and the average sales price per tonnes of antimony for the period was $40,254. Gold sales of 15,923 ounces and antimony sales of 498 resulting in 17,690 ounces of gold equivalent sold and sales revenue of $107,982.

***Björkdal Gold Operations***

Björkdal is a wholly owned operation of Alkane. The Björkdal property, containing both the Björkdal mine and the Storheden and Norrberget deposits, is located in Västerbotten County in northern Sweden. Björkdal is located approximately 28 km northwest of the municipality of Skellefteå and approximately 750 km north of Stockholm. The Björkdal property is accessible via Swedish national road 95 or European highway route E4 followed by all-weather paved roads.

During the half-year ending 31 December 2025, Björkdal produced 15,875 ounces of gold with all in sustaining costs (AISC) of $4,077 per ounce. The average sales price achieved for the period was $6,688 per ounce. Gold sales of 15,457 ounces resulted in sales revenue of $103,376,000.

***Exploration***

*Tomingley*

Resource expansion drilling continued at Tomingley outside existing resources and nearby to underground infrastructure during the period. Results from a regional drilling program around Tomingley has intersected significant gold mineralisation at El Paso (see ASX Announcement dated 14 August 2025 and titled ‘Tomingley Exploration Intersects Significant Gold at El Paso’). The drilling has also led to discovering a new zone of mineralisation that is associated with a second andesite host at McLeans. The recently discovered Western Andesite is intersected by several drill holes returning significant gold intercepts (see ASX Announcement dated 3 November 2025 and titled ‘Tomingley Drilling Discovers New Mineralisation at McLeans’)

*Costerfield*

During the period near mine drilling continued on a number of main focus areas. Brunswick South drilling looked to build on high grade intercepts (see ASX announcement dated 15 October 2025 and titled 'Costerfield Resources and Reserve Statement FY25') with a progression to infill drilling late in the period. The Kendall drilling program explored a series of veins above the currently active Youle, and the Sub KC drilling aimed to both infill and extend mineral resources below the Cuffley and Augusta workings.

Approximately 2km to the west of current development, the True Blue program continued with three drill rigs focused on infill drilling a portion of the Inferred Resources recently estimated (see ASX announcement dated 15 October 2025 and titled 'Costerfield Resources and Reserve Statement FY25').

*Björkdal*

The North Zone and Eastern extension programs continued with the aim to extend the orebody that is currently being mined with the focus on the northern and eastern depth extensions. Drilling also progressed and was completed on the Storheden deposit (~1km to the north-east). This program aimed to build on Inferred Mineral Resource recently estimated and the encouraging results of the drilling were released during the period (see ASX announcement dated 19 December 2025 and titled 'Alkane Doubles the Tested Depth Extent of the Storheden Deposit at Björkdal').

*Northern Molong Porphyry Project (NMPP)*

During the period results from reconnaissance drilling at Boda 2-3 and Driell Creek were released (see ASX Announcement dated 8 July 2025 and titled 'Boda-Kaiser Regional Exploration Update'). Significant gold-copper mineralisation was intersected by most drill holes outside of the current Boda-Kaiser Mineral Resource Estimations.

Additionally, exploration recommenced with the flying of a MobileMT survey over the majority of the NMPP. Inversion and interpretation of the MMT survey data is ongoing. Reconnaissance drilling commenced late in the period with the mobilisation of one air-core, one high-capacity RC, and one diamond core drill rig. Exploration results are expected to be reported in Q3.

Environmental baseline studies to inform the development approval of the Boda-Kaiser Au-Cu resources also continued in the period.

***Corporate***

On 5 August, Alkane completed the merger with Mandalay Resources Corporation. There were no other significant changes in the state of affairs of the Consolidated Entity during the financial half-year.

In accordance with its strategy of investing part of its cash balance in junior gold mining companies and projects that meet its investment criteria, namely potential investments that have high exploration potential and/or require near term development funding, the Company continues to hold its investment in gold exploration and development companies Medallion Metals Ltd (ASX: MM8) and Sky Metals Ltd (ASX: SKY).

**Matters subsequent to the end of the financial half-year**

No matter or circumstance has arisen since 31 December 2025 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.

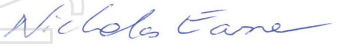
**Rounding of amounts**
The Company is of a kind referred to in ASIC Legislative Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to the 'rounding-off' of amounts in the directors' report and financial report. Amounts in this report have been rounded off in accordance with that ASIC Legislative Instrument to the nearest thousand dollars, or in certain cases, the nearest dollar.

**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.

**Alkane Resources Ltd**
**Directors' report**
**31 December 2025**

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



N P Earner
Managing Director

13 February 2026
Perth

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# Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

## To the Directors of Alkane Resources Ltd

I declare that, to the best of my knowledge and belief, in relation to the review of Alkane Resources Ltd for the half-year ended 31 December 2025 there have been:

i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and

ii. no contraventions of any applicable code of professional conduct in relation to the review.

