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KAISER REEF



Interim Financial Report

For the half year ended 31 December 2025

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Directors' Report

Directors

The Directors present their report on "Kaiser" or "the Group", consisting of Kaiser Reef Limited and the entities it controlled at the end of, or during, the financial period ended 31 December 2025.

The following persons were Directors of Kaiser Reef Limited at any time during the period and up to the date of this report:

- Steve Formica
  Non-Executive Chairman
- Bradley Valiukas
  Managing Director (appointed: 07 October 2025)
  Executive Director (until 07 October 2025)
- Stewart Howe
  Executive Director
- Craig Dingley
  Non-Executive Director
- Jonathan Downs
  Managing Director (resigned: 07 October 2025)

Principal activities

During the period, the principal activities of the Group were mining, production and the sale of gold as well as mineral exploration and development. There were no significant changes in the nature of activities of the Group during the period.

Dividend paid or recommended

No dividend has been paid and the directors do not recommend the payment of a dividend for the period ended 31 December 2025.

Overview of the Group's activities

The Group continued its growth focused investment with a number of milestone achievements during the 6 month period. The key results for the period were:

- Successful integration of the Henty Gold Mine into the group. Production of over 15koz Au for the 6 months.
- Uplift of 29% to the Henty Reserves, increasing the mine life at Henty to more than 6 years
- Maldon exploration and stockpile drilling resulting in long-term base load mill feed for the Maldon Gold Project to parallel exploration of a future production pipeline.
- Continued modernisation of the Maldon process plant to improve efficiency and increase throughput rates.

The Directors' Report covers the 6 month period ended 31 December 2025. During this financial period the Group recorded a statutory profit of $9,078,187 (2024 comparable period: statutory loss of $5,980,425).

Operationally, Kaiser's focus has been on integration of Henty Gold Mine and operational optimisation. The Group has taken steps to de-bottle neck the mine, including increasing processing capacity by up to 33% in anticipating of opening up the mine for greater production tonnage in the coming years.

The Group's resources have also been focused on key capital upgrades at the Henty mine, to facilitate increased production and profitability. The Group is now running a second diamond drill rig at Henty, aiming to exceed Resource and Reserve replacement.

The Group achieved a number major milestones in the first half of the year with robust returns expected on our investment in future periods. These include transforming Kaiser into a profitable mining company, achieving record production, in recent times, from Henty, placing the A1 mine onto care and maintenance, and advancing Maldon towards future production.

The consolidated results for the period are summarised as follows, with negative balances representing loss:

	31 December 2025	31 December 2024
EBITDA[3][4]	**26,925,341**	(4,285,198)
EBIT[2][4]	**16,683,722**	(5,951,232)
Profit/(loss) before tax	**9,078,187**	(5,980,425)
Statutory profit/(loss)[1] after tax	**9,078,187**	(5,980,425)

(1) Statutory profit/(loss) is net profit/(loss) after tax attributable to owners of the parent.
(2) EBIT is earnings before interest expense, finance costs and income tax expense.
(3) EBITDA is EBIT before depreciation and amortisation.
(4) EBIT, EBITDA and underlying net profit/(loss) after tax are non-IFRS financial measures, which have not been subject to review or audit by the Group's external auditors. These measures are presented to enable understanding of the underlying performance of the Group by users.

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Directors' Report

Review of operations

Henty Operations

Safety is a key focus for the Group. Management continues to initiate reviews and improvements to safety processes as part of continuous operational improvements.

During the period, the Henty Gold mine processed 134,440 tonnes at 3.88g/t with a recovery of 89.8% and produced 15,060 ounces of gold. The Henty Gold Mine sold 15,578 ounces at an average realised price of 5,136 Australian dollars per ounce.

Henty Reserves increased to 199koz Au, representing a 29% increase from the last published Reserve of 154koz, first published 11th October 2024 by Catalyst Metals Limited (ASX:CYL) ('Catalyst') and restated by Kaiser 24th March 2025. Depletion during the 2025 financial year was 25.7koz. This work demonstrates an increased mine life at Henty of more than 6 years, targeting consistent production above 30,000oz per annum Au, building during FY 2026.

Additionally, Henty Mineral Resource Estimate was steady, with an updated Resource of 4.11Mt @ 3.32g/t for 438koz Au.

