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Carnaby

ABN 62 610 855 064

Interim Financial Report
For the half year ended 31 December 2025

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Corporate directory

Directors

Peter Bowler	Independent Non-Executive Chairman
Greg Barrett	Independent Non-Executive Director
Paul Payne	Independent Non-Executive Director
Rob Watkins	Managing Director

Company Secretary

Steven Bowler

Corporate Details

Carnaby Resources Limited (ABN 62 610 855 064)

Issued capital 276,119,864 Fully Paid Ordinary shares

Registered Office

78 Churchill Avenue

Subiaco, WA 6008

Telephone: +61 8 6500 3236

Internet: www.carnabyresources.com.au

Share Registry

Computershare Investor Services Pty Ltd

Level 17

221 St Georges Terrace

Perth, WA 6000

Within Australia: 1300 850 505

Outside Australia: +61 3 9415 4000

Internet: www.computershare.com.au

Stock Exchange Listing

ASX Ltd

ASX code: CNB

Auditor

Grant Thornton Audit Pty Ltd

Level 43

152 – 158 St Georges Terrace

Perth, WA 6000

Telephone: +61 8 9480 2000

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Directors' Report

For the six months ended 31 December 2025

The directors present their report together with the consolidated interim financial statements of the Carnaby Resources Limited (the "**Company**" or "**Carnaby**") Group, being the Company and its subsidiaries, for the six months ended 31 December 2025 (the "**period**") and the auditor's review report thereon.

Directors

The directors of the Company at any time during or since the end of the period are as set out below. Directors were in office for the entire period unless otherwise stated.

Mr Peter Bowler	Independent Non-Executive Chairman
Mr Robert Watkins	Managing Director
Mr Greg Barrett	Independent Non-Executive Director
Mr Paul Payne	Independent Non-Executive Director

Financial performance

The Group's net loss after tax attributable to the shareholders for the half year to 31 December 2025 was $4,552,422 (31 December 2024 loss: $4,367,476). The Group's net assets increased by $12,823,720 (31 December 2024 increased: $8,606,346). The Group's cash position as at 31 December 2025 was $15,975,586 (31 December 2024: $14,755,629).

Corporate

During the period, the Group completed the acquisition of a 100% interest in the three mining leases, ML90128, ML90125 and ML90183, which contain the Trekelano Prospect from Chinova Resources Osborne Pty Ltd (**Chinova**) (**the Trekelano Acquisition**) (see ASX release 19 August 2025). Completion of the Trekelano Acquisition allowed the Group to commence exploration focussed drilling at Trekelano, immediately targeting direct lode extensions to the Inheritance and Trek 1 deposits with have both yielded positive results. The Group paid cash consideration to Chinova constituting $5.7 million upon completion of the Trekelano Acquisition in addition to the $3 million cash deposit paid upon signing the Asset Sale Agreement in late 2024 (see ASX release 28 November 2024 for full transaction details). The Group also placed a $1.3 million environmental bond with Queensland Treasury as part of the registered transfer of Trekelano.

The Group also acquired the remaining 17.5% interest in the Greater Duchess Copper Gold Joint Venture (**JV**) from joint venture partner Latitude 66 Limited during the period (ASX: LAT) (**Latitude 66**) (the **JV Buyout**) (see ASX release 16 October 2025). The JV Buyout has granted the Group full exposure to the significant value of the former JV tenure's exploration and production potential and is allowing the Group the flexibility to rapidly progress the necessary permitting applications required for the development of the tenure's copper gold deposits. The Group paid total consideration to Latitude 66 comprising;

(a) Cash consideration of $2 million; and

(b) 9,852,217 fully paid ordinary shares in the Company at a fair value of A$0.50 per share (see ASX release dated 31 July 2025 for full transaction details).

The Group entered into a Subscription Agreement during the period with the QIC Critical Minerals and Battery Technology Fund (**QCMBTF**) and completed a $12.5 million placement via the issue of approximately 37.9 million new fully paid ordinary shares (see ASX releases dated 15 October 2025 & 28 October 2025). The placement shares were issued under the Company's placement capacity in accordance with ASX Listing Rule 7.1 and 7.1A.

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Directors' Report

Review of operations

In conjunction with the significant corporate activity conducted during the period, the Group continued to progress exploration and development across it's Greater Duchess Copper Gold Project in Queensland, which includes significant and ongoing feasibility assessments as the Group targets a potential near term copper production scenario.

Greater Duchess Copper Gold Project, QLD

The Greater Duchess Copper Gold Project lies approximately 70 km southeast of Mount Isa, Queensland on a land holding of approximately 1,946 km^2. The Project's footprint encompasses multiple undeveloped copper rich Iron Oxide Copper Gold (IOCG) deposits and targets over a 100 km corridor as well as the Devoncourt Farm-in Project.