*KPMG Signature*

KPMG

*Partner Signature*

R. Gambitta

*Partner*

Perth

13 February 2026

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**31 December 2025**

**Table of contents**

Consolidated statement of comprehensive income ..... 2

Consolidated balance sheet ..... 3

Consolidated statement of changes in equity ..... 4

Consolidated statement of cash flows ..... 5

Notes to the consolidated financial statements ..... 6-20

Directors' declaration ..... 21

Independent auditor's review report to the members of Alkane Resources Ltd ..... 22

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## Consolidated statement of comprehensive income
## For the half-year ended 31 December 2025
(Expressed in AUS dollars)

| | Note | 31 Dec 2025 | 31 Dec 2024 |
|---|---|---|---|
| | | ($'000) | ($'000) |
| Revenue | 5 | 403,950 | 121,500 |
| Cost of sales | 6 | (283,984) | (99,311) |
| **Gross profit** | | 119,966 | 22,189 |
| Other income | | 326 | 716 |
| Interest income | | 2,865 | 1,125 |
| | | 123,157 | 24,030 |
| **Expenses** | | | |
| Other expenses | 6 | (26,414) | (6,152) |
| Finance costs | 7 | (2,800) | (1,013) |
| Net gain/(loss) on disposal of property, plant and equipment | | (63) | - |
| | | (29,277) | (7,165) |
| **Profit before income tax expense** | | 93,880 | 16,865 |
| Income tax expense | 8 | (28,981) | (3,709) |
| **Profit after income tax expense for the half year attributable to the owners of Alkane Resources Ltd** | | 64,898 | 13,156 |
| **Other comprehensive income/(loss)** | | | |
| Item that may subsequently be reclassified to profit or loss | | | |
| Foreign currency translation | | 8,623 | - |
| Cash flow hedges reclassified to profit or loss, net of tax | | 1,000 | - |
| Net change in the fair value of cash flow hedges taken to equity, net of tax | | (2,078) | - |
| Items that will not be reclassified subsequently to profit or loss | | | |
| Changes in the fair value of equity investments at fair value through other comprehensive income, net of tax | | 5,767 | (3,356) |
| **Other comprehensive income/(loss) for the year, net of tax** | | 13,312 | (3,356) |
| **Total comprehensive income for the year attributable to the owners of Alkane Resources Ltd** | | 78,211 | 9,800 |
| **Net profit per share (in cents)** | | | |
| Basic | | 5.32 | 2.18 |
| Diluted | | 5.27 | 2.15 |

The above consolidated statement of comprehensive income should be read in conjunction with the accompanying notes

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## Consolidated balance sheet
## As at 31 December 2025

(Expressed in AUS dollars)
(Unaudited)

| | Note | 31 Dec 2025 | 30 Jun 2025 |
|---|---|---|---|
| | | ($'000) | ($'000) |
| **Assets** | | | |
| Current assets | | | |
| Cash and cash equivalents | | 218,188 | 48,089 |
| Trade and other receivables | 9 | 64,094 | 4,361 |
| Inventories | 10 | 96,825 | 31,566 |
| Derivative financial instruments | 11 | 1,030 | 2 |
| Assets held for sale | 19 | 7,538 | - |
| Total current assets | | 387,674 | 84,018 |
| | | | |
| Non-current assets | | | |
| Property, plant and equipment | 12 | 656,947 | 297,848 |
| Exploration and evaluation | 13 | 252,328 | 114,543 |
| Financial assets at fair value through other comprehensive income | 14 | 13,774 | 8,007 |
| Trade and other receivables | 9 | 177 | - |
| Derivative financial instruments | 11 | - | 116 |
| Other financial assets | 15 | 54,092 | 14,852 |
| Total non-current assets | | 977,319 | 435,366 |
| **Total assets** | | 1,364,993 | 519,384 |
| | | | |
| **Liabilities** | | | |
| Current liabilities | | | |
| Trade and other payables | 16 | 55,278 | 21,899 |
| External borrowings | 17 | 14,231 | 33,315 |
| Lease liabilities | | 815 | 458 |
| Current tax liabilities | | 55,895 | 14,389 |
| Provisions | 18 | 65,637 | 8,063 |
| Liabilities associated with assets held for sale | 19 | 131 | - |
| Total current liabilities | | 191,987 | 78,124 |
| | | | |
| Non-current liabilities | | | |
| External borrowings | 17 | 10,663 | 26,009 |
| Lease liabilities | | 393 | 156 |
| Provisions | 18 | 67,664 | 27,578 |
| Deferred tax | | 111,726 | 41,827 |
| Total non-current liabilities | | 190,446 | 95,570 |
| **Total liabilities** | | 382,433 | 173,694 |
| **Net assets** | | 982,560 | 345,690 |
| | | | |
| **Equity** | | | |
| Issued capital | 20 | 783,476 | 224,693 |
| Share-based payments reserve | | 4,680 | 4,802 |
| Foreign currency translation reserve | | 8,623 | - |
| Other reserves | | (83,402) | (88,091) |
| Retained profits | | 269,183 | 204,286 |
| **Total equity** | | 982,560 | 345,690 |
| **Total liabilities and equity** | | 1,364,993 | 519,384 |

The above consolidated balance sheet should be read in conjunction with the accompanying notes

## Consolidated statement of changes in equity
## For the half-year ended 31 December 2025
(Expressed in AUS dollars)

| | Issued capital | Share-based payments reserve | Foreign currency translation reserve | Other reserves | Retained profits | Total equity |
|---|---|---|---|---|---|---|
| | ($'000) | ($'000) | ($'000) | ($'000) | ($'000) | ($'000) |
| **Balance at 1 July 2025** | **224,693** | **4,802** | **-** | **(88,091)** | **204,286** | **345,690** |
| Profit after income tax expense for the period | - | - | - | - | 64,898 | **64,898** |
| Other comprehensive income for the period, net of tax | - | - | 8,623 | 4,689 | - | **13,312** |
| **Total comprehensive income for the period** | - | - | 8,623 | 4,689 | 64,898 | **78,210** |
| Share-based payments | 495 | 375 | - | - | - | **870** |
| Employee share awards vested | 497 | (497) | - | - | - | **-** |
| Shares issued as consideration for acquisition (Note 3) | 558,112 | - | - | - | - | **558,112** |
| Share issue transaction costs | (322) | - | - | - | - | **(322)** |
| **Balance at 31 December 2025** | **783,476** | **4,680** | **8,623** | **(83,402)** | **269,183** | **982,560** |