Henty's Processing Plant throughput was tested at up to 400,000tpa run rate, representing an up to 33% increase over nameplate (300,000tpa) capacity. This was achieved without major infrastructure changes and work to fine-tune the processing circuit is ongoing; further enhancements are expected to yield additional benefits.

A second diamond drill commenced drilling at Henty in October 2025, focusing on exploration and resource extension.

Maldon Processing Plant

The plant processed 17,730 tonnes of ore in the period ended 31 December 2025 (2024 comparable period: 12,181 tonnes) at an average recovery of 88.2% (2024 comparable period: 95.1%).

Kaiser completed drilling of the Union Hill waste dump with 163 holes and 2212m drilled. This delineated a stockpile of 566kt @ 0.48g/t for 8,649 ounces Au (announced after half year ended).

The mill tailings were discharged into Tailings Storage Facility (TSF) Nº 5. Kaiser completed lift D TSF5 increasing the tailing dam capacity by 220,000 tonnes.

Water from the Union Hill underground mine continued to be used for process operations and the excess water was directed to the local community (Nuggetty Water Management Group) for agricultural purposes.

A1 Mine Operations

During the period, the A1 Mine was put into care and maintenance. The workforce was made redundant and associated payments are reflected in costs for the period.

Exploration activities

Maldon Drilling program

A diamond drilling campaign was completed in the Union Hill Open Pit, targeting the Eagle Hawk Reef, with eighteen holes intersecting gold mineralisation and producing multiple significant intercepts.

The drilling campaign, completed in October, comprised 22 diamond holes totalling 960m across nine section lines spaced at 10–15m, with two to three holes per section. Eighteen holes intersected gold mineralisation, out of 19 effective holes; two holes hit unexpected historical workings; one hole was abandoned early. Drilling targeted unmined extensions of the Eaglehawk Reef beneath the pit floor and grade continuity was confirmed along a 160m strike length. Significant Intercepts included:

- 5.8m @ 5.37g/t Au from 39.0m (UH-SDH-001)
  - Including 2.5m @10.25g/t Au from 39m
- 6.9m @ 6.05g/t Au from 30.4m (UH-SDH-004)
  - Including 1.98m @ 16.44g/t Au from 32.2m
  - And 1.3m @ 4.1g/t Au from 35.3m
- 8.6m @ 4.99g/t Au from 18.4m (UH-SDH-011) [Including 0.3m void @ 0.0g/t Au]
  - Including 2m @ 15.69g/t Au from 24.3m
- 8.2m @ 3.23g/t Au from 25.0m (UH-SDH-007) [Including 0.2m void @ 0.0g/t Au]
  - Including 2.3m @ 7.55g/t Au from 25.0m

Auditor independence

A copy of the Auditor's Independence Declaration required under section 307C of the Corporations Act 2001 is set out on page 5.

Events occurring after the end of the financial period

The Directors are not aware of any matter or circumstance that has arisen since the end of the financial half year that, in their opinion, has significantly affected or may significantly affect in future years the Company's or the Group's operations, the results of those operations or the state of affairs.

This report is made in accordance with a resolution of Directors.

For and on behalf of the Board

Dated at Perth this 13th day of March 2026.



Brad Valiukas
Managing Director

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DECLARATION OF INDEPENDENCE BY WAI AW TO THE DIRECTORS OF KAISER REEF LIMITED

As lead auditor for the review of Kaiser Reef Limited for the half-year ended 31 December 2025, I declare that, to the best of my knowledge and belief, there have been:

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

This declaration is in respect of Kaiser Reef Limited and the entities it controlled during the period.



Wai Aw
Director

BDO Audit Pty Ltd

Melbourne, 13 March 2026

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Financial Report

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About this report

Kaiser Reef Limited (the "Company" or "Parent Entity") is a company limited by shares incorporated in Australia whose shares are publicly traded on the Australian Securities Exchange. The consolidated financial statements of the Company as at and for the period ended 31 December 2025 comprise the Company and its subsidiaries (together referred to as the "Group"). The Group is a for-profit entity primarily involved in mining and sale of gold, mineral exploration and development.

The financial report has been prepared in accordance with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Act 2001.

This consolidated half year financial report does not include all the notes of the type normally included in the annual financial report. Accordingly, this report is to be read in conjunction with the audited annual financial report for the year ended 30 June 2025.

The comparative amounts for consolidated statement of profit or loss and other comprehensive income items are for the six months ended 31 December 2024, and for consolidated statement of financial position items balances are as at 30 June 2025.