Subsequent to the period's end, the Group announced an update to Greater Duchess Project's Mineral Resource Estimate (**MRE**) which is serving as the basis for the upcoming Pre-Feasibility Study (**PFS**) to be released in Q1 CY2026. The total MRE increased by 10% to 29.2Mt @ 1.3% Cu, 0.2g/t Au, 1.5% CuEq for contained 380,300t Cu, 230,200koz Au and 440,500kt CuEq. The Indicated MRE increased by 49% to 17.0Mt @ 1.5% Cu, 0.3g/t Au, 1.7% CuEq for contained 249,600t Cu, 145,700oz Au and 288,100t CuEq and now represents 65% of the total resource by CuEq tonnes (Table 1) (see ASX release 27 January 2026). Importantly, near term upside to this updated MRE exists as it is yet to include the recently discovered very high grade Trek 1 extension announced in late 2025. The following table summarises the Greater Duchess MRE:

Table 1: Greater Duchess Copper Gold Project January 2026 Mineral Resource Inventory

0.5% CuEq[1] Cut-off for Pit Potential, 1.0% CuEq[1] for Underground Potential

Deposit	Class	Tonnes Mt	Cu %	Au g/t	CuEq %	Cu Tonnes	Au Ounces	CuEq Tonnes
Trekelano	Indicated	3.4	1.3	0.3	1.6	45,500	37,700	55,500
	Inferred	2.1	1.3	0.4	1.7	27,500	25,700	34,300
	Sub-total	**5.5**	**1.3**	**0.4**	**1.6**	**73,000**	**63,400**	**89,700**
Mt Hope	Indicated	8.5	1.6	0.3	1.9	138,900	74,500	158,600
	Inferred	2.8	1.2	0.2	1.3	32,600	16,600	36,900
	Sub-total	**11.2**	**1.5**	**0.3**	**1.7**	**171,500**	**91,100**	**195,600**
Nil Desperandum	Indicated	3.2	1.2	0.2	1.4	38,700	20,600	44,100
	Inferred	1.1	1.4	0.4	1.7	15,900	12,800	19,200
	Sub-total	**4.3**	**1.3**	**0.2**	**1.5**	**54,500**	**33,400**	**63,400**
Lady Fanny	Indicated	1.9	1.4	0.2	1.6	26,500	12,800	29,900
	Inferred	1.3	1.1	0.2	1.3	14,400	9,900	17,000
	Sub-total	**3.2**	**1.3**	**0.2**	**1.5**	**40,900**	**22,800**	**47,000**
Mt Birnie	Inferred	0.4	1.4	0.2	1.5	6,300	2,300	6,800
	Sub-total	**0.4**	**1.4**	**0.2**	**1.5**	**6,300**	**2,300**	**6,800**
Duchess	Inferred	3.7	0.7	0.1	0.8	26,300	11,300	28,800
	Sub-total	**3.7**	**0.7**	**0.1**	**0.8**	**26,300**	**11,300**	**28,800**
Mohawk	Inferred	0.8	0.9	0.2	1.1	7,800	5,900	9,300
	Sub-total	**0.8**	**0.9**	**0.2**	**1.1**	**7,800**	**5,900**	**9,300**
Greater Duchess Total Inventory	Indicated	17.0	1.5	0.3	1.7	249,600	145,700	288,100
	Inferred	12.2	1.1	0.2	1.3	130,700	84,500	152,400
	Total	**29.2**	**1.3**	**0.2**	**1.5**	**380,300**	**230,200**	**440,500**

Note: Rounding discrepancies may occur.

Note: Mount Hope is 100% CNB, excluding the small 6kt South Hope MRE which is 51% owned by CNB and part of the Hammer Metals Limited JV. Trekelano, Nil Desperandum, Lady Fanny, Mount Birnie, Mohawk and Duchess are100% CNB.

Reference 1: Refer to Table A for individual deposit CuEq calculations and cut-off grades.

The Group conducted its first exploration drilling campaigns at Trekelano during and subsequent to the end of the period, which yielded exiting expansionary results, particularly at the Trek 1 deposit where drilling remains ongoing. Drilling programs at the Mount Hope, Lady Fanny and Burke & Wills deposits, primarily targeting resource definition and

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geotechnical data collection were also undertaken during the period. Significant assay results received during and subsequent to the end of the period are summarised as follows (see ASX releases 9 July 2025, 7 August 2025, 22 September 2025, 6 October 2025, 12 February 2026 & 3 March 2026):

- Trek 1
  - CBRC001 7m @ 9.3% CuEq[1] (8.0% Cu, 1.5g/t Au) (415m)
    INCL. 5m @ 12.5% CuEq (10.8% Cu, 2.0g/t Au) (415m)
  - CBRC055 20m (TW~9m) @ 1.4% CuEq (0.6% Cu, 1.0g/t Au) (1m)
    AND 7m (TW~3m) @ 8.9% CuEq (7.0% Cu, 2.3g/t Au) (35m)
    INCL. 3m (TW~1m) @ 19.7% CuEq (15.5% Cu, 4.9g/t Au) (35m)
  - CBRC033 6m @ 7.1% CuEq (6.7% Cu, 0.5g/t Au) (331m)
    INCL. 3m @ 12.8% CuEq (12.2% Cu, 0.7g/t Au) (332m)
  - CBGT002 23m (TW~21m) @ 2.4% CuEq (2.0% Cu, 0.5g/t Au) (216m)
    INCL. 13m (TW~12m) @ 4.0% CuEq (3.4% Cu, 0.7g/t Au) (216m)
- Inheritance
  - CBMH002 154m (TW~50m) @ 1.0% CuEq (0.9% Cu, 0.2g/t Au) (0m)
    INCL. 23m (TW~7m) @ 1.6% CuEq (1.5% Cu, 0.2g/t Au) (0m)
    AND INCL. 60m (TW~19m) @ 1.6% CuEq (1.3% Cu, 0.3g/t Au) (94m)
    INCL. 10.5m (TW~3m) @ 4.8% CuEq (4.1% Cu, 0.8g/t Au) (128.6m)
  - CBGT007 20m (TW~10m) @ 1.3% CuEq (1.1% Cu, 0.2g/t Au) (238m)
    INCL. 11m (TW~6m) @ 2.1% CuEq (1.9% Cu, 0.3g/t Au) (241m)
    AND 24m (TW~12m) @ 1.1% CuEq (0.9% Cu, 0.2g/t Au) (299m)
    INCL. 11m (TW~6m) @ 1.7% CuEq (1.5% Cu, 0.2g/t Au) (302m)
- Trek 2
  - CBRC0063 3m (TW~2m) @ 3.7% CuEq (3.5% Cu, 0.2g/t Au) (70m)
    AND 35m (TW~22m) @ 2.9% CuEq (2.3% Cu, 0.6g/t Au) (105m)
    INCL. 18m (TW~12m) @ 5.0% CuEq (4.0% Cu, 1.1g/t Au) (115m)
    AND 24m (TW~15m) @ 0.5% CuEq (0.5% Cu, 0.1g/t Au) (162m)
- Mount Hope North
  - MHRC289 24m (TW~15m) @ 2.3% CuEq (2.1% Cu, 0.2g/t Au) (33m)
    AND 9m (TW~4m) @ 2.2% CuEq (2.1% Cu, 0.1g/t Au) (94m)
  - MHRC292 21m (TW~9m) @ 2.6% CuEq (2.4% Cu, 0.2g/t Au) (54m)
- Burke & Wills
  - BWRC101 7m (TW~5m) @ 3.9% CuEq (2.9% Cu, 1.2g/t Au) (73m)
  - BWRC102 8m (TW~4m) @ 1.4% CuEq (1.3% Cu, 0.1g/t Au) (30m)
    INCL. 4m (TW~2m) @ 2.5% CuEq (2.4% Cu, 0.2g/t Au) (33m)

The Greater Duchess PFS is nearing completion and will be reported in the current quarter. Key production scheduling works have been completed, with the finalisation of financial modelling and report compilation underway.

Definitive feasibility works have already commenced with potential existing to fast track production through base case toll treatment at a third-party processing facility. Carnaby is anticipates a potential FID in H1 2026 and targeting first ore production in H2 2026.

[1] Metal equivalents for exploration results in this release have been calculated using the formula CuEq=Cu% + (Au_ppm * 0.85) and is based on December 2024 consensus forecast prices of US$8,505/t for copper, US$2,520/oz for gold and an AUD:USD exchange rate of 0.63. Exploration results are set out in Appendix 1 of this announcement. Metal recoveries of 95% for copper and 85% for gold have been applied as demonstrated in preliminary metallurgical test work carried out in 2023 and allowances for including the Trekelano deposits into the PFS. It is the Company's opinion that all the elements included in the metal equivalents calculation have a reasonable potential to be recovered and sold.

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Directors' Report

Yilgarn Margin Projects, WA

Malmac Project

No work was conducted at the Malmac Project during the period however, the Group plans to progress early-stage exploration results with further low-cost soil sampling, mapping and rock chip sampling and will consider using geophysics to further refine drill targets during the 2026 field season.

The Malmac project lies on the northern margin of the Earaheedy Basin and comprises a package of rocks variously termed the 'Troy Creek Beds' or 'Troy Creek Schist'. The Troy Creek package has been affiliated with the Bryah Group (host to the DeGrussa, Monty and Horseshoe Lights Cu-Au massive sulphide deposits), Yerrida Group (host to the epithermal-style Thaduna Copper Deposit) and the Earaheedy Group (host to the recent Chinook Zn-Pb discovery by Rumble Resources Limited).

Throssel Project

First pass soil sampling has previously been completed across the tenement with results outlining several coherent low order gold anomalies of interest which require follow up.

Pilbara Projects, WA

Due to the ranking of priority projects in Queensland, no on ground field work was completed at the Company's Pilbara Projects during the period.

Subsequent events

There are no events subsequent to the period to be reported.

Lead auditor's independence declaration

The Lead auditor's independence declaration is set out on page 21 and forms part of the directors' report for the six months ended 31 December 2025.

This report is made with a resolution of the directors:



Rob Watkins
Managing Director
Dated at Perth, this 5th day of March 2026

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Competent persons and cautionary statements

Competent Persons Statement

The information in this document that relates to all exploration results is based upon information compiled by Mr Robert Watkins. Mr Watkins is a Director and shareholder of the Company and a Member of the AusIMM. Mr Watkins consents to the inclusion in the report of the matters based upon the information in the form and context in which it appears. Mr Watkins has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which is undertaken to qualify as a Competent Person as defined in the December 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (JORC Code).

The Information in this report that relates to Mineral Resources is based on information compiled by Mr Paul Payne, a Competent Person who is a Fellow of the Australasian Institute of Mining and Metallurgy. Mr Payne is a full-time employee of Payne Geological Services and is a Director and shareholder of Carnaby Resources Limited. Mr Payne has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Payne consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Metal Equivalents

Metal equivalents for exploration results have been calculated using the formula CuEq=Cu% + (Au_ppm * 0.85) is based on a December 2024 consensus forecast prices of US$8,505/t for copper, US$2,520/oz for gold and an AUD:USD exchange rate of 0.63. Metal recoveries of 95% for copper and 85% for gold have been applied as demonstrated in preliminary metallurgical test work carried out in 2023 and allowances for including the Trekelano deposits into the PFS. It is the Company's opinion that all the elements included in the metal equivalents calculation have a reasonable potential to be recovered and sold.

Metal equivalents for Mineral Resource Estimates (**MRE**) at Mount Hope, Trekelano, Nil Desperandum, Lady Fanny and Mohawk have been calculated using the formula CuEq=Cu% + (Au_ppm * 0.85) and is based on review of consensus forecast prices of US$8,505/t for copper and US$2,520/oz for gold, exchange rate of 0.63 and recovery of 95% copper and 85% gold as demonstrated in preliminary metallurgical test work carried out in 2023. Metal equivalents for MREs at Duchess and Mount Birnie have been calculated using the formula CuEq=Cu% + (Au_ppm * 0.7) and is based on September 2023 spot prices of US$8,500/t for copper and US$1,950/oz for gold, exchange rate of 0.67 and recovery of 95% copper and 90% gold as demonstrated in preliminary metallurgical test work carried out in 2023. Individual mineral resource estimate grades for the metals are set out at Table A of this announcement. It is the Company's opinion that all the elements included in the metal equivalents calculation have a reasonable potential to be recovered and sold.

Previously Released ASX Material References relating to this Report include:

Trek 2 Opens Up 18m @ 5.0% CuEq	3 March 2026
Shallow High Grade Results Bolster Trek 1 - 7m @ 8.9% CuEq	12 February 2026
Greater Duchess Mineral Resource Update	27 January 2026
Trek 1 New Footwall Lode Extension 6m @ 12.6% CuEq	18 December 2026
Trek 1 Continues to Grow 6m @ 5.0% CuEq	12 December 2025
Trek 1 Extended a Further 170m Down Dip 8m @ 2.8% CuEq	6 November 2025
Greater Duchess JV Buyout Completes	16 October 2025
A$12.5M Placement to QIC Critical Minerals Fund	15 October 2025
Trek 1 Delivers 6m @ 7.1% CuEq	6 October 2025
Game Changer-1st Trek 1 Exploration Hole Hits 7m @ 9.3% CuEq	22 September 2025
Trekelano Acquisition Completes	19 August 2025

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Competent persons and cautionary statements

Exploration Update - Trekelano Significant Offhole Conductor	7 August 2025
Carnaby Secures 100% Ownership of Greater Duchess Project	31 July 2025
Exploration Update – 154m @ 1.0% CuEq	9 July 2025

Disclaimer

References have been made in this Interim Financial Report to certain ASX announcements, including references regarding exploration results and Mineral Resources. For full details, refer to said announcement on said date. The Company is not aware of any new information or data that materially affects this information. Other than as specified in this announcement and the mentioned announcements, the Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and, in the case of estimates of Mineral Resources, Exploration Target(s) 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. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Forward looking statements

This report may contain certain forward looking statements and projections regarding:

- estimated mineral resources and ore reserves;
- planned production and operating costs profiles;
- planned capital requirements; and
- planned strategies and corporate objectives.

Such forward looking statements/projections are estimates for discussion purposes only and should not be relied upon. They are not guarantees of future performance and involve known and unknown risks, uncertainties and other factors many of which are beyond the control of the Company. The forward-looking statements/projections are inherently uncertain and may therefore differ materially from results ultimately achieved. The Company does not make any representations and provides no warranties concerning the accuracy of the projections, and disclaims any obligation to update or revise any forward-looking statements/projects based on new information, future events or otherwise except to the extent required by applicable laws.

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Table A

Carnaby Resources Limited Greater Duchess Copper Project - Cu Equivalent Cut-off

Mineral Resource Inventory as at 27 January 2026

Deposit	COG	Indicated							Inferred							Total						
	CuEq%	Tonnes	Cu	Au	CuEq	Cu	Au	CuEq	Tonnes	Cu	Au	CuEq	Cu	Au	CuEq	Tonnes	Cu	Au	CuEq	Cu	Au	CuEq
		Mt	%	g/t	%	Tonnes	Ounces	Tonnes	Mt	%	g/t	%	Tonnes	Ounces	Tonnes	Mt	%	g/t	%	Tonnes	Ounces	Tonnes
Mount Birnie[1]	0.5	0	0	0	0	0	0	0	0.44	1.4	0.2	1.5	6,300	2,300	6,800	**0.44**	**1.4**	**0.2**	**1.53**	6,300	2,300	6,800
Duchess[1]	0.5	0	0	0	0	0	0	0	3.66	0.7	0.1	0.8	26,300	11,300	28,800	**3.66**	**0.7**	**0.1**	**0.79**	26,300	11,300	28,800
Nil Desperandum OP[2]	0.5	2.42	0.7	0.1	0.9	18,100	10,400	20,800	0.08	0.8	0.1	0.9	700	300	700	**2.50**	**0.7**	**0.1**	**0.86**	18,700	10,700	21,600
Nil Desperandum UG[2]	1	0.81	2.5	0.4	2.9	20,600	10,200	23,300	1.03	1.5	0.4	1.8	15,200	12,500	18,500	**1.84**	**1.9**	**0.4**	**2.27**	35,800	22,800	41,800
Lady Fanny[2]	0.5	1.58	1.2	0.2	1.3	18,600	10,000	21,300	1.11	1.1	0.2	1.3	12,400	8,900	14,700	**2.69**	**1.2**	**0.2**	**1.34**	31,000	18,900	36,000
Burke & Wills[2]	0.5	0.30	2.7	0.3	2.9	7,900	2,800	8,700	0.20	1.0	0.2	1.1	2,000	1,100	2,300	**0.50**	**2.0**	**0.2**	**2.18**	9,900	3,900	11,000
Mount Hope OP[2,3,4]	0.5	2.94	1.3	0.2	1.5	39,100	15,600	43,300	1.33	1.1	0.1	1.3	15,100	6,300	16,800	**4.27**	**1.3**	**0.2**	**1.41**	54,300	22,000	60,100
Mount Hope UG[2]	1	5.52	1.8	0.3	2.1	99,800	58,900	115,300	1.44	1.2	0.2	1.4	17,400	10,200	20,200	**6.96**	**1.7**	**0.3**	**1.95**	117,200	69,100	135,500
Mohawk[2]	0.5	0	0	0	0	0	0	0	0.82	0.9	0.2	1.1	7,800	5,900	9,300	**0.82**	**0.9**	**0.2**	**1.13**	7,800	5,900	9,300
Inheritance OP[2]	0.5	1.91	1.3	0.3	1.6	24,700	20,200	30,100	0.64	1.0	0.3	1.3	6,400	6,200	8,100	**2.55**	**1.2**	**0.3**	**1.50**	31,200	26,400	38,200
Inheritance UG[2]	1	0.17	1.3	0.4	1.6	2,300	2,200	2,800	0.31	1.3	0.6	1.8	4,000	5,900	5,500	**0.48**	**1.3**	**0.5**	**1.74**	6,200	8,100	8,400
Trek 1 OP[2]	0.5	0.74	1.7	0.5	2.1	12,400	11,100	15,400	0.54	1.4	0.4	1.7	7,500	6,200	9,100	**1.28**	**1.6**	**0.4**	**1.91**	19,900	17,400	24,500
Trek 1 UG[2]	1	0.00	0.0	0.0	0.0	0	0	0	0.21	2.3	0.6	2.8	4,700	3,900	5,700	**0.21**	**2.3**	**0.6**	**2.78**	4,700	3,900	5,700
Trek 2 OP[2]	0.5	0.58	1.0	0.2	1.2	6,000	4,200	7,200	0.37	1.3	0.3	1.6	4,900	3,600	5,800	**0.95**	**1.2**	**0.3**	**1.37**	10,900	7,700	13,000
CNB Total		**17.0**	**1.5**	**0.3**	**1.7**	**249,600**	**145,700**	**288,100**	**12.2**	**1.1**	**0.2**	**1.3**	**130,700**	**84,500**	**152,400**	**29.2**	**1.3**	**0.2**	**1.5**	**380,300**	**230,200**	**440,500**

Note: *Rounding discrepancies may occur.*

Reference 1: *The CuEq calculation is CuEq=Cu% + (Au_ppm * 0.7) and is based on September 2023 spot prices of US$8,500/t for copper and US$1,950/oz for gold, exchange rate of 0.67 and recovery of 95% copper and 90% gold as demonstrated in preliminary metallurgical test work. It is the Company's opinion that all the elements included in the metal equivalents calculation have a reasonable potential to be recovered and sold.*

Reference 2: *The CuEq calculation is CuEq=Cu% + (Au_ppm * 0.85) and is based on review of consensus forecast prices of US$8,505/t for copper and US$2,520/oz for gold, exchange rate of 0.63 and recovery of 95% copper and 85% gold as demonstrated in preliminary metallurgical test work. t is the Company's opinion that all the elements included in the metal equivalents calculation have a reasonable potential to be recovered and sold.*

Reference 3: *98% of the combined Mount Hope Central and North deposits occur on ML90240, 100% owned by Carnaby Resources Ltd. The Inferred mineral resource includes 0.2Mt @ 0.9% Cu and 0.1g/t Au for 1.0% CuEq occurring outside ML90240 and within EPM26777 that is under Joint Venture with Hammer Metals Limited (ASX: HMX) and where Carnaby holds 51% of the deposit with a right to earn up to 70%.*

Reference 4: *The South Hope deposit inferred mineral resource of 0.3Mt @ 1.7% Cu, 0.3g/t Au, 2.0% CuEq for 5,600 CuEq tonnes. occurs outside of ML90240 on EPM26777 which is under a Joint Venture with Hammer Metals Limited (ASX: HMX) where Carnaby holds 51% of the deposit with a right to earn up to 70%.*

Consolidated interim financial statements

Consolidated interim statement of financial position

As at 31 December 2025

	Note	Dec 2025 $	June 2025 $
Assets			
Cash and cash equivalents	*5*	14,603,154	11,957,006
Other financial assets	*6*	15,000	15,000
Prepayments		195,237	80,782
Other receivables		545,043	680,372
Other current assets		-	3,800,000
Total current assets		**15,358,434**	**16,533,160**
Trade and other receivables		61,463	1,371,032
Other financial assets	*6*	1,357,432	42,312
Exploration and evaluation assets	*7*	35,607,526	28,233,552
Property, plant and equipment		122,267	134,280
Right of use assets		96,720	19,635
Total non-current assets		**37,245,408**	**29,800,811**
Total assets		**52,603,842**	**46,333,971**
Liabilities			
Trade and other payables		1,744,952	8,426,814
Lease liabilities		48,036	18,698
Employee benefits		191,672	165,597
Total current liabilities		**1,984,660**	**8,611,109**
Lease liabilities non-current		48,461	-
Employee benefits non-current		69,085	42,996
Provisions		1,383,682	1,385,632
Total non-current liabilities		**1,501,228**	**1,428,628**
Total liabilities		**3,485,888**	**10,039,737**
Net assets		**49,117,954**	**36,294,234**
Equity			
Share capital	*8*	98,227,983	80,866,996
Reserves		4,102,022	4,086,867
Accumulated losses		(53,212,051)	(48,659,629)
Total equity		**49,117,954**	**36,294,234**

The notes on pages 15 to 17 are an integral part of these consolidated interim financial statements.

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Consolidated interim financial statements

Consolidated interim statement of profit or loss and other comprehensive income

For the six months ended 31 December 2025

	Note	Dec 2025 $	Dec 2024 $
Interest received		192,865	178,326
Other income		28,078	43,659
Administrative expenses		(542,039)	(579,287)
Project exploration and evaluation expenses		(4,193,826)	(3,754,950)
Share based payment expense		(15,155)	(250,063)
Results from operating activities		**(4,530,077)**	**(4,362,315)**
Finance expense		(22,345)	(5,161)
Net finance expense		**(22,345)**	**(5,161)**
Total comprehensive loss for the year		**(4,552,422)**	**(4,367,476)**
Earnings per share			
Basic loss per share $	*9*	(0.019)	(0.025)
Diluted loss per share $	*9*	(0.019)	(0.025)

The notes on pages 15 to 17 are an integral part of these consolidated interim financial statements.

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Consolidated interim financial statements

Consolidated interim statement of changes in equity

For the six months ended 31 December 2025

	Share capital $	Accumulated losses $	Share option reserve $	Total equity $
Balance at 1 July 2025	80,866,996	(48,659,629)	4,086,867	36,294,234
Total comprehensive loss for the period				
Loss for the period	-	(4,552,422)	-	(4,552,422)
Total comprehensive loss for the period	**-**	**(4,552,422)**	**-**	**(4,552,422)**
Transactions with owners recorded directly in equity				
Contributions by and distributions to owners				
Issue of ordinary shares	17,426,109	-	-	17,426,109
Share issue costs	(65,122)	-	-	(65,122)
Share based payments	-	-	15,155	15,155
Total contributions by and distributions to owners	**17,360,987**	**-**	**15,155**	**17,376,142**
Balance as at 31 December 2025	**98,227,983**	**(53,212,051)**	**4,102,022**	**49,117,954**

	Share capital $	Accumulated losses $	Share option reserve $	Total equity $
Balance at 1 July 2024	64,204,790	(41,265,068)	3,836,804	26,776,526
Total comprehensive loss for the period				
Loss for the period	-	(4,367,476)	-	(4,367,476)
Total comprehensive loss for the period	**-**	**(4,367,476)**	**-**	**(4,367,476)**
Transactions with owners recorded directly in equity				
Contributions by and distributions to owners				
Issue of ordinary shares	13,325,136	-	-	13,325,136
Share issue costs	(601,377)	-	-	(601,377)
Share based payments	-	-	250,063	250,063
Total contributions by and distributions to owners	**12,723,759**	**-**	**250,063**	**12,973,822**
Balance as at 31 December 2024	**76,928,549**	**(45,632,544)**	**4,086,867**	**35,382,872**

The notes on pages 15 to 17 are an integral part of these consolidated interim financial statements.

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Consolidated interim financial statements

Consolidated interim statement of cash flows

For the six months ended 31 December 2025

	Note	Dec 2025 $	Dec 2024 $
Cash flow from operating activities			
Payments to suppliers and employees		(569,057)	(663,732)
Payments for exploration expenditure		(3,680,374)	(4,563,468)
Government grants		86,280	38,420
Net cash used in operating activities		**(4,163,151)**	**(5,188,780)**
Cashflow from investing activities			
Interest received		291,147	196,593
Payments to acquire tenements rights and property, plant and equipment		(8,375,681)	(3,782,787)
Transfers from / (to) term deposits		3,800,000	(3,000,000)
Transfers from / (to) other financial assets		(1,315,120)	434,962
Net cash used in investing activities		**(5,599,654)**	**(6,151,232)**
Cashflow from financing activities			
Proceeds from issue of share capital		12,500,000	13,325,136
Share issue costs		(65,122)	(558,174)
Payments for lease liabilities		(25,925)	(25,170)
Net cash from financing activities		**12,408,953**	**12,741,792**
Net increase in cash and cash equivalents		2,646,148	1,401,780
Cash and cash equivalents at the beginning of the period		11,957,006	10,296,535
Cash and cash equivalents 31 December 2025	5	**14,603,154**	**11,698,315**

The notes on pages 15 to 17 are an integral part of these consolidated interim financial statements.

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Notes to the consolidated interim financial statements

1. Reporting entity

Carnaby Resources Limited (the "Company") is a for profit company limited by shares and incorporated in Australia, whose shares are publicly traded on the Australian Securities Exchange.

The consolidated interim financial statements of the Company as at and for the period from 1 July 2025 to 31 December 2025 comprise the Company and its subsidiaries (together referred to as the "Group" and individually as "Group entities"). The nature of the operations and principal activities of the Group are as described in the Directors' Report, which is not part of these financial statements.

2. Statement of compliance

The consolidated interim financial statements are a general-purpose financial report which has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. The consolidated interim financial statements do not include all of the information required for full annual financial statements, and should be read in conjunction with the consolidated annual report of the Group as at and for the year ended 30 June 2025 and public announcements made by the Group during the half year in accordance with continuous disclosure requirements arising under the Australian Securities Exchange Listing Rules and the Corporations Act.

The consolidated interim financial statements were approved by the Board of Directors on 5 March 2026.

3. Basis of preparation

a) Accounting policies

The accounting policies applied by the Group in these consolidated interim financial statements are the same as those applied by the Group in its consolidated annual financial report as at and for the year ended 30 June 2025.

b) New standards and interpretations not yet adopted

Certain new accounting standards, amendments to accounting standards and interpretations have been published that are not mandatory for 31 December 2025 reporting periods and have not been early adopted by the group.

4. Segments

Operating segments

The Group identifies its operating segments based on the internal reports that are reviewed and used by the Managing Director (chief operating decision maker) in assessing performance and determining the allocation of resources.

The Group operates in one segment being 'Australian mineral exploration' which is the Group's strategic business unit.

Geographical segments

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of activities earning revenue. Segment assets are based on the geographical location of assets. The Group conducts all its activities within Australia and accordingly has assessed its sole geographical segment to be Australia.

5. Cash and cash equivalents

	Dec 2025 $	June 2025 $
Bank balances	14,603,154	11,957,006
Balance at the end of the period	14,603,154	11,957,006

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Notes to the consolidated interim financial statements

6. Other financial assets

	Dec 2025 $	June 2025 $
Other financial assets	1,372,432	57,312
Current	15,000	15,000
Non-current	1,357,432	42,312
Balance at the end of the period	1,372,432	57,312

Other financial assets comprise cash held in term deposit issued in the Company's name which have been used to provide security for:

- a $15,000 credit card facility
- a $22,312 in cash held in a term deposit issued in the Company's name which has been used to provide security in relation to a leased property
- a $20,000 of the facility relates to obligations from the Mount Hope Mining Lease (ML90240)
- a $1,315,120 of the facility relates to obligations arising from the Trekelano Mining Leases (ML90125, ML90128 and ML90183)

7. Exploration and evaluation assets

	Dec 2025 $	June 2025 $
Cost		
Opening balance	28,233,552	18,282,973
Write-off of rehabilitation asset	(1,949)	(434,814)
Other acquisition costs	-	33,715
Trekelano acquisiton (ML90125,ML90128 and ML90183)	41,762	10,351,678
Acquisition of 17.5% of EPSX00847513 from Latitude 66 Limited	7,334,161	-
Balance at the end of the period	35,607,526	28,233,552

On 15 October 2025, the Group acquired the remaining 17.5% interest in the Greater Duchess Copper Gold Joint Venture (JV) from joint venture partner Latitude 66 Limited. The acquisition costs recognised comprised of:

(a) Cash payment of $2,000,000;

(b) issue of 9,852,217 fully paid ordinary shares, at a fair value of $0.50 per share. The fair value was determined as the Company's closing share price on the date of the issue of the shares;

(c) stamp duty, professional fees and other associated costs of $408,052

8. Issued Capital

Ordinary share capital	Dec 2025 shares	June 2025 shares	Dec 2025 $	June 2025 $
On issue at the beginning of the period	228,388,862	171,937,249	80,866,996	64,204,790
Issued for the acquisition of exploration and evaluation assets	9,852,217	-	4,926,109	-
Issued for cash	37,878,788	56,451,613	12,500,000	17,500,000
Share issue costs	-	-	(65,122)	(837,794)
On issue at the end of the period	276,119,867	228,388,862	98,227,983	80,866,996

9. Loss per share

Basic loss per share attributable to ordinary shareholders

The basic loss per share for the period is $0.019 (2024 loss per share: $0.025). The calculation of basic earnings per share at 31 December 2025 was based on the consolidated loss attributable to ordinary shareholders of $4,552,422 (2024 loss: $4,367,476) and a weighted average number of ordinary shares outstanding of 246,042,382 (2024: 178,044,309) calculated as follows:

	Dec 2025 $	Dec 2024 $
Loss for the period	(4,552,422)	(4,367,476)
Loss attributable to ordinary shareholders	(4,552,422)	(4,367,476)

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Basic weighted average number of ordinary shares

Weighted average effects	Dec 2025 $	Dec 2024 $
Opening balance	228,388,862	171,937,249
Effect of shares issued	17,653,520	6,107,060
Weighted average number of ordinary shares at the end of the period	246,042,382	178,044,309

Diluted losses per share attributable to ordinary shareholders

The Group does not have any potential ordinary shares whose conversion to ordinary shares would have a dilutive effect on basic loss per share and as such diluted loss per share is equal to basic loss per share. Potential ordinary shares of the Company consist of 5,295,000 share options.

In accordance with AASB 133 'Earnings per Share' these options and performance rights have been excluded from the calculation of diluted loss per share due to the anti-dilutive effect.

10. Subsequent events

There are no events subsequent to the period to be reported.

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Directors' declaration

1. In the opinion of the directors of Carnaby Resources Limited ("the Company"):

   (a) the consolidated interim financial statements and notes 1 to 12 that are contained within 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 ended on that date; and

      (ii) complying with Australian Accounting Standard AASB 134 "Interim Financial Reporting" and the Corporations Regulations 2001; and

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

Signed in accordance with a resolution of the directors:



Robert Watkins
Managing Director

Dated at Perth, this 5th day of March 2026

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Independent Auditor's Review Report

To the Members of Carnaby Resources Limited

Report on the half-year financial report

Conclusion

We have reviewed the accompanying half-year financial report of Carnaby Resources Limited and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2025, and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half year ended on that date, including material accounting policy information, other selected explanatory notes, and the directors' declaration.

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 Carnaby Resources 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 responsibilities are further described in the *Auditor's Responsibilities 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 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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Directors' responsibility for the half-year 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.

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. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, 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.

Grant Thornton

GRANT THORNTON AUDIT PTY LTD
Chartered Accountants

B P Steedman
Partner – Audit & Assurance

Perth, 5 March 2026

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Auditor's Independence Declaration

To the Directors of Carnaby Resources Limited

In accordance with the requirements of section 307C of the *Corporations Act 2001*, as lead auditor for the review of Carnaby Resources Limited for the half year ended 31 December 2025. I declare that, to the best of my knowledge and belief, there have been:

a no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and

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

GRANT THORNTON AUDIT PTY LTD
Chartered Accountants

B P Steedman
Partner – Audit & Assurance

Perth, 5 March 2026

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