| | Issued capital | Share-based payments reserve | Foreign currency translation reserve | Other reserves | Retained profits | Total equity |
|---|---|---|---|---|---|---|
| | ($'000) | ($'000) | ($'000) | ($'000) | ($'000) | ($'000) |
| **Balance at 1 July 2024** | **223,319** | **5,156** | **-** | **(90,344)** | **171,243** | **309,374** |
| Profit after income tax expense for the period | - | - | - | | 13,156 | **13,156** |
| Other comprehensive loss for the period, net of tax | - | - | - | (3,356) | - | **(3,356)** |
| **Total comprehensive income/(loss) for the period** | - | - | - | (3,356) | 13,156 | **9,800** |
| Share-based payments | 255 | (43) | - | - | - | **212** |
| Employee share awards vested | 1,123 | (1,123) | - | - | - | **-** |
| Deferred tax recognised in equity | (2) | - | - | 1,065 | - | **1,063** |
| **Balance at 31 December 2024** | **224,695** | **3,990** | **-** | **(92,635)** | **184,399** | **320,449** |

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

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**Consolidated statement of cash flows**
**For the half-year ended 31 December 2025**
(Expressed in AUS dollars)

| | 31 Dec 2025 | 31 Dec 2024 |
|---|---|---|
| | **($'000)** | ($'000) |
| **Cash flows from operating activities** | | |
| Receipts from customers | **381,351** | 121,677 |
| Payments to suppliers and employees | **(169,291)** | (88,445) |
| | **212,060** | **33,232** |
| Interest received | **2,865** | 881 |
| Income tax paid | **(19,426)** | - |
| Finance costs paid | **(1,492)** | (686) |
| Royalties paid | **(9,481)** | (3,963) |
| Other Income | **1,369** | 221 |
| Payment for derivative contracts | **(12,249)** | - |
| Acquisition related payments | **(17,675)** | - |
| Payment for rehabilitation | **(2,207)** | - |
| **Net cash from operating activities** | **153,764** | **29,685** |
| | | |
| **Cash flows from investing activities** | | |
| Payments for PPE and development expenditure | **(48,130)** | (47,902) |
| Proceeds from disposal of equipment | **103** | - |
| Payments for exploration expenditure | **(21,839)** | (2,856) |
| Net cash acquired through business combination | **142,046** | - |
| Payments for investments | **-** | (1,000) |
| Payments for security deposits | **(6,082)** | (1,601) |
| **Net Cash used in investing activities** | **66,098** | **(53,359)** |
| | | |
| **Cash flows from financing activities** | | |
| Cost of share issue | **(371)** | - |
| Proceeds from borrowings | **2,142** | 34,360 |
| Repayment of borrowings | **(47,189)** | (21,097) |
| Payments of lease liabilities | **(534)** | (117) |
| **Net Cash used in financing activities** | **(45,953)** | **13,146** |
| | | |
| Effects of exchange rate changes on cash and cash equivalents | **(3,809)** | **-** |
| | | |
| Net increase (decrease) in cash and cash equivalents | **170,099** | **(10,528)** |
| Cash and cash equivalents, beginning of the period | **48,089** | **45,519** |
| **Cash and cash equivalents, end of the period** | **218,188** | **34,991** |

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

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## Note 1. Corporate Information

The financial report of Alkane Resources Limited for the half-year ended 31 December 2025 was authorised for issue in accordance with a resolution of the directors on 12 February 2026.

Alkane Resources Limited ("Alkane" or the "Company") is a for-profit company limited by shares incorporated in Australia whose shares are publicly traded on the Australian Securities Exchange and Toronto Stock Exchange. The nature of the operations and principal activities of the Group are described in the Directors' Report.

The Company's registered office and principal place of business is Level 4, 66 Kings Park Road, West Perth WA.

## Note 2. Material accounting policy information

### Basis of preparation

This condensed consolidated interim financial report for the half-year reporting period ended 31 December 2025 has been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

This condensed consolidated interim financial report does not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2025 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure obligations of the ASX and TSX listing rules.

This condensed consolidated interim financial report is presented in Australian dollars (A$) unless otherwise specified. Amounts in this condensed consolidated interim financial report are rounded to the nearest thousand Australian dollars (A$'000), unless otherwise stated.

The preparation of financial data is based on accounting principles and practices consistent with those used in the preparation of the audited annual financial report as at and for the year ended 30 June 2025.

### Foreign currency transactions

Transactions in foreign currencies are initially recorded in the respective entity's functional currency at the exchange rate at the date of the transaction. Monetary assets and liabilities that are denominated in foreign currencies are translated at the rates prevailing at each reporting date.

The translation gain/loss is recognised in the consolidated statements of income and comprehensive income. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated at the exchange rate on the date of the transaction. On consolidation, each respective entity's financial statements are translated into the presentation currency as outlined below.

The consolidated financial statements are presented in Australian dollars. For presentation purposes, the assets and liabilities of the Company and its subsidiaries, including fair value adjustments arising on acquisition, are translated into Australian dollars at exchange rates at the reporting date. The income and expenses of foreign operations are translated into Australian dollars at the average exchange rate for the period in which the transaction arose. Exchange differences arising are recognised as a separate component of equity titled "foreign currency translation reserve."

**Note 2. Material accounting policy information (continued)**

**New or amended Accounting Standards and Interpretations adopted**

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

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

**Note 3. Business combination – Acquisition of Mandalay Resources Corporation**

On 27 April 2025, Alkane entered into an arrangement agreement (the "Arrangement Agreement") with Mandalay Resources Corporation ("Mandalay"), a British Columbia, Canada company with its common shares listed on the Toronto Stock Exchange. Pursuant to the Arrangement Agreement, Alkane, through a wholly owned Canadian subsidiary, agreed to acquire 100% of the issued and outstanding common shares of Mandalay by way of a statutory plan of arrangement under the Business Corporations Act (British Columbia).