The Board of Directors approved the consolidated interim financial statements on 13 March 2026.

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Consolidated statement of profit or loss and other comprehensive income

for the half year ended 31 December 2025

	Notes	Consolidated 31 December 2025	Consolidated 31 December 2024
Operating Revenue			
Revenue	1,2	**93,789,040**	**7,681,188**
Mine operating costs	1,2	**(65,177,645)**	**(10,490,017)**
Gross profit/(loss)		**26,611,395**	**(2,808,829)**
Other income	1,2	**365,533**	**467,531**
Exploration expensed		**(718)**	**(684)**
Administrative cost and share based payment expense	1	**(2,224,437)**	**(3,604,687)**
Impairment expenses	4,5,6	**(9,720,558)**	**-**
Operational profit/(loss)		**17,031,215**	**(5,946,669)**
Finance costs	2	**(7,953,028)**	(33,756)
Profit/(loss) before income tax		**9,078,187**	(5,980,425)
Income tax expense		**-**	**-**
Profit/(loss) after income tax		**9,078,187**	**(5,980,425)**
Other comprehensive income		**-**	-
Total comprehensive income/(loss) attributable to equity holders of the Company		**9,078,187**	**(5,980,425)**
Earnings/(loss) per share			
Basic earnings/(loss) per share (cents per share)		**1.53**	**(2.72)**
Diluted earnings/(loss) per share (cents per share)		**1.45**	**(2.72)**

The above consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the notes to the consolidated interim financial statements.

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Consolidated statement of financial position

as at 31 December 2025

	Notes	Consolidated 31 December 2025	Consolidated 30 June 2025
Assets			
Current assets			
Cash and cash equivalents	3	**28,936,843**	20,756,737
Cash deposits held to maturity	3	**14,173,068**	4,000,000
Trade and other receivables		**2,048,761**	3,071,433
Inventories		**13,189,311**	10,589,768
		58,347,983	38,417,938
Assets held for sale		**-**	1,480,312
Total current assets		**58,347,983**	39,898,250
Non-current assets			
Trade and other receivables		**5,711,588**	5,111,588
Property, plant and equipment	4	**21,713,479**	20,031,500
Mine properties	5	**44,365,751**	51,530,781
Exploration and evaluation	6	**6,171,807**	3,683,996
Total non-current assets		**77,962,625**	80,357,865
Total assets		**136,310,608**	120,256,115
Liabilities			
Current liabilities			
Trade and other payables		**17,975,366**	20,372,765
Provisions		**3,794,622**	4,054,817
Derivative financial liabilities		**2,287,291**	661,120
Deferred consideration		**3,376,377**	1,521,913
Interest bearing liabilities		**13,928,169**	7,184,415
Total current liabilities		**41,361,825**	33,795,030
Non-current liabilities			
Rehabilitation provision		**7,672,021**	6,598,044
Provisions		**783,060**	841,603
Deferred consideration		**8,404,029**	7,713,199
Interest bearing liabilities		**352,561**	2,710,311
Total non-current liabilities		**17,211,671**	17,863,157
Total liabilities		**58,573,496**	51,658,187
Net assets		**77,737,112**	68,597,928
Equity			
Contributed equity	8	**100,256,031**	100,166,271
Share based payment reserve		**5,639,401**	5,668,164
Accumulated losses		**(28,158,320)**	(37,236,507)
Total equity		**77,737,112**	68,597,928

The above consolidated statement of financial position should be read in conjunction with the notes to the consolidated interim financial statements.

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Consolidated statement of changes in equity

for the half year ended 31 December 2025

	Note	Consolidated			
		Contributed Equity	**Share based payment reserve**	**Accumulated Losses**	**Total**
Balance at 1 July 2025		**100,166,271**	**5,668,164**	**(37,236,507)**	**68,597,928**
Total comprehensive income/(loss) for the period					
Profit attributable to equity holders of the Company		-	-	9,078,187	9,078,187
Other comprehensive income		-	-	-	-
Transactions with owners of the Company recognised directly in equity:					
Options exercised		90,894	(28,763)	-	62,131
Cost of equity		(1,134)	-	-	(1,134)
Balance at 31 December 2025		**100,256,031**	**5,639,401**	**(28,158,320)**	**77,737,112**

	Note	Consolidated			
		Contributed Equity	Share based payment reserve	Accumulated Losses	Total
Balance at 1 July 2024		39,611,166	2,484,605	(17,999,805)	24,095,966
Total comprehensive income/(loss) for the period					
Loss attributable to equity holders of the Company		-	-	(5,980,425)	(5,980,425)
Other comprehensive income		-	-	-	-
Transactions with owners of the Company recognised directly in equity:					
Performance rights movement	7	-	9,071	-	9,071
Options issued	7	-	2,012,530	-	2,012,530
Options expired	7	-	(999,791)	999,791	-
Ordinary shares issued during the period		12,010,000	-	-	12,010,000
Cost of equity		(538,490)	-	-	(538,490)
Balance at 31 December 2024		51,082,676	3,506,415	(22,980,439)	31,608,652

The above consolidated statement of changes in equity should be read in conjunction with the notes to the consolidated interim financial statements.

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Consolidated statement of cash flows

for the half year ended 31 December 2025

	Notes	Consolidated 31 December 2025	Consolidated 31 December 2024
Cash Flows From Operating Activities:			
Receipts from customers (inclusive of GST)		**94,154,573**	7,724,201
Payments to suppliers and employees (inclusive of GST)		**(61,807,425)**	(10,249,028)
Interest received		**342,350**	4,518
Interest paid		**(1,175,672)**	(17,744)
Net cash inflow/(outflow) from operating activities		**31,513,826**	(2,538,053)
Cash Flows From Investing Activities:			
Cash deposits held to maturity		**(10,173,068)**	-
Payments for property, plant and equipment		**(8,358,996)**	(476,699)
Payments for development of mining properties		**(5,164,480)**	(3,410,510)
Payments for exploration and evaluation		**(1,100,694)**	(207,110)
Net cash outflow from investing activities		**(24,797,238)**	(4,094,319)
Cash Flows From Financing Activities:			
Proceeds from issue of ordinary shares		**60,997**	11,635,000
Unissued securities		**-**	912,557
Payment for cost of shares issued		**(1,134)**	(538,490)
Lease principal repayments		**-**	(70,506)
Insurance premium funding principal repayments		**(1,336,406)**	(218,220)
Equipment finance funding		**3,342,004**	-
Equipment finance principal repayments		**(454,285)**	-
Gold loan funding		**4,581,430**	-
Gold loan principal repayments		**(4,729,088)**	-
Net cash inflow from financing activities		**1,463,518**	11,720,341
Net increase in cash and cash equivalents		**8,180,106**	5,087,969
Cash and cash equivalents at the beginning of the period		**20,756,737**	1,112,332
Cash and cash equivalents at the end of the period	3	**28,936,843**	6,200,301

Cash flows are included in the consolidated statement of cash flows on a gross basis. The GST component of cash flows arising from investing or financing activities, which are recoverable from, or payable to, the taxation authority are classified as part of operating cash flows.

The above consolidated statement of cash flows should be read in conjunction with the notes to the consolidated interim financial statements.

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1 Segment information

	Victoria operations $		Tasmania operations $	Total segments $	
	31 December 2025	31 December 2024	**31 December 2025**	**31 December 2025**	31 December 2024
Gold sales	**3,255,109**	7,681,188	**87,820,158**	**91,075,267**	7,681,188
Silver sales	**-**	-	**1,233,980**	**1,233,980**	-
Ore purchase and treatment	**1,479,793**	-	**-**	**1,479,793**	-
Other income	**24,316**	467,531	**26,923**	**51,239**	467,531
Total revenue and other income	***4,759,218***	*8,148,719*	***89,081,061***	***93,840,279***	*8,148,719*
Gold operation expenditure	**(7,099,482)**	(2,726,507)	**(29,206,670)**	**(36,306,152)**	(2,726,507)
Employee expenses	**(4,679,282)**	(6,097,476)	**(13,950,592)**	**(18,629,874)**	(6,097,476)
Royalties [1]	**-**	-	**(8,121,426)**	**(8,121,426)**	-
Depreciation and amortisation	**(1,106,815)**	(1,666,034)	**(8,998,548)**	**(10,105,363)**	(1,666,034)
Total mine operating cost	***(12,885,579)***	*(10,490,017)*	***(60,277,236)***	***(73,162,815)***	*(10,490,017)*
Gross profit/(loss) [4]	**(8,126,361)**	(2,341,298)	**28,803,825**	**20,677,464**	(2,341,298)
Impairment expenses[3]	**(9,627,363)**	-	**-**	**(9,627,363)**	-
Segment profit/(loss) before income tax	**(17,753,724)**	(2,341,298)	**28,803,825**	**11,050,101**	(2,341,298)
Capital expenditure					
PPE	**(728,882)**	(474,482)	**(3,102,339)**	**(3,831,221)**	(474,482)
Development	**-**	(3,410,510)	**(5,164,480)**	**(5,164,480)**	(3,410,510)
Exploration	**(488,248)**	(191,383)	**(596,473)**	**(1,084,721)**	(191,383)
Total capital expenditure	**(1,217,130)**	(4,076,375)	**(8,863,292)**	**(10,080,422)**	(4,076,375)
Segment assets	**3,548,591**	5,834,646	**14,143,389**	**17,691,980**	5,834,646
Segment non-current assets	**10,873,146**	19,387,974	**60,939,239**	**71,812,385**	19,387,974
Segment liabilities	**(41,146,373)**	(32,688,553)	**(11,443,958)**	**(52,590,331)**	(32,688,553)

(1) Royalties include state and government royalties for each operation, and corporate royalties in relation to Henty Gold Mine gold sales.
(3) Refer to note 4 on impairment of A1 Gold Mine.
(4) Excludes unallocated corporate costs and non-operating segment costs.

The Group has two business units: Victoria Operations (A1 and Maldon) and Tasmania Operations (Henty). The business units are managed separately due to their separate geographic regions.

A reportable segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components. The operating results (including production, cost per ounce and capital expenditure) of all reportable segments are regularly reviewed by the Group's management to make decisions about resources to be allocated to the segment and assess performance.

Performance is measured based on segment profit before income tax, as this is deemed to be the most relevant in assessing performance, after taking into account factors such as cost per ounce of production.

Segment capital expenditure represents the total cost incurred during the year for mine development, acquisitions of property, plant and equipment and growth projects. Growth projects are focussed on extending mine life, and in the case of exploration increasing mineral resources and ore reserves.

Royalties
Royalties are payable on gold sales revenue, based on gold ounces produced and sold, and are therefore recognised as the sale occurs.

Major Customers
Major customers to whom the Group provides goods that are more than 10% of external gold and silver revenue are as follows:

	Revenue		% of external revenue	
	2025	**2024**	**2025**	**2024**
Perth Mint	**-**	7,681,188	**-**	100
Auramet International	**92,309,247**	-	**100**	-

Corporate Costs	**Consolidated**	Consolidated
	31 December 2025 $	30 June 2024 $
Administrative cost	**(2,224,437)**	(1,583,086)
Share based payments[1]	**-**	(2,021,601)
Finance cost	**(7,953,028)**	(33,756)
Total corporate costs	**(10,177,465)**	(3,638,443)

(1) Refer to note 7 on share based payments.

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2 Revenue, Income, Mine Operating Costs and Corporate costs

	Consolidated 31 December 2025	Consolidated 31 December 2024
Revenue and Other Income		
Gold sales	**91,075,267**	7,681,188
Silver sales	**1,233,980**	-
Toll treatment	**1,479,793**	29,623
Other income	**365,533**	437,908
Total	**94,154,573**	8,148,719
Mine Operating Expenses		
Gold operation expenditure	**(36,306,152)**	(2,726,507)
Employee expense	**(18,629,874)**	(6,097,476)
Depreciation & Amortisation	**(10,241,619)**	(1,666,034)
Total operating cost	**(65,177,645)**	(10,490,017)
Corporate Costs		
Administrative cost	**(2,224,437)**	(1,583,086)
Share based payments[1]	**-**	(2,021,601)
Finance cost	**(7,947,885)**	(33,711)
Foreign exchange movements	**(5,143)**	(45)
Total corporate costs	**(10,177,465)**	(3,638,443)

(1) Refer to note 7 on share based payments.

Sales revenue

Revenue from the sale of gold in the course of ordinary activities is measured at the fair value of the consideration received or receivable. The Group recognises revenue at a point in time when control (physical or contractual) is transferred to the buyer, the amount of revenue can be reliably measured and the associated costs can be estimated reliably, and it is probable that future economic benefits will flow to the Group.

Finance cost

The Group is exposed to market prices such as commodity prices and foreign exchange. During the period gold price per ounce increased significantly from $5,034 to $6,417 causing significant increase to gold loans and deferred consideration repayable in gold ounces.

	Consolidated 31 December 2025	Consolidated 31 December 2024
Finance costs		
Interest paid/payable	**1,175,671**	17,789
Revaluation of gold loan	**1,437,987**	-
Revaluation of deferred consideration	**3,097,019**	-
Revaluation of gold options	**1,626,171**	-
Borrowing cost	**606,810**	-
Rehab discounts unwind	**4,227**	15,967
Foreign Exchange Movement	**5,143**	-
	7,953,028	33,756

3 Cash and cash equivalents and cash deposit held to maturity

	Consolidated 31 December 2025	Consolidated 30 June 2025
Cash at bank and on hand	**28,936,843**	20,756,737
Cash deposit held to maturity	**14,173,068**	4,000,000
	43,109,911	24,756,737

Cash and cash equivalents includes cash on hand, deposits and cash at call held at financial institutions, other short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Cash deposits held to maturity

Cash deposits held to maturity are term deposits only held with major Australian Banks with maturity between 3 to 6 months at 31 December 2025 reporting date was $14,173,068 (30 June 2025: $4,000,000) and interest at rates of 4.3% (30 June 2025: 4.4%)

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4 Property, plant and equipment

Non-current	Consolidated 31 December 2025 $	Consolidated 30 June 2025 $
Land and buildings		
At the beginning of the year	**914,188**	242,533
Acquired assets	**-**	752,562
Additions	**-**	-
Depreciation (range 3-15 years)	**(30,679)**	(80,907)
Disposals	**(133,302)**	-
Assets impairment	**(14,431)**	-
At the end of the period[(1)]	**735,776**	914,188
Plant and equipment		
At the beginning of the year	**19,117,312**	6,925,686
Additions	**8,358,996**	3,523,996
Acquired assets	**-**	11,729,590
Disposals	**(8,313)**	-
Depreciation (range 3-15 years)	**(4,794,226)**	(3,061,960)
Assets impairment	**(1,696,066)**	-
At the end of the period	**20,977,703**	19,117,312
Total	**21,713,479**	20,031,500

Reconciliation of depreciation and amortisation to the consolidated statement of profit and loss

	Consolidated 31 December 2025 $	Consolidated 30 June 2025 $
Depreciation		
Land and buildings	**(30,679)**	(80,907)
Plant and equipment	**(4,794,226)**	(3,061,959)
Amortisation		
Mine properties	**(5,416,714)**	(2,582,172)
Total	**(10,241,619)**	(5,725,038)

Buildings, plant and equipment are stated at historical cost less accumulated depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the consolidated profit and loss during the financial period in which they are incurred.

Depreciation of assets is calculated using the straight line method to allocate the cost or revalued amounts, net of residual values, over their estimated useful lives. Where the carrying value of an asset is less than its estimated residual value, no depreciation is charged. Residual values and useful lives are reviewed, and adjusted if appropriate, at each balance date.

An asset's carrying amount is written down immediately to its recoverable amount, if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposal are determined by comparing proceeds with the carrying amount. These gains and losses are included in the consolidated profit and loss when realised.

Accounting judgements and estimates

Estimation of useful lives of assets

The consolidated entity determines the estimated useful lives and related depreciation charges for its property, plant and equipment. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

During the period, the Group after strategic review of the A1 mine, it was determined that the mine would be placed on care and maintenance. This has triggered an impairment of its plant property and equipment which are attached at the mine.

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5 Mine properties

Mine properties	Consolidated 31 December 2025	Consolidated 30 June 2025
At beginning of the period	**51,530,781**	13,091,107
Additions	**5,165,256**	8,683,580
Acquired mine properties	**-**	44,107,368
Rehabilitation Liabilities	**1,003,294**	130,986
Amortisation for the period	**(5,416,714)**	(2,582,172)
Assets impairment	**(7,916,866)**	(11,900,088)
At end of the period	**44,365,751**	51,530,781

Mine properties

Mine development expenditure represents the acquisition cost and/or accumulated exploration, evaluation and development expenditure in respect of areas of interest in which mining has commenced.

When further development expenditure is incurred in respect of a mine, after the commencement of production, such expenditure is carried forward as part of the mine development only when substantial future economic benefits are established, otherwise such expenditure is classified as part of production and expensed as incurred.

Mine development costs are deferred until commercial production commences, at which time they are amortised on a unit-of-production basis over mineable resources. The calculation of amortisation takes into account future costs which will be incurred to develop all the mineable resources. Changes to mineable resources are applied from the beginning of the reporting period and the amortisation charge is adjusted prospectively from the date of revised estimate was determined.

Accounting judgements and estimates

The Group applies the units of production method for amortisation of its life of mine specific assets, which results in an amortisation charge proportional to the depletion of the anticipated remaining life of mine production. Amortisation has been based on indicated and inferred resource estimates. These calculations require the use of estimates and assumptions in relation to resources, metallurgy and the complexity of future capital development requirements; changes to these estimates and assumptions will impact the amortisation charge in the consolidated statement of profit or loss and asset carrying values.

Mineral Resources

The Group determines and reports mineral resources under the 2012 edition of the Australian Code for Reporting of Mineral Resources and Ore Reserves, known as the JORC Code. The JORC Code requires the use of reasonable investment assumptions to calculate resources. Due to the fact that economic assumptions used to estimate resources change from period to period, and geological data is generated during the course of operations, estimates of resources may change from period to period.

Accounting judgements and estimates– Mineral Resource

Resources are estimates of the amount of gold product that may be economically extracted from the Group's properties. In order to calculate resources, estimates and assumptions are required about a range of geological, technical and economic factors, including quantities, grades, production techniques, recovery rates, production costs, future capital requirements, short and long term commodity prices and exchange rates.

Estimating the quantity and/or grade of resources requires the size, shape and depth of ore bodies to be determined by analysing geological data. This process may require complex and difficult geological judgements and calculations to interpret the data.

Changes in reported resources may affect the Group's financial results and financial position in a number of ways, including:

- Asset carrying values may be impacted due to changes in estimated future cash flows.
- The recognition of deferred tax assets.
- Depreciation and amortisation charged to the consolidated statement of profit or loss may change where such charges are calculated using the units of production basis.
- Capital development deferred in the statement of financial position or charged to the consolidated statement of profit and loss may change due to a revision in the development amortisation rates.
- Decommissioning, site restoration and environmental provisions may change where changes in estimated resources affect expectations about the timing or cost of these activities

Impairment of assets

All asset values are reviewed at each reporting date to determine whether there is objective evidence that there have been events or changes in circumstances that indicate that the carrying value may not be recoverable. Where an indicator of impairment exists, a formal estimate of the recoverable amount is made. An impairment loss is recognised for the amount by which the carrying amount of an asset or a cash generating unit ('CGU') exceeds the recoverable amount. Impairment losses are recognised in the consolidated statement of profit or loss. The CGU will be tested for impairment under Accounting Standard AASB136 Impairment of Assets to determine its recoverable value being the higher of value in use and fair value less cost of disposal.

The Group assesses impairment of all assets at each reporting date by evaluating conditions specific to the Group and to the particular assets that may lead to impairment.

The identified CGUs of the Group are: Kaiser Mining Pty Ltd (A1 Gold mine), Kaiser Operations Pty Ltd (Maldon) and Unity Mining Pty Ltd (Henty). The recoverable value of all CGUs are assessed when an indicator of impairment is identified.

Impact of impairment assessment

Following an assessment of the recoverable amount of the Group's CGUs at 31 December 2025, the A1 Gold Mine has been placed on care and maintenance, and the mine properties carrying value of $6,913,572 can no longer be recovered hence requiring total impairment.

CGU - impairment	Pre-tax $	Tax $	Post Tax $
A1 Gold Mine	6,913,572	-	6,913,572

Accounting judgements and estimates –- Impairment

Significant judgements and assumptions are required in making estimates of recoverable amount. The CGU valuations are subject to variability in key assumptions including, but not limited to: long-term gold prices, currency exchange rates, discount rates, production, operating costs, future capital expenditure and permitting of new mines. An adverse change in one or more of the assumptions used to estimate recoverable amount could result in a reduction in a CGU's recoverable value. This could lead to the recognition of impairment losses in the future.

At 31 December 2025, the Group determined that there were no indicators of impairment for the Henty and Maldon cash generating

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unit due to the strong gold forecast prices at 31 December 2025. The increased life mine at the Henty Mine and ongoing development of resources supports that CGU. A formal estimation of impairment of the recoverable value of the Maldon development was made, and no impairment was noted for low carrying value.

6 Exploration and evaluation

Non-current	Consolidated 31 December 2025	Consolidated 30 June 2025
At beginning of the period	**3,683,996**	3,995,687
Additions	**1,100,694**	477,669
Transfer from/(to) held for sale assets[1]	**1,480,312**	(35,014)
Assets impairment[2]	**(93,195)**	(754,346)
At end of the period	**6,171,807**	3,683,996

(1) The contractual rights to sell the Stuart Town (NSW) exploration assets (previously held for sale) expired at the end of September 2025 and the assets were reclassed back to exploration.

(2) During period, 3 NSW exploration tenement was returned and capitalised assets relating to those tenements were impairment.

Exploration and evaluation expenditure incurred is accumulated in respect of each identifiable area of interest. These costs are only carried forward to the extent that the Group holds current rights to tenure and the costs are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable resources.

Exploration and evaluation expenditure consists of an accumulation of acquisition costs and direct exploration and evaluation costs incurred, together with an allocation of directly related overhead expenditure.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward cost in relation to that area of interest.

When an area of interest becomes technically feasible for technical feasibility and commercial viability of extracting. The area of interest will be assessed for impairment and any impairment loss recognised before reclassification.

When an area of interest is abandoned, or the Directors determine it is not commercially viable to pursue, accumulated costs in respect of that area are written off in the period the decision is made.

7 Share based payments

Details	Consolidated 31 December 2025	Consolidated 31 December 2024
Value of options vested/expired during the period[1]	-	**(2,012,530)**
Value of rights vested/expired during the period	-	**(9,071)**
Total share based payments	-	**(2,021,601)**

(1) $999,791 in expired options expense in prior year are allocated to accumulated losses.

Accounting judgements and estimates

Share-based payment transactions

The consolidated entity measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by using either a Black-Scholes model or Binomial Pricing Model, taking into account the terms and conditions upon which the instruments were granted. The accounting estimates and assumptions relating to equity-settled share-based payments would have no impact on the carrying amounts of assets and liabilities within the next annual reporting period but may impact profit or loss and equity.

Where performance rights are subject to vesting conditions, Management has formed judgments around the likelihood of vesting conditions being met.

8 Contributed equity

Details	Number of shares	$
Opening balance 1 July 2024	171,043,894	39,611,166
Share placement	303,752,381	42,910,000
Share issue fees	-	(2,525,374)
Shares issued to Catalyst Metals Limited	118,649,875	20,170,479
Closing balance 30 June 2025/Opening balance 1 July 2025	593,546,150	100,166,271
Options exercised	341,381	90,894
Share issue fees	-	(1,134)
Closing balance 31 December 2025	**593,887,531**	**100,256,031**

Contributed equity

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognised as a deduction from equity, net of any tax effects.

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Company in proportion to the number of and amounts paid on the shares held. On a show of hands every holder of ordinary shares present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote.

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9 Acquisition accounting (Provisional Basis)

Acquisition accounting – Unity Mining Pty Ltd Acquisition

On 15 May 2025, the Group, acquired 100% of the issued capital of Unity Mining Pty Ltd ("Unity Mining") which owns 100% of Henty Gold Pty Ltd, a gold mining, development and exploration company with operations in Tasmania, Australia.

The acquisition of Unity Mining achieves all of the Group's strategic objectives, including:

- Valuable mining and exploration licences in the Tasmania gold region, which had in the past high-grade mining areas;
- The Group moves to a multi-site producing gold mining company

The initial accounting for the acquisition of Unity Mining has been provisionally determined at 30 June 2025 and continue to be the case at 31 December 2025. At the date of finalisation of the interim financial report, the necessary calculations have not been finalised and therefore the fair value of the net assets have been provisionally determined based on management's best estimate of the likely fair value of the net assets. The Group has until 15 May 2026 to finalise the estimates, specifically, the 50% Kaiser Operations Pty Ltd JV option and NSR royalty with Catalyst Metals Limited are provisional accounted because their valuation were not available.

Deemed Consideration

(i) Kaiser Reef settled in cash $21,643,147 to Catalyst Metals Limited.

(ii) Kaiser Reef Limited issued 118,649,875 consideration shares to Catalyst Metals Limited at capital raising price of $0.14 per share and fair value price $0.17 per share on the date of transaction 15 May 2025.

(iii) 3,000ozs of gold delivery over 60 months starting 6 months after transaction date

(iv) Consideration transfer of $4,100,000 rehabilitation bