RED HILL MINERALS Limited

FINANCIAL REPORT

HALF YEAR ENDED 31 DECEMBER 2025



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DIRECTORS' REPORT

Your directors present their report, together with the consolidated financial statements of the Red Hill Minerals Group, comprising of Red Hill Minerals Limited ('Red Hill Minerals', 'Red Hill' or 'the Company') and its controlled entities (together 'the Group') for the half year ended 31 December 2025. In order to comply with the provisions of the Corporations Act 2001, the directors report as follows:

DIRECTORS

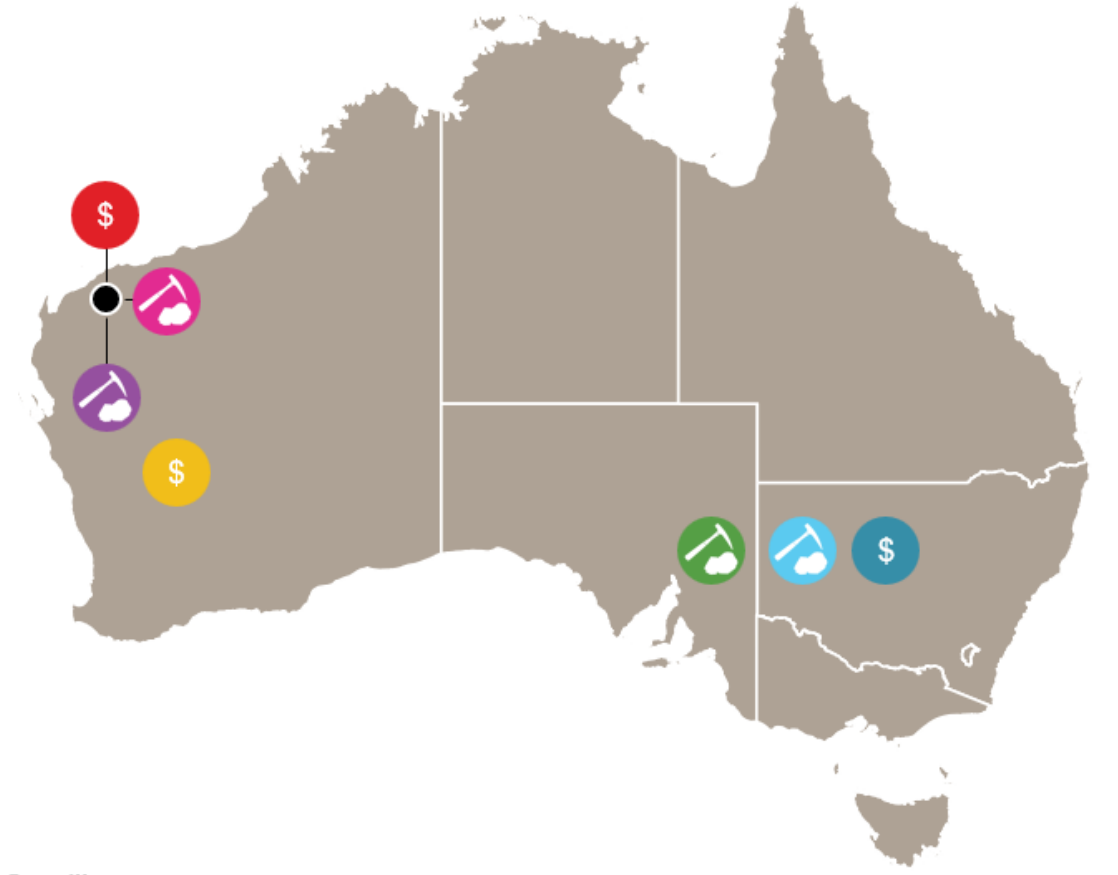
The names of directors who held office during or since the end of the half year and until the date of this report are as follows. Directors were in office for this entire period unless otherwise stated.

Joshua Pitt	Executive Chairman
Garry Strong	Non-Executive Director
Mark Okeby	Non-Executive Director
Nanette Allen	Non-Executive Director

REVIEW OF OPERATIONS

Red Hill Minerals is a diversified mineral exploration and royalty company operating across Australia. The Company is well funded and derives ongoing cash flows from its iron ore royalty on the Onslow Iron Project.

Asset portfolio:



Royalties

- 0.75% FOB Iron Ore Royalty - Onslow Iron Project[1]
- 2% Gross Royalty - Sandstone Gold Project[2]
- 1.5% NSR - Thomson Intrusive Gold-Copper Project[2]

Exploration Projects

- Anabama Copper, Gold & Uranium (earning up to 75%)
- Broken Hill Gold & Base Metals (earning up to 75%)
- West Pilbara Gold & Base Metals (100%)
- Pannawonica Iron (100%)

Notes: [1] In production [2] Not in production

EXPLORATION OVERVIEW

During the half year, Red Hill continued to advance its comprehensive and systematic exploration program across the Broken Hill, Anabama Copper-Gold, Pannawonica Iron and West Pilbara Gold and Base Metal projects.

The Curnamona Earn-In Joint Venture

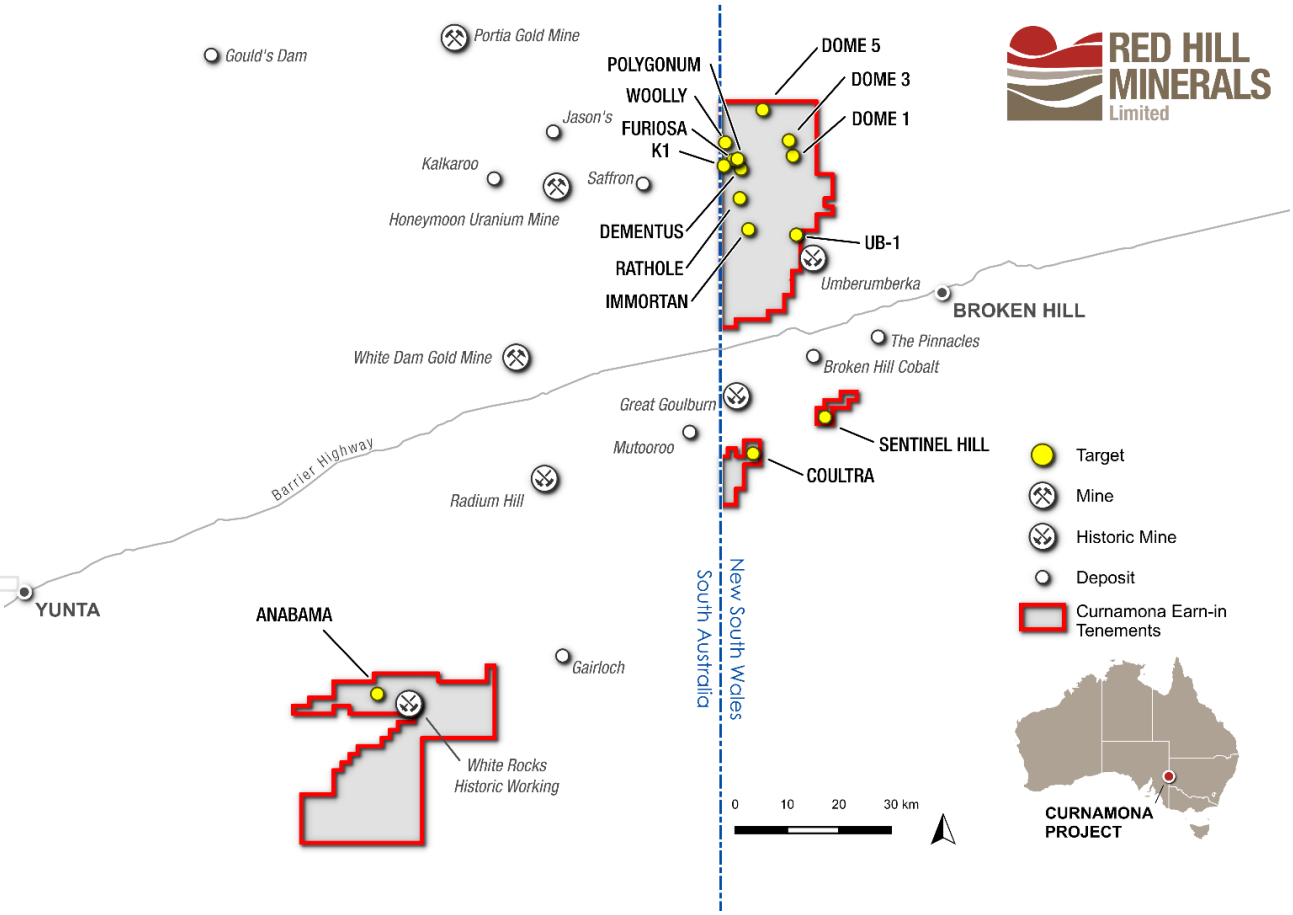
The Curnamona Earn-In Joint Venture with Peel Mining Limited (ASX: PEX) provides the Company with the right to earn up to 75% for an expenditure of $6.5 million over a five-year period with a minimum spend of $1.5 million[1].

The joint venture relates to the Broken Hill and Anabama Projects which cover an area of ~1,700 square kilometres (Figure 1).

The Broken Hill region is one of the most highly mineralised provinces in Australia, and is considered prospective for copper, gold, lead, zinc, silver, nickel, cobalt, molybdenum, uranium, and platinum group elements (PGEs).

The Anabama region is approximately 140 kilometres southwest of Broken Hill, within the Olary Province of South Australia. The project is prospective for copper/gold and uranium and contains historic copper workings.

Figure 1: The Curnamona Joint Venture location plan



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Broken Hill Project

The Broken Hill Project is located in New South Wales adjacent to the South Australian border with the current focus on the northern portion of this Project which is approximately 30 kilometres northwest of Broken Hill township (Figure 1). The large 860 square kilometre project area is under-explored, mostly due to the thick cover sequences, and significant potential exists for a Tier 1 base metal system.

Mineralisation is known to exist over a large area within the tenements which host the highly prospective Willyama Supergroup. In this region, interpreted Broken Hill Type (BHT) and Sedimentary Exhalative (SEDEX) base metal mineralisation are mainly associated with units equivalent to the Broken Hill Group. Additionally, there are promising copper and gold intercepts within the Thackaringa Group, as well as polymetallic mineralisation throughout the Bimba Formation located at the base of the Broken Hill Group.

A major redox boundary separates the Broken Hill Group from the Thackaringa Group and this is clearly highlighted in aeromagnetic data (Figure 2). The relative position of these prospective stratigraphic horizons can be traced for over 19 kilometres in strike within the Broken Hill Project and this redox boundary is proximal to Havilah and Sandfire Resources'[2] Kalkaroo 1.1 Mt copper, 3.1 Moz gold Mineral Resource[3].

Previous explorers have recognised the potential of the area around the Broken Hill Project to host several additional styles of mineralisation, including:

- Shear hosted copper-cobalt in the Thackaringa Group (e.g. Copper Blow),
- Iron-oxide-copper-gold (IOCG) near the redox boundary, and
- Nickel-copper-PGE associated with ultramafic sills.

Since commencing the Earn-In, the Company has undertaken a comprehensive review of existing exploration data, reprocessed key geophysical datasets and acquired several new datasets, notably a 1,875 line-kilometre airborne magnetotelluric (MMT) survey, as well as gravity and ground electromagnetic surveys.

These datasets have been instrumental in assessing cover thickness, interpretation of structural geology at depth and informing target modelling and aided in the planning of a maiden diamond drillhole program.

This maiden greenfields exploration drill program, completed during the period, consisted of five diamond drillholes for a total of 3,734 metres. The program targeted prospective stratigraphic horizons and associated lead-zinc-silver BHT mineralisation at Dementus, Woolly and Immortan, and polymetallic copper-gold mineralisation at K1.

<u>Dementus Target</u>

At the Dementus Target, drilling intersected over 250 metres of a highly prospective BHT lode horizon package including key textural features and anomalous lead. A second zone with elevated zinc was encountered deeper in the hole. Assay results included[4]:

- 91.1 metres at 0.1% lead and 0.3 grams per tonne silver from 328 metres, and
- 152.6 metres at 0.2% zinc and 1.3 grams per tonne silver from 658 metres in 25DMDD001.

The presence of lead dominant sulphide mineralogy, classic BHT textures, encouraging alteration index geochemistry and broad width of the sequence confirm the significant exploration potential of the Dementus Target.

The Company believes this combination may indicate proximity toward a vent source in the Lower Broken Hill Group (BHG). Follow-up testing of the Dementus Target is a high priority.

High resolution gravity and Audio-magnetotelluric (AMT) surveys are scheduled to commence in the March quarter 2026 to assist with vectoring in on structures interpreted to be proximal to higher-grade mineralisation at the Dementus Target.

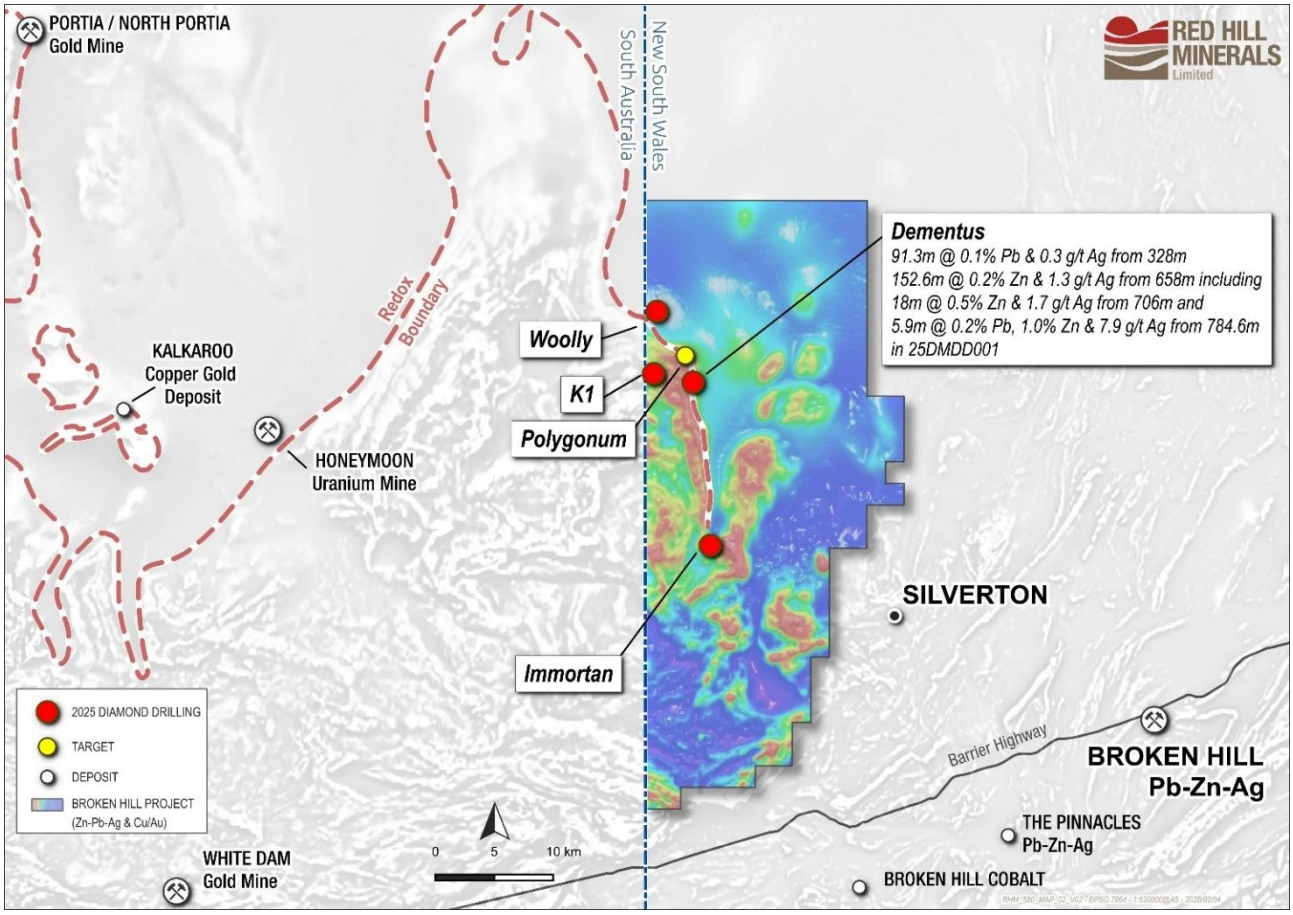
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Receipt of Critical Minerals and High-Tech Metals Exploration Program Grants

The Company was successful in the receipt of two exploration incentive grants as part of the highly competitive Critical Minerals and High-Tech Metals Exploration Program from the government of New South Wales. The two grants total a maximum funding co-contribution of $320,000 for diamond drilling of the Immortan target and follow-up exploration geophysics consisting of an audio-magnetotelluric survey at several regional targets.

The Company is proud of the backing that its geological team has received from the State Government and believes this reinforces its current exploration strategy and overall confidence in the Broken Hill Project.

Figure 2: The Broken Hill Project target location plan with redox boundary on aeromagnetic imagery



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Anabama Project

The Anabama Project covers an area of 840 square kilometres in eastern South Australia, located approximately 140 kilometres southwest of Broken Hill, NSW, within the Olary Province.

The project is prospective for copper, gold and uranium and contains numerous historic copper workings. Previous explorers that held the Anabama Project, including Diatreme Resources Limited, Carpentaria Exploration Co Pty Ltd and Placer Exploration Ltd, concentrated on the structurally controlled copper/gold mineralisation at the Anabama and White Rocks targets, however little work has been completed since the late 2000's.

Anabama Target

During the period two diamond drillholes were completed[5] for 945.5 metres to test copper-gold mineralisation along the Anabama-Redan Shear Zone (Shear Zone). Drillholes were planned to verify historic copper and gold intercepts, test mineralisation at depth beneath historic drilling, as well as test a chargeability anomaly along strike of the Shear Zone, generated from the Induced Polarisation (IP) survey previously completed by the Company[6,7].

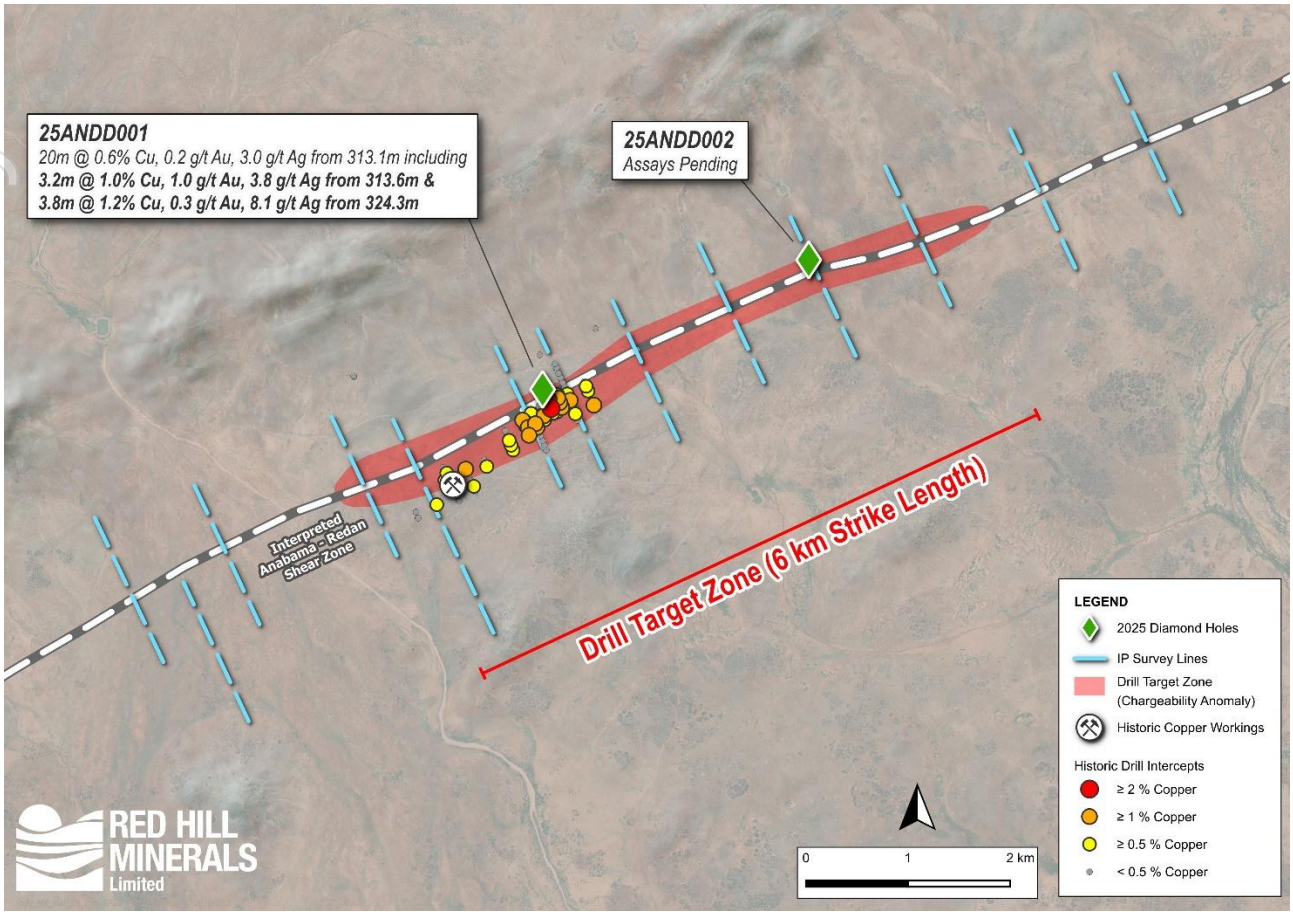
Assays from the first drillhole, 25ANDD001, confirm extensions to mineralisation at depth and results include:

- 20.0 metres at 0.6% copper, 0.2 g/t gold and 3.0 g/t silver from 313.1 metres, including
    - 3.2 metres at 1.0% copper, 1.0 g/t gold, 3.8 g/t silver from 313.6 metres, and
    - 3.8 metres at 1.2% copper, 0.3 g/t gold, 8.1 g/t silver from 324.3 metres.

Mineralisation is associated with secondary veining hosting mineral assemblages containing quartz-carbonate +/- chlorite with varying amounts of pyrite-chalcopyrite-pyrrhotite. High-grade gold and copper samples in fresh bedrock confirm the association of metals with hydrothermal sources, encouraging the interpretation of continuous mineralisation at depth. The targeted IP anomaly correlates with these intersections and warrants further testing along strike.

Both diamond holes have been cased with PVC for downhole electromagnetic surveying to test for conductors located near drilled collars that may indicate additional mineralisation and further explain the anomalous IP responses.

Figure 3: Diamond drill hole locations and assay results at the Anabama Copper-Gold Target



The West Pilbara Gold and Base Metal Project

Red Hill owns 100% of the gold and base metal rights of the Red Hill Iron Ore Joint Venture tenements. They cover a contiguous area of 1,600 square kilometres located within the Ashburton Basin adjacent to the western margin of the Hamersley Basin in Western Australia.

Heritage surveys were completed with both the Robe River Kuruma, and the Puutu Kunti Kurrama and the Pinikura people at the Barkley Gold, Rundle Hill, Jubilee South, S-Bend, Gossan Hill and King Brown targets.

Barkley Gold Target

The Barkley Gold Target is located proximal to the major northwest trending Deepdale Fault system, which separates the stratigraphy of the Hamersley and Ashburton Basins. Previous exploration drilling by the Company[8,9,10,11,12] defined highly anomalous mineralisation associated with faults or shears into anticlinal zones and along favourable geological contacts, with intercepts including 4 metres at 4.1 grams per tonne gold from 65 metres in 23BKRC0082.

During the period assay results were received from a diamond and RC drilling program at the Barkley Gold Target. The mineralisation and alteration footprint at Barkley extends to over one kilometre in strike length with the 2025 RC and diamond program results and remains open in several directions (Figure 4).

Receipt of gold assays from RC resampling and diamond drilling further support gold mineralisation and extensive alteration[13,14] at the Barkley Gold Target. Assays included:

- 9.0 metres at 2.4 g/t gold from 133 metres,
- 2.0 metres at 1.3 g/t gold from 148 metres and
- 2.0 metres at 0.8 g/t gold from 154 metres in 25BKRC008.

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Samples for petrological analysis will be collected from the remaining half core and used to assist with understanding of observed alteration styles. In addition, a more detailed geochemical analysis of pathfinder signatures will occur to help determine the nature of the alteration. Initial 3D geological modelling incorporating structural information from the diamond core has commenced to assist with drill planning.

Future drilling at Barkley will likely step out to the north, south and east of holes 25BKRC008, 24BKRC013, 23BKRC006 and 23BKRC008 where the thickest and highest-grade mineralisation remains open and heritage clearance has been obtained.

The diamond drilling was co-funded by the WA State Government Exploration Incentive Scheme (EIS), with up to $180,000 covered under EIS Round 30.

The Pannawonica Iron Ore Project

The Pannawonica Iron Ore Project is located in the West Pilbara and contains an Ore Reserve[15] of 4.68 million tonnes at 56% iron using a 54.5% iron cut-off grade, within a total Mineral Resource[16] of 62.5 million tonnes at 53.4% iron at a 52% iron block model cut-off grade.

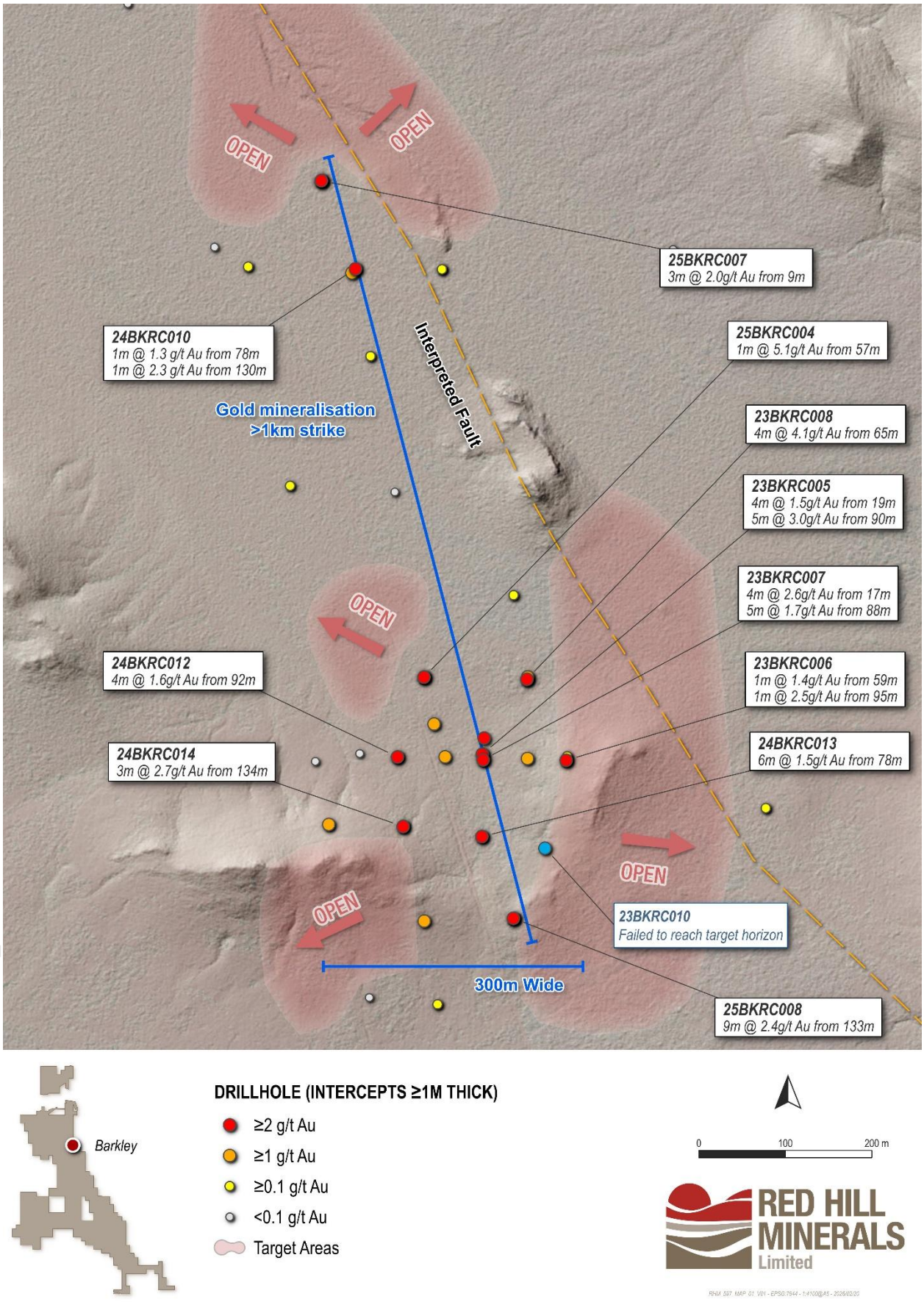
Work has been ongoing to consolidate previous environmental technical reports for the Pannawonica Project in line with current EPA guidance. This process has been completed and Red Hill has now received all updated reports and associated spatial data relating to terrestrial fauna, troglofauna as well as vegetation and flora. These reports can be used to inform and support further development studies carried out for Pannawonica.

Access negotiations were finalised for the miscellaneous licence application L08/305, applied for as the proposed haul road corridor which links into third party haul route options. All third-party access agreements have now been agreed, and the miscellaneous licence granted.

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Figure 4: Diamond and RC drilling gold results at the Barkley Gold Target



HEALTH AND SAFETY

There were no lost time injuries (LTIs) recorded during the half year.

ONSLOW IRON ROYALTY

Mineral Resources Limited's ('MinRes') Onslow Iron Project achieved nameplate capacity of 35Mtpa during the September quarter 2025[17]. Royalty revenue for the half year to 31 December 2025 was $14.89 million.

Royalty streams will be sourced from[1]:

i. production from the Red Hill Iron Ore Joint Venture ('RHIOJV') tenements,
ii. production during the first 10 years only from the Australian Premium Iron JV ('APIJV') owned Upper Red Hill Creek tenement, and
iii. production from the MinRes owned Bungaroo South tenement.

FINANCIAL POSITION AND PERFORMANCE

As at 31 December 2025, the Company had net assets of $93.00 million (30 June 2025: $86.52 million) and an excess of current assets over current liabilities of $66.55 million (30 June 2025: $63.28 million). At 31 December 2025, the Company's cash balance totalled $61.27 million (30 June 2025: $64.52 million). The movement in cash reflects royalty proceeds of $11.84 million and interest income of $1.32 million, offset by income tax payments of $3.95 million, exploration expenditure of $5.14 million, royalty acquisition of $2.00 million, and other ordinary payments made during the period.

The Company reported a net profit after tax from continuing operations for the period of $10.64 million (31 December 2024: $3.64 million).

DIVIDENDS

During the half year, the Company paid the following dividend:

- Ordinary dividend of $0.065 fully franked at 30% (record date: 26 September 2025).

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

There were no significant changes to the state of affairs other than those noted elsewhere in this financial report.

EVENTS SUBSEQUENT TO THE REPORTING DATE

Since the end of the half year, there has been no matter or circumstance that has arisen which has significantly affected or may significantly affect the Company's operations, the results of those operations, or the Company's state of affairs in future financial periods.

[1] Refer Red Hill Minerals ASX Release "Mineral Resources to Acquire Red Hill Iron's JV Interest" Announcement dated 30 July 2021.

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COMPLIANCE STATEMENTS

Forward Looking Statements

This document may contain certain forward-looking statements which have not been based solely on historical facts but rather on Red Hill Minerals' expectations about future events and on a number of assumptions which are subject to significant risks, uncertainties and contingencies many of which are outside the control of Red Hill Minerals and its directors, officers and advisers. Forward-looking statements include, but are not necessarily limited to, statements concerning Red Hill Minerals' planned exploration programme, strategies and objectives of management, anticipated dates and expected costs or outputs. When used in this document, words such as "could", "plan", "estimate", "expect", "intend", "may", potential", "should" and similar expressions are forward-looking statements. Due care and attention has been taken in the preparation of this document and although Red Hill Minerals believes that its expectations reflected in any forward-looking statements made in this document are reasonable, no assurance can be given that actual results will be consistent with these forward-looking statements. This document should not be relied upon as providing any recommendation or forecast by Red Hill Minerals or its directors, officers or advisers. To the fullest extent permitted by law, no liability, however arising, will be accepted by Red Hill Minerals or its directors, officers or advisers, as a result of any reliance upon any forward-looking statement contained in this document.

Competent Person Statements

The information in this report that relates to data and exploration results is based on information compiled by Mr Michael Wall, Chief Executive Officer, Red Hill Minerals Limited who is a Member of the Australian Institute of Mining and Metallurgy. Mr Wall is a full-time employee of Red Hill Minerals Limited. He has sufficient experience which is relevant to the style of mineralisation and types of deposits under consideration, and to the activity which has been undertaken, to qualify as a Competent Person as defined by the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Wall consents to the report being issued in the form and context in which it appears.

Where reference is made to previously reported exploration results in this announcement, the Company confirms that it is not aware of any new information or data that materially affects the information included in those announcements and all material assumptions and technical parameters underpinning the exploration results included in those announcements continue to apply and have not materially changed.

Streamline Statement (Listing Rule 5.23.2) – The Pannawonica Project

Red Hill Minerals Limited is not aware of any new information or data that materially affects the information included in the relevant market announcement and in the case of estimates of Mineral Resources or Ore Reserves that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.

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AUDITOR'S INDEPENDENCE DECLARATION

Section 307C of the *Corporations Act 2001* requires our auditors, HLB Mann Judd, to provide the directors of the Company with an Independence Declaration in relation to the review of the half year financial report. This Independence Declaration is set out on page 13 and forms part of this directors' report for the half year ended 31 December 2025.

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



Joshua Pitt

Chairman

[1] Refer ASX: RHI announcement dated 5 July 2024 "Binding Heads of Agreement expands Red Hill's exploration into the Broken Hill and Olary regions of NSW and SA".
[2] Refer ASX: SFR announcement dated 13 November 2025 "Agreement to advance the Kalkaroo Copper-Gold Project and regional exploration".
[3] Refer ASX: HAV announcement dated 29 March 2017 "Kalkaroo copper – gold Project: Resource Upgrade".
[4] Refer ASX: RHI announcement dated 22 January 2026 "Exploration Update: Maiden Diamond Drilling Program Completed at Broken Hill Project Broad Broken Hill Type Mineralisation Intersected".
[5] Refer ASX: RHI announcement dated 27 January 2026 "Exploration Update: Maiden Exploration Drilling Results Confirm Copper-Gold at the Anabama Target in South Australia".
[6] Refer ASX: RHI announcement dated 28 July 2025 "Induced Polarisation Survey Highlights 4km Strike Potential at the Anabama Copper-Gold Target".
[7] Refer ASX: RHI announcement dated 18 August 2025 "Further induced polarisation survey lines extend strike potential at the Anabama copper-gold target to 6km".
[8] Refer ASX: RHI announcement dated 27 September 2023 "RC Drilling Intersects Gold Mineralisation at the Barkley Gold Target".
[9] Refer ASX: RHI announcement dated 15 December 2023 "Exploration Update - RC Drilling extends gold system at the Barkley Prospect".
[10] Refer ASX: RHI announcement dated 22 July 2024 "Exploration Drilling Results Expand Gold Targets".
[11] Refer ASX: RHI announcement dated 13 January 2025 "Exploration Drilling Results Continue To Expand Multiple Gold & Base Metal Targets".
[12] Refer ASX: RHI announcement dated 14 July 2025 "Exploration Drilling Results Continue to Expand Multiple Gold & Base Metal Targets".
[13] Refer ASX: RHI announcement dated 14 July 2025 "Exploration Drilling Results Continue to Expand Multiple Gold & Base Metal Targets".
[14] Refer ASX: RHI announcement dated 19 January 2026 "Gold Assay Results from RC and Diamond Drilling at Barkley".
[15] Refer ASX: RHI announcement dated 23 July 2021 "Pannawonica Iron Ore Project – Ore Reserve Statement Update".
[16] Refer ASX: RHI announcement dated 14 April 2014 "Pannawonica Iron Ore Project: Pre-Feasibility Study Completed With Maiden Ore Reserves".
[17] Refer ASX: MIN announcement dated 30 October 2025 "Onslow Iron Reaches 35Mtpa Capacity in Strong Q1".

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AUDITOR'S INDEPENDENCE DECLARATION

HLB MANN JUDD
ADVISORY AND ACCOUNTING

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the consolidated financial report of Red Hill Minerals Limited for the half-year ended 31 December 2025, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

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

Perth, Western Australia
27 February 2026

D B Healy
Partner

hlb.com.au

HLB Mann Judd ABN 22 193 232 714
A Western Australian Partnership
Level 4, 130 Stirling Street, Perth WA 6000 / PO Box 8124 Perth BC WA 6849
T: +61 (0)8 9227 7500 **E:** mailbox@hlbwa.com.au
Liability limited by a scheme approved under Professional Standards Legislation.

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CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE HALF YEAR ENDED 31 DECEMBER 2025

	Note	31 Dec 2025 $	31 Dec 2024 $
Royalty revenue	5	14,889,591	3,785,736
Interest income	5	1,299,552	2,479,358
Other income	5	121,449	70,254
Exploration and evaluation expenditure		(154,542)	(824,463)
Corporate and administrative expenses	6	(935,493)	(118,228)
Share-based payments		(16,012)	(130,807)
Profit before income tax		**15,204,545**	**5,261,850**
Income tax expense	7	(4,566,167)	(1,617,830)
Profit for the year attributable to owners of the parent		10,638,378	3,644,020
Other comprehensive income		-	-
Total comprehensive income for the half year attributable to owners of the Company		**10,638,378**	**3,644,020**
			cents
Basic earnings per share from continuing operations		16.59	5.68
Diluted earnings per share from continuing operations		16.58	5.67

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

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2025

	Note	31 Dec 2025 $	30 Jun 2025 $
Current assets			
Cash and cash equivalents		61,273,926	64,516,134
Other receivables and prepayments	8	8,659,953	5,484,385
Total current assets		**69,933,879**	**70,000,519**
Non-current assets			
Exploration and evaluation assets	9	27,993,657	23,444,556
Royalty intangible assets	10	4,220,000	4,220,000
Plant and equipment		560,838	580,960
Right-of-use asset		217,201	321,207
Other assets		340,542	179,961
Total non-current assets		**33,332,238**	**28,746,684**
Total assets		**103,266,117**	**98,747,203**
Current liabilities			
Trade and other payables		1,460,899	3,940,235
Income tax payable	7	1,784,341	2,575,556
Lease liability		135,552	199,762
Total current liabilities		**3,380,792**	**6,715,553**
Non-current liabilities			
Lease liability		89,774	128,628
Deferred tax liability	7	6,790,756	5,384,320
Total non-current liabilities		**6,880,530**	**5,512,948**
Total liabilities		**10,261,322**	**12,228,501**
Net assets		**93,004,795**	**86,518,702**
Equity			
Issued capital	11	32,591,086	32,591,086
Reserves		893,498	877,486
Retained earnings		59,520,211	53,050,130
Total equity		**93,004,795**	**86,518,702**

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

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED 31 DECEMBER 2025

	Issued capital $	Retained earnings $	Share based payments reserve $	Total $
Balance at 1 July 2025	**32,591,086**	**53,050,130**	**877,486**	**86,518,702**
Profit for the period	-	10,638,378	-	10,638,378
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	**-**	**10,638,378**	**-**	**10,638,378**
Dividends paid	-	(4,168,297)	-	(4,168,297)
Share-based payments	-	-	16,012	16,012
Shares issued on exercise of options	-	-	-	-
Issued equity costs	-	-	-	-
Balance at 31 December 2025	**32,591,086**	**59,520,211**	**893,498**	**93,004,795**

	Issued capital $	Retained earnings $	Share based payments reserve $	Total $
Balance at 1 July 2024	**32,007,135**	**161,269,904**	**1,226,539**	**194,503,578**
Profit for the period	-	3,644,020	-	3,644,020
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	**-**	**3,644,020**	**-**	**3,644,020**
Dividends paid	-	(115,429,725)	-	(115,429,725)
Share-based payments	-	-	130,807	130,807
Shares issued on exercise of options	587,199	-	(587,199)	-
Issued equity costs	(3,248)	-	-	(3,248)
Balance at 31 December 2024	**32,591,086**	**49,484,199**	**770,147**	**82,845,432**

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

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF YEAR ENDED 31 DECEMBER 2025

	Note	31 Dec 2025 $	31 Dec 2024 $
Cash flows from operating activities			
Receipts from royalties		11,838,290	1,344,059
Payments to suppliers and employees		(879,116)	(3,347,973)
Payments for exploration and evaluation		(559,554)	(350,007)
Income tax paid		(3,950,947)	(39,074,081)
Interest received		1,322,635	1,881,874
Interest paid		(5,996)	(4,543)
Other		51,662	(82,251)
Net cash provided by / (used in) operating activities		**7,816,974**	**(39,632,922)**
Cash flows from investing activities			
Payments for exploration expenditure		(4,583,330)	(3,203,483)
Payment to acquire royalty interests	10	(2,000,000)	-
Payments for security deposits		(160,581)	-
Payments to acquire property, plant and equipment		(43,887)	(45,331)
Proceeds from disposal of asset		-	200,000,000
Net cash (used in) / provided by investing activities		**(6,787,798)**	**196,751,186**
Cash flows from financing activities			
Dividends paid	12	(4,168,297)	(115,429,725)
Payment of principal portion of lease liabilities		(103,087)	(89,041)
Share issue costs paid		-	(4,640)
Net cash used in financing activities		**(4,271,384)**	**(115,523,406)**
Net (decrease) / increase in cash and cash equivalents		(3,242,208)	41,594,858
Cash and cash equivalents at the beginning of the period		64,516,134	22,449,851
Cash and cash equivalents at the end of the financial period		**61,273,926**	**64,044,709**

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

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

Red Hill Minerals Limited is listed on the Australian Securities Exchange ('ASX') (trading under the code RHI) and is domiciled in Australia at its principal place of business, Level 2, 9 Havelock Street, West Perth, Western Australia. The nature of the operations and principal activities are disclosed in the Directors' Report.

2. REPORTING ENTITY

The Financial Statements are presented for the Red Hill Minerals Group, comprising of Red Hill Minerals Limited ('Red Hill Minerals', 'Red Hill' or 'the Company') and its controlled entities (together 'the Group')..

3. BASIS OF PREPARATION

a) Statement of compliance

The half year financial report was authorised for issue on 27 February 2026.

These interim financial statements are general purpose financial statements prepared in accordance with the requirements of the *Corporations Act 2001*, applicable accounting standards including AASB 134 'Interim Financial Reporting', Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board ('AASB'). Compliance with AASB 134 ensures compliance with IAS 34 'Interim Financial Reporting'.

This condensed half year report does not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Company as in the annual financial report.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2025 and any public announcements made by Red Hill Minerals Limited during the half year in accordance with continuous disclosure requirements arising under the *Corporations Act 2001* and the rules of the Australian Securities Exchange.

b) Basis of preparation

The interim report has been prepared on a historical cost basis. Cost is based on the fair value of the consideration given in exchange for assets. The Company is domiciled in Australia and is a for-profit entity. All amounts are presented in Australian dollars, unless otherwise noted. For the purposes of preparing the interim financial statements, the half year has been treated as a discrete reporting period.

c) Accounting policies and methods of computation

The accounting policies and methods of computation adopted are consistent with those of the previous financial year and corresponding half year. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

d) Significant accounting judgments and key estimates

The preparation of interim financial reports requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

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e) New or amended Accounting Standards

The Directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Company and effective for the current reporting period. Their adoption has not had a material impact on the disclosures and/or amounts reported in these financial statements. Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

4. SEGMENT REPORTING

The Group has identified its operating segments based on internal reports that are reviewed and used by the Chief Executive Officer and the Board of Directors in assessing performance and in determining the allocation of resources.

The Group considers that it only operated in one reported segment, being mineral exploration and evaluation in Australia. The reportable segment is represented by the primary statements forming these financial statements.

5. REVENUE

	31 Dec 2025 $	31 Dec 2024 $
Royalty revenue	14,889,591	3,785,736
Interest income	1,299,552	2,479,358
Other income	121,449	70,254
	16,310,592	6,335,348

Revenue is measured at the fair value of the consideration received or receivable.

Royalty revenue

The Company considers royalty interests to represent a retained interest in the relevant mineral asset. The royalty is therefore a payment by the operator of the respective mining property on which the royalty interest is held for the right to extract and sell commodities from that retained interest. The existing royalty arrangement provides Red Hill with a right to periodic payments calculated as a percentage of the amount invoiced by the operator in the given period.

The Company recognises royalty revenue when iron ore is sold by the operator under customer contracts (the Company is not a party to these contracts). Practically, the Company is provided with periodic communication from the operator about the quantities of iron ore sold and the amounts invoiced. Revenue from royalty arrangements is measured each period based on the agreed terms of the royalty arrangement.

Interest income

Interest revenue is recognised on an accruals basis based on the interest rate, deposited amount and time which lapses before the reporting period end date.

Other income

Other income relates to exploration grants received as well as the provision of office space and administrative services.

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6. CORPORATE AND ADMINISTRATIVE EXPENSES

	31 Dec 2025 $	31 Dec 2024 $
Personnel and directors' expenses	367,071	447,173
Regulatory and compliance	269,703	(584,434)
Depreciation and amortisation	168,016	140,024
Finance expense	5,996	4,543
Other corporate and administration costs	124,707	110,922
	935,493	118,228

Regulatory and compliance costs in the prior period include the reversal of prior period accrued expenses, which were recognised in relation to the Company's disposal of its 40% equity interest in the Red Hill Iron Ore Joint Venture.

7. INCOME TAX

a) Income tax expense

	31 Dec 2025 $	31 Dec 2024 $
The components of income tax expense comprise:		
Current tax	(3,159,731)	(592,508)
Deferred tax	(1,406,436)	(1,025,322)
	(4,566,167)	(1,617,830)

b) Reconciliation of income tax expense to prima facie tax payable on accounting profit

	31 Dec 2025 $	31 Dec 2024 $
Profit before income tax	15,204,545	5,261,850
Prima facie tax payable at Australian rate of 30% (2024: 30%)	(4,561,364)	(1,578,555)
Adjusted for tax effect of the following amounts:		
Non-deductible items	(4,803)	(39,275)
Income tax expense	(4,566,167)	(1,617,830)

The debit for current income tax expense is based on the profit for the period adjusted for any non-assessable or disallowed items. It is calculated using tax rates that have been enacted or are substantively enacted by the balance date.

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c) Deferred tax assets and liabilities brought to account

The directors estimate that the potential deferred tax assets and liabilities carried forward at period end, at the Australian corporate tax rate of 30% (30 June 2025: 30%) are made up as follows:

	31 Dec 2025 $	30 Jun 2025 $
On income tax account:		
Deductible temporary differences	1,689,133	1,769,318
Taxable temporary differences	(8,479,889)	(7,153,638)
Potential deferred tax liability	(6,790,756)	(5,384,320)
Unrecognised net deferred tax assets / (liabilities)	-	-
Recognised net deferred tax liability	(6,790,756)	(5,384,320)

d) Deferred tax recognised directly in equity

	31 Dec 2025 $	30 Jun 2025 $
Deferred tax credit relating to share issue costs	-	1,393
	-	1,393

e) Income tax payable

	31 Dec 2025 $	30 Jun 2025 $
Current tax liability comprises:		
Income tax payable	(1,784,341)	(2,575,556)
	(1,784,341)	(2,575,556)

8. OTHER RECEIVABLES AND PREPAYMENTS

	31 Dec 2025 $	30 Jun 2025 $
Royalty receivable	7,841,112	4,789,810
Trade and other receivables	675,742	629,829
Prepayments	143,099	64,746
	8,659,953	5,484,385

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9. EXPLORATION AND EVALUATION ASSETS

Exploration and evaluation phase:	Half year to 31 Dec 2025 $	Year to 30 Jun 2025 $
West Pilbara Gold and Base Metal Project		
Balance at 1 July	12,092,725	8,482,221
Additions	886,231	3,610,504
Balance at end of period	12,978,956	12,092,725
Curnamona Project		
Balance at 1 July	1,445,916	-
Additions	3,662,870	1,445,916
Balance at end of period	5,108,786	1,445,916
Pannawonica Iron Project – acquisition costs	9,905,915	9,905,915
Balance at end of period	27,993,657	23,444,556

The recoupment of costs carried forward in relation to areas of interest during the exploration and evaluation phase depends on the successful development, commercial exploitation, or sale of the respective areas. Refer to Note 12 of the 30 June 2025 Annual Report for details of exploration and evaluation assets accounting policies.

10. ROYALTY INTANGIBLE ASSETS

The Company's royalty intangible assets comprise mineral royalty interests over several tenements owned and operated by other parties in Australia.

	31 Dec 2025 $	30 Jun 2025 $
Sandstone Gold Project Royalty acquisition[2]	4,000,000	4,000,000
Thomson Gold-Copper Project Royalty acquisition	220,000	220,000
Amortisation	-	-
Balance at end of period	4,220,000	4,220,000

Details of the royalty intangible assets are set out below:

- **Sandstone Gold Project Royalty:** A 2% Gross Revenue Royalty over the Sandstone Gold Project tenements in Western Australia. The Sandstone Gold Project is owned and operated by Brightstar Resources Limited.

  Under the terms of the royalty purchase agreement, Red Hill has agreed to make deferred contingent payments to the vendors equal to 50% of the royalty receipts received from the first eight quarters of future production from the royalty tenements. These payments will only become payable as and when royalty income is received by the Company.

- **Thomson Gold-Copper Project Royalty:** A 1.5% Net Smelter Royalty over the intrusion-related gold and copper Thomson Project tenements in New South Wales. The Thomson Project is owned and operated by Legacy Minerals Holdings Limited.

  Under the royalty documentation, Legacy Minerals retains a buy-back right, whereby half of the royalty may be repurchased for $2 million, with the remaining half for a further $4 million.

[2] The balance of $2 million payable to the vendors at 30 June 2025 was paid during the half year ended 31 December 2025.

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11. ISSUED EQUITY

	Half year to 31 Dec 2025		Year to 30 Jun 2025	
	Number	$	Number	$
Issued and fully paid ordinary shares				
Balance at 1 July	64,127,625	32,591,086	63,946,705	32,007,135
Options exercised	-	-	180,920	587,199
Issued equity costs	-	-	-	(3,248)
Balance at end of period	64,127,625	32,591,086	64,127,625	32,591,086

	Half year to 31 Dec 2025 Number	Year to 30 Jun 2025 Number
Share Options		
Balance at 1 July	333,333	666,666
Options exercised	-	(333,333)
Options forfeited	-	-
Balance at end of period	333,333	333,333

12. DIVIDENDS

	31 Dec 2025 $	31 Dec 2024 $
Dividends declared and paid during the period:		
Ordinary dividend of $0.065 fully franked at 30%: record date 26 Sep 2025	4,168,297	-
Special dividend of $0.30 fully franked at 25%: record date 29 Nov 2024	-	19,238,288
Special dividend of $1.50 fully franked at 25%: record date 10 Jul 2024	-	96,191,437
	4,168,297	115,429,725

13. FINANCIAL INSTRUMENTS

The directors have assessed that the fair value of cash and short-term deposits, trade receivables, trade payables, and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

14. COMMITMENTS

West Pilbara Gold and Base Metals Project and Pannawonica Iron Project

In order to maintain current rights of tenure to exploration tenements, the Group is required to perform exploration work to meet the minimum expenditure requirements as specified by various governments in order to maintain exploration tenements in good standing. Since the last reporting date, there has been no material change in these commitments.

Curnamona Project

In July 2024, Red Hill entered into a 5-year farm-in agreement with Peel Far West Pty Ltd, a subsidiary of ASX listed Peel Mining Limited, for exploration at the Curnamona Project. In October 2024, the Company announced that all conditions precedent had been met and formal earn-in JV documents had been executed.

Under the terms of the agreement, Red Hill has the right to earn up to 75% of the Curnamona Project for an exploration expenditure of $6.5 million over a five-year period. Of this amount, Red Hill must incur a minimum of $1.5 million on in-ground exploration expenditure over the initial 24 months.

Certain tenements that form part of the Curnamona Project are held directly by the Company. Since the last reporting date, there has been no material change in these commitments.

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15. EVENTS OCCURRING AFTER THE REPORTING PERIOD

Since the end of the half year, there has been no matter or circumstance that has arisen which has significantly affected or may significantly affect the Company's operations, the results of those operations, or the Company's state of affairs in future financial periods.

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DIRECTORS' DECLARATION

FOR THE HALF YEAR ENDED 31 DECEMBER 2025

1. In the opinion of the directors of Red Hill Minerals Limited ('Red Hill Minerals', 'Red Hill' or 'the Company') and its controlled entities ('the Group'):

   a) The accompanying interim financial statements and notes are in accordance with the *Corporations Act 2001* including:

      i. giving a true and fair view of the Group's financial position as at 31 December 2025 and of its performance for the half year then ended; and

      ii. complying with Accounting Standard AASB 134 *Interim Financial Reporting*, the *Corporations Regulations 2001*, professional reporting requirements and other mandatory requirements.

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

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

2. This declaration has been made after receiving the declarations required to be made to the Directors in accordance with section 303(5) of the *Corporations Act 2001* for the half year ended 31 December 2025.

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



Joshua Pitt
Chairman

Perth, 27 February 2026

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INDEPENDENT AUDITOR'S REVIEW REPORT

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INDEPENDENT AUDITOR'S REVIEW REPORT
To the Members of Red Hill Minerals Limited

Report on the Condensed Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Red Hill Minerals Limited (the "Company") and its controlled entities (the "Group"), which comprises the condensed consolidated statement of financial position as at 31 December 2025, the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows for the half-year ended on that date, selected explanatory notes, and the directors' declaration, for the Group comprising the Company and the entities it controlled at the half-year end or from time to time during the half-year.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of Red Hill Minerals Limited does not comply with the *Corporations Act 2001* including:

(a) 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
(b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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 responsibility is further described in the *Auditor's Responsibility for the Review of the Financial Report* section of our report. We are independent of the company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the "Code") that are relevant to audits of the financial report of public interest entities in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Responsibility of the Directors for the Financial Report

The directors of the Company 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* and for 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.

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HLB Mann Judd ABN 22 193 232 714
A Western Australian Partnership
Level 4, 130 Stirling Street, Perth WA 6000 / PO Box 8124 Perth BC WA 6849
T: +61 (0)8 9227 7500 **E:** mailbox@hlbwa.com.au
Liability limited by a scheme approved under Professional Standards Legislation.

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Auditor's Responsibility for the Review of the 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 is not in accordance 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 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.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

HLB Mann Judd
Chartered Accountants

D B Healy
Partner

Perth, Western Australia
27 February 2026