The transaction was approved by Alkane shareholders and Mandalay shareholders at separate meetings held on 28 July 2025. Final British Columbia court approval was received on 4 August 2025, and the arrangement became effective on 5 August 2025, which was the date of acquisition for legal and accounting purposes. The transaction has been accounted for as a business combination. It has been concluded that Alkane is the accounting acquirer, resulting in the assets and liabilities of Mandalay being fair valued.

The determination of the acquiror and the acquiree in this transaction have been a critical judgement. While Mandalay shareholders hold majority of voting rights post-transaction, this is outweighed by other factors that are more relevant to the operation and return-generating activities of the merged group. Most notably, Alkane's senior management have retained their roles and this operational dominance allows them to drive the relevant decisions in the merged entity.

Since the acquisition date, Mandalay contributed revenue of $196.6 million to the Group's results. If the acquisition had occurred on 1 July 2025, management estimates that Mandalay would have contributed revenue of $237.9 million to the Group's results for the half year ended 31 December. In determining these amounts, management has assumed that the fair value adjustments, determined provisionally, that arose on the date of acquisition would have been the same if the acquisition had occurred on 1 July 2025.

Alkane incurred acquisition-related costs of $3.2 million on fees associated with the merger during the half year, including legal fees and due diligence costs as well as stamp duty of $1.1 million paid to the state revenue office of Victoria. These have been included in the Statement of Profit and Loss under administrative expenses.

Pursuant to the Arrangement Agreement, Mandalay shareholders received 7.875 ordinary shares of Alkane for each common share of Mandalay held immediately prior to the completion of the transaction, resulting in total consideration for the transaction to be 759,335,795 Alkane Shares, which equates to a fair value consideration of $558,112,000 using Alkane's closing share price on 5$^{th}$ August of $0.735 per share.

Alkane has engaged advisors and valuers to assist with the acquisition accounting. At the date of the consolidated interim financial statements, the initial accounting for the business combination is provisional. The Company will recognise any adjustments to the provisional amounts of assets and liabilities within twelve months of the acquisition date.

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**Note 3. Business combination – Acquisition of Mandalay Resources Corporation (continued)**

| | Mandalay ($'000) |
|---|---|
| Consideration | |
| Equity instruments (759,335,771 ordinary shares of the Company) | 558,112 |
| **Consideration** | **558,112** |
| Fair value of net assets acquired and liabilities | |
| Cash and cash equivalents | 142,046 |
| Trade and other receivables | 27,823 |
| Inventories | 103,355 |
| Prepayments | 2,605 |
| Assets held for sale | 7,778 |
| Property, plant and equipment | 370,125 |
| Exploration and evaluation | 128,154 |
| Rehabilitation and other deposits | 33,309 |
| Trade and other payables | (44,304) |
| Income taxes payable | (19,411) |
| Provisions | (6,132) |
| Derivative financial instrument | (7,236) |
| Rehabilitation and site closure costs | (88,098) |
| Long-term debt | (11,064) |
| Deferred tax liabilities | (80,828) |
| Liabilities associated with assets held for sale | (9) |
| **Net assets acquired** | **558,112** |

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## Note 4. Operating segments

The Company has three operating segments: Costerfield and Tomingley in Australia, and Björkdal in Sweden. The operating segments are based on internal reports that are reviewed by the Board of Directors, who are identified as the Chief Operating Decision Makers, for the purpose of assessing performance and allocating resources. These reportable operating segments are summarised in the table below ("Others" is the provision of corporate and administrative functions and also includes non-core assets held in Australia, Canada and Chile). As the merger with Mandalay Resources Corporation (Mandalay) completed on 5 August 2025, Alkane's statutory reported results for FY 2026 reflects results from Costerfield and Björkdal only from that date:

| For the half-year ended 31 December 2025 | Operating segment | | | Others | Total |
|---|---|---|---|---|---|
| | Costerfield | Tomingley | Björkdal | | |
| | ($'000) | ($'000) | ($'000) | ($'000) | ($'000) |
| Revenue | 107,982 | 192,591 | 103,376 | - | 403,950 |
| Cost of sales | (84,127) | (119,511) | (80,346) | - | (283,984) |
| Gross profit (loss) | 23,855 | 73,081 | 23,031 | - | 119,966 |
| Other operating expenses | (5,165) | (1,453) | (4,232) | (18,427) | (29,277) |
| Interest and other income | 1,184 | 825 | 651 | 531 | 3,191 |
| Profit (loss) before income taxes | 19,874 | 72,453 | 19,452 | (17,896) | 93,880 |
| Income tax expense | (6,071) | (18,308) | (4,603) | - | (28,981) |
| **Profit (loss) for the period** | **13,803** | **54,145** | **14,850** | **(17,896)** | **64,898** |
| Expenditure for property, plant and equipment and exploration | 16,747 | 25,208 | 24,699 | 3,314 | 69,969 |
| Total assets as at December 31, 2025 | 247,496 | 338,001 | 388,870 | 390,626 | 1,364,993 |
| Total liabilities as at December 31, 2025 | 87,466 | 95,634 | 92,195 | 107,138 | 382,433 |

| For the half-year ended 31 December 2024 | Operating segment | | | Others | Total |
|---|---|---|---|---|---|
| | Costerfield | Tomingley | Björkdal | | |
| | ($'000) | ($'000) | ($'000) | ($'000) | ($'000) |
| Revenue | - | 121,500 | - | - | 121,500 |
| Cost of sales | - | (99,311) | - | - | (99,311) |
| Gross profit (loss) | - | 22,189 | - | - | 22,189 |
| Other operating expenses | - | (863) | - | (6,302) | (7,165) |
| Interest and other income | - | 1,841 | - | - | 1,841 |
| Profit (loss) before income taxes | - | 23,167 | - | (6,302) | 16,865 |
| Income tax expense | - | (3,709) | - | - | (3,709) |
| **Profit (loss) for the period** | **-** | **19,458** | **-** | **(6,302)** | **13,156** |
| Expenditure for property, plant and equipment and exploration | - | 50,758 | - | - | 50,758 |
| Total assets as at June 30, 2025 | - | 347,829 | - | 171,555 | 519,384 |
| Total liabilities as at June 30, 2025 | - | 169,081 | - | 4,613 | 173,694 |

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## Note 5. Revenue

In the following table, the Group's revenue is disaggregated by primary geographical market and major products by operating segments. The table also includes a reconciliation of the disaggregated revenue with the Group's reportable segments (see Note 4).

| For the half-year ended | Costerfield | | Björkdal | | Tomingley | | Total | |
|---|---|---|---|---|---|---|---|---|
| | **2025** | 2024 | **2025** | 2024 | **2025** | 2024 | **2025** | 2024 |
| | **($'000)** | ($'000) | **($'000)** | ($'000) | **($'000)** | ($'000) | **($'000)** | ($'000) |
| **Primary geographical markets** | | | | | | | | |
| Australia | **107,387** | - | **-** | - | **193,591** | 121,677 | **300,978** | 121,677 |
| Sweden | **-** | - | **89,213** | - | | - | **89,213** | - |
| **Revenue from contracts with customers** | **107,387** | - | **89,213** | - | **193,591** | 121,677 | **390,191** | 121,677 |
| Provisional pricing adjustments | 595 | - | 14,163 | - | - | - | **14,759** | |
| Derivative options lapsed | | - | | - | **(1,000)** | (177) | **(1,000)** | (177) |
| **Total revenue from mining operations** | **107,982** | - | **103,376** | - | **192,591** | 121,500 | **403,950** | 121,500 |
| **Commodities** | | | | | | | | |
| Gold | **94,368** | - | **89,213** | - | **193,591** | 121,677 | **377,173** | 121,677 |
| Antimony | **13,018** | - | | - | | - | **13,018** | - |
| **Revenue from contracts with customers** | **107,387** | - | **89,213** | - | **193,591** | 121,677 | **390,191** | 121,677 |
| Provisional pricing adjustments | 595 | - | 14,163 | - | - | - | **14,759** | - |
| Derivative options lapsed | | - | | - | **(1,000)** | (177) | **(1,000)** | (177) |
| **Total revenue from mining operations** | **107,982** | - | **103,376** | - | **192,591** | 121,500 | **403,950** | 121,500 |

Revenue from the sale of gold is recognised when the group satisfies its performance obligations under its contract with the customer by transferring such goods to the customer's control. Control is generally determined to be when the customer has the ability to direct the use and obtain substantially all of the remaining benefits from that good.

Sales of certain commodities are provisionally priced such that the price is not settled until a predetermined future date based on the market price at that time. Revenue on these sales is initially recognised at the current market price. The receivables relating to provisionally priced sales are marked to market at each reporting date using the market price at the end of each reporting period.

## Note 6. Expenses

| | For the half-year ended December | |
|---|---|---|
| **Cost of sales** | **2025** | 2024 |
| | **($'000)** | ($'000) |
| Cash costs of production | 155,181 | 76,125 |
| Inventory product movement | 40,968 | (1,628) |
| Depreciation and amortisation | 76,230 | 21,006 |
| Royalties and selling costs | 11,604 | 3,808 |
| | **283,984** | 99,311 |

Inventory product movement represents the movement in the balance sheet inventory ore stockpile, gold in circuit, finished goods and bullion on hand.

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**Note 6. Expenses (continued)**

| Other expenses | For the half-year ended December 2025 ($'000) | 2024 ($'000) |
|---|---|---|
| Corporate administration | **4,593** | 2,184 |
| Employee remuneration and benefits | **4,091** | 938 |
| Professional fees and consulting services | **2,088** | 1,677 |
| Share based payments | **670** | 332 |
| Directors' fees and salaries expensed | **599** | 379 |
| Acquisition related costs | **3,191** | - |
| Depreciation | **303** | 313 |
| Non-core project expenses | **89** | 174 |
| Exploration expenditure provided for or written off | **-** | 155 |
| Foreign exchange loss | **6,404** | - |
| Revision of rehabilitation liability | **925** | - |
| Loss on financial instruments | **3,460** | - |
| | **26,414** | **6,152** |

Loss on financial instruments relates to zero cost collar contracts on gold price movements entered into by Costerfield. These contracts were not designated for hedge accounting on inception and the resultant loss is recognised as an expense rather than directly offsetting revenue. The final contract was for the month of December 2025.

**Note 7. Finance Costs**

| Finance costs | For the half-year ended December 2025 ($'000) | 2024 ($'000) |
|---|---|---|
| Interest expense | **1,355** | 644 |
| Unwinding of discount | **1,445** | 369 |
| | **2,800** | **1,013** |

**Note 8. Income tax**

| Income tax expense | For the half-year ended December 2025 ($'000) | 2024 ($'000) |
|---|---|---|
| Current tax | **40,927** | **6,245** |
| Deferred tax | **(11,946)** | **(2,536)** |
| | **28,981** | **3,709** |

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## Note 9. Trade and other receivables

| Current assets | 31 Dec 2025 ($'000) | 30 Jun 2025 ($'000) |
|---|---|---|
| Trade receivables | **47,179** | 666 |
| Prepayments | **10,525** | 2,370 |
| GST, VAT and other indirect tax receivables | **5,358** | 1,325 |
| Other receivables | **1,032** | - |
| **Total current portion** | **64,094** | 4,361 |

| Non-current assets | ($'000) | ($'000) |
|---|---|---|
| Other receivables | **177** | - |
| **Total non-current portion** | **177** | - |
| | **64,271** | 4,361 |

## Note 10. Inventories

| | 31 Dec 2025 ($'000) | 30 Jun 2025 ($'000) |
|---|---|---|
| Ore stockpiles | **46,796** | 15,034 |
| Gold in circuit | **6,432** | 3,287 |
| Bullion on hand | **5,799** | 7,194 |
| Finished goods | **15,413** | - |
| Consumables stores | **22,385** | 6,051 |
| | **96,825** | 31,566 |

A fair value adjustment of $52,951,000 relating to work-in-progress and stockpile ore was made at the date of Mandalay Resources Corporation acquisition of which $40,688,000 has been expensed for the half year ended 31 December 2025 as those inventories were sold. Inventories are accounted for at the lower of cost and net realisable value.

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**Note 11. Derivative financial instruments - assets**

| | 31 Dec 2025 | 30 Jun 2025 |
|---|---|---|
| | ($'000) | ($'000) |
| **Current assets** | | |
| Commodity options - cash flow hedges | 1,030 | 2 |
| **Non current assets** | | |
| Commodity options cash flow hedges | - | 116 |
| | 1,030 | 118 |

During the 2024 financial year, the Company entered into several commodity put option contracts from 31 July 2024 to 30 June 2027, for a total of 140,799 ounces at $3,000/oz. As at 31 December 2025, put options for a total of 76,173 ounces are outstanding. In October 2025, Alkane acquired additional put options for a total of 42,000 ounces at SEK 30,645/oz (~A$4,985/oz) ranging from 30 Jan 2026 to 31 Dec 2026.

Movement in fair value of the options are reflected through other comprehensive income as Alkane has adopted cashflow hedge accounting.

**Note 12. Property, plant and equipment**

| Property Plant & Equipment | 31 Dec 2025 |
|---|---|
| | ($'000) |
| Opening balance - 1 July 2025 | 297,848 |
| Acquisition as a part of the business combination | 370,125 |
| Additions | 47,046 |
| Transfers from exploration | 14,165 |
| Depreciation | (76,975) |
| Disposals | (166) |
| Foreign exchange movement | 4,904 |
| **Closing balance - 31 December 2025** | 656,947 |

The acquisition of Property, plant and equipment assets as part of a business combination of $370,125,000 relates to the fair value of all fixed assets and mine development assets acquired in the Mandalay Resources Corporation acquisition (31 December 2025: provisional fair value assessment).

**Note 13. Exploration and evaluation**

| Exploration & Evaluation assets | 31 Dec 2025 |
|---|---|
| | ($'000) |
| Opening balance - 1 July 2025 | 114,543 |
| Acquisition as a part of the business combination | 128,154 |
| Additions | 21,839 |
| Transfer to mine development | (14,165) |
| Foreign exchange movement | 1,958 |
| **Closing balance - 31 December 2025** | 252,328 |

The acquisition of exploration and evaluation assets as part of a business combination of $128,154,000 relates to the fair value of mineral resources outside the life-of-mine plan acquired in the Mandalay Resources Corporation acquisition (31 December 2025: provisional fair value assessment).

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**Note 14. Financial assets at fair value through other comprehensive income**

| Non-current assets | 31 Dec 2025 ($'000) | 30 Jun 2025 ($'000) |
|---|---|---|
| **Listed securities** | | |
| Medallion Metals Ltd (ASX: MM8) | **13,050** | 7,500 |
| Sky Metals Ltd (ASX: SKY) | **724** | 507 |
| | **13,774** | 8,007 |

The fair value of listed equity investments is based on quoted market prices (Level 1 inputs) at 31 December 2025. The Company recorded an unrealised fair value gain of $5,767,000 in other comprehensive income for the half year ended 31 December 2025.

**Note 15. Other financial assets**

| Non-current assets | 31 Dec 2025 ($'000) | 30 Jun 2025 ($'000) |
|---|---|---|
| Security deposits | **54,092** | 14,852 |
| | **54,092** | 14,852 |

The above deposits are held by financial institutions or regulatory bodies as security for rehabilitation and construction obligations as required under the respective exploration and mining leases or as required under agreement totaling $54,092,000 as of 31 December 2025 (30 June 2025: $14,852,000 backed by security deposits).

**Note 16. Trade and other payables**

| Current liabilities | 31 Dec 2025 ($'000) | 30 Jun 2025 ($'000) |
|---|---|---|
| Trade payables | 20,479 | 7,053 |
| Other payables | 34,799 | 14,846 |
| | **55,278** | **21,899** |

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**Note 17. External Borrowings**

| Current liabilities | 31 Dec 2025 | 30 Jun 2025 |
|---|---|---|
| | **($'000)** | ($'000) |
| Macquarie facility | **-** | 25,500 |
| Equipment Facilities | **10,476** | 6,769 |
| Other borrowings | **3,756** | 1,046 |
| **Total current portion** | **14,231** | 33,315 |

| Non-current liabilities | | |
|---|---|---|
| | **($'000)** | ($'000) |
| Macquarie facility | **-** | 19,500 |
| Equipment Facilities | **10,663** | 6,509 |
| **Total non-current portion** | **10,663** | 26,009 |
| | **24,894** | 59,324 |

***Macquarie Project Loan Facility***

On 21 February 2023, the Company's subsidiary Tomingley Gold Operations Pty Ltd entered into a Finance Facility Agreement with Macquarie Bank Limited in an aggregate principal amount of up to $50,000,000 for the purposes of funding the development of the Tomingley Gold Extension Project. On 15 May 2024, the facility limit was increased to $60,000,000 and the term was extended to June 2027.

On 18 August 2025, the Company fully repaid the loan's outstanding principal amount of $45,000,000 and the facility limit was reduced to a nominal amount.

***Equipment Facilities***

As at 31 December 2025, the Group's Björkdal mine in Sweden had an outstanding balance of $6,482,000 owing in respect of equipment loan facilities (the "Björkdal Equipment Facilities") with several Swedish banks to finance mining equipment. The Björkdal Equipment Facilities are repayable in monthly instalments plus interest and are due to be repaid by September 2029. The Björkdal Equipment Facilities are secured by the underlying equipment.

As at 31 December 2025, the Group's Tomingley mine in Australia had an outstanding balance of $10,995,000 owing in respect of equipment loan facilities (the "Tomingley Equipment Facilities") with several Australian financial institutions for mining equipment. The Tomingley Equipment Facilities are repaid monthly with the last payment expected in November 2028 and are secured via the underlying equipment.

On 28 February 2024, the Company purchased trucks and excavators for Lupin reclamation activities under an equipment loan facility (the "Lupin Equipment Facility"). The Lupin Equipment Facility are repayable in equal monthly instalments ending March 2028. The loan balance as at 31 December 2025 was $3,662,000.

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**Note 18. Provisions**

| Current liabilities | 31 Dec 2025 | 30 Jun 2025 |
|---|---|---|
| | ($'000) | ($'000) |
| Employee benefits | 18,955 | 8,063 |
| Rehabilitation | 46,683 | - |
| **Total current portion** | 65,637 | 8,063 |

| Non-current liabilities | | |
|---|---|---|
| | ($'000) | ($'000) |
| Employee benefits | 1,375 | 912 |
| Rehabilitation | 66,288 | 26,666 |
| **Total non-current portion** | 67,664 | 27,578 |
| | 133,301 | 35,641 |

**(i) Provisions**

Provisions are recognised when the group has a present legal or constructive obligation, it is probable that an outflow of resources will be required to settle the obligation, and the amount can be reliably estimated.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised in finance charges.

**(ii) Information about individual provisions and significant estimates**

**Rehabilitation and mine closure**

The group has obligations to dismantle and remove certain items of property, plant and equipment and to restore and rehabilitate the land on which mining operations occurred. A provision is raised for the estimated cost of settling the rehabilitation and restoration obligations existing at balance date, discounted to present value using an appropriate pre-tax discount rate. Where the obligation is related to an item of property, plant and equipment, its cost includes the present value of the estimated costs of dismantling and removing the asset and restoring the site on which it is located. Costs that relate to obligations arising from waste created by the production process are recognised as production costs in the period in which they arise.

The discounted value reflects a combination of management's assessment of the nature and extent of the work required, the future cost of performing the work required, the timing of cash flows and the discount rate. An increase in the provision due to the passage of time of was recognised in finance charges in the statement of profit or loss and other comprehensive income of $1,445,000.

During the half year ended 31 December 2025, the Company incurred rehabilitation expenditures of $2,629,000 on rehabilitation work at the Lupin site in Canada. The current portion of the rehabilitation and site closure costs provision relates to Lupin site, as majority of rehabilitation work required to achieve closure obligations are expected to take place before 31 December 2026.

The provisions are reassessed at least annually. A change in any of the assumptions used to determine the provisions could have a material impact on the carrying value of the provision.

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Movements in rehabilitation and mine closure provision during the half year ended 31 December 2025 are set out below:

| | ($'000) |
|---|---|
| Balance at 01 July 2024 | 20,919 |
| Additional provision incurred | 6,175 |
| Change in estimate | (1,207) |
| Unwinding of discount | 779 |
| **Balance at 30 June 2025** | **26,666** |
| Acquisition as a part of the business combination | 88,098 |
| Additional provision incurred | 936 |
| Unwinding of discount | 1,445 |
| Expenditure for rehabilitation | (2,629) |
| Change in estimate | (883) |
| Foreign exchange | (662) |
| **Balance at 31 December 2025** | **112,971** |
| Less: current portion | 46,683 |
| **Total non-current portion** | **66,288** |

The rehabilitation liabilities assumed as part of a business combination of $88,098,000 relates to the fair value of rehabilitation obligations taken on at Costerfield, Björkdal & Lupin business units in the Mandalay Resources Corporation acquisition (31 December 2025: provisional fair value assessment).

**Note 19. Assets and liabilities held for sale**

During the quarter ended 31 December 2025, the Group committed to a plan to sell its investment in Minera Mandalay Limitada ("MML"), which owns an exploration asset located in Chile. Accordingly, the assets and liabilities of MML have been classified as held for sale. The following table presents the assets and liabilities, classified as assets held for sale and liabilities directly associated with the assets held for sale in the consolidated statement of financial position:

| As at 31 December 2025 | MML |
|---|---|
| | ($'000) |
| **Assets** | |
| **Current assets** | |
| Cash and cash equivalents | 1 |
| Trade and other receivables | 1 |
| Prepaid expenses | 4 |
| **Non-current assets** | |
| Exploration and evaluation | 7,499 |
| Other receivables | 32 |
| **Assets held for sale** | **7,538** |
| | |
| **Liabilities** | |
| **Current liabilities** | |
| Trade and other payables | 131 |
| **Liabilities associated with assets held for sale** | **131** |

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## Note 20. Issued capital

### i) Movements in ordinary share capital

| | 31 Dec 2025 Shares | 30 Jun 2025 Shares | 31 Dec 2025 ($'000) | 30 Jun 2025 ($'000) |
|---|---|---|---|---|
| Ordinary shares - fully paid | 1,366,203,998 | 605,541,892 | 783,476 | 224,693 |

| Movements in ordinary share capital | Shares | ($'000) |
|---|---|---|
| Balance at 01 July 2024 | 603,490,487 | 223,319 |
| Shares issued on vesting of performance rights | 1,570,220 | 1,123 |
| Share issue | 481,185 | 255 |
| Less: Deferred tax credit recognised directly into equity | - | (4) |
| **Balance at 30 June 2025** | **605,541,892** | **224,693** |
| Shares issued as consideration for acquisition | 759,335,771 | 558,112 |
| Shares issued on vesting of performance rights | 917,304 | 497 |
| Share issue | 409,031 | 496 |
| Share issue costs | - | (322) |
| **Balance at 31 December 2025** | **1,366,203,998** | **783,476** |

### ii) Performance rights

The number of performance rights outstanding as at 31 December 2025 is as follows:

| | Number of performance rights | Weighted average fair value A$ |
|---|---|---|
| Balance at 01 July 2024 | 9,001,583 | 0.54 |
| Granted | 5,785,350 | 0.38 |
| Exercised | (1,156,587) | 0.62 |
| Lapsed/Cancelled | (1,944,058) | 0.60 |
| **Balance at 30 June 2025** | **11,686,288** | **0.38** |
| Granted | 3,668,749 | 0.45 |
| Issued | 917,304 | 0.54 |
| Lapsed/Cancelled | (2,686,140) | 0.56 |
| **Balance at 31 December 2025** | **13,586,201** | **0.38** |

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## Note 21. Financial liabilities and other commitments

*Physical gold delivery commitments*

As part of its risk management policy, the Group enters into derivatives including gold forward contracts and gold put options to manage the gold price of a proportion of anticipated gold sales. The gold forward sales contracts disclosed below did not meet the criteria of financial instruments for accounting purposes on the basis that they met the normal purchase/sale exemption because physical gold would be delivered into the contract. Accordingly, the contracts were accounted for as sale contracts with revenue recognised in the period in which the gold commitment was met. The balances in the table below relate to the value of the contracts to be delivered into by transfer of physical gold. These forward gold sales contracts are not accounted for in the statement of financial position. A contingent liability of $170,751,000 (June 2025: liability of $139,343,000) existed at the balance date in the event the contracts are not settled by the physical delivery of gold.

| | Gold for physical delivery Oz | Contrated gold sale price $ | Value of commited sales $'000 |
|---|---|---|---|
| **31 December 2025** | | | |
| **Fixed forward contracts** | | | |
| Within one year | 32,200 | 2,875 | 92,575 |
| One to five years | 13,950 | 2,832 | 39,500 |
| **30 June 2025** | | | |
| **Fixed forward contracts** | | | |
| Within one year | 32,650 | 2,851 | 93,070 |
| One to five years | 28,950 | 2,862 | 82,846 |

**Note 22. Subsequent events**

No matters or circumstance has arisen since 31 December 2025 that has significantly affected, or may significantly affect the group's operations, the results of those operations, or the group's state of affairs in future financial years.

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In the directors' opinion:

- the financial statements and notes set out on pages 2 to 20 are in accordance with the Corporations Act 2001 including:

  I. complying with Australian Accounting Standard AASB 134: Interim Financial Reporting, IAS 34: Interim Financial Reporting and the Corporations Regulations 2001; and
  II. giving a true and fair view of the consolidated entity's financial position as at 31 December 2025 and of its performance for the half-year ended on that date and

- there are reasonable grounds to believe that the Alkane Resources Limited will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the directors



N P Earner
Managing Director

13 February 2026
Perth

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# Independent Auditor's Review Report

## To the Shareholders of Alkane Resources Ltd

## Report on the Half-Year Financial Report

### Conclusion

We have reviewed the accompanying ***Half-Year Financial Report*** of Alkane Resources Ltd and its controlled entities.

Based on our review, which is not an audit, nothing has come to our attention that makes us believe that the Half Year Financial Report of the Group, does not comply with the *Corporations Act 2001*, including:

- giving a true and fair view of the ***Group's*** financial position as at 31 December 2025 and of its performance for the half-year ended on that date; and
- complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

The ***Half Year Financial Report*** comprise:

- Condensed consolidated statement of financial position as at 31 December 2025;
- Condensed consolidated statement of income and comprehensive income (loss), Condensed consolidated statement of changes in equity and Condensed consolidated statement of cash flows for the half-year period then ended; and
- Notes 1-22 comprising material accounting policies and other explanatory information.
- Directors' Declaration.

*The **Group** consists of Alkane Resources Ltd (the Company)* and the entities it controlled at the half year's end or from time to time during the half-year.

### Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Half Year Financial Report* section of our report.

We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the *Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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## Responsibilities of Directors for the Half Year Financial Report

The Directors of the Group are responsible for:

- the preparation of the Half-Year Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*
- such internal control as the Directors determine is necessary to enable the preparation of the Half-Year Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

## Auditor's responsibility for the Review of the Half Year Financial Report

Our responsibility is to express a conclusion on the Half Year Financial Report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the Half Year Financial Report does not comply with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2025 and its performance for the half-year ended on that date, and complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a Half Year Financial Report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with *Australian Auditing Standards* and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

*KPMG Signature*

KPMG

Perth

13 February 2026

*Partner Signature*

R. Gambitta

*Partner*

Perth

13 February 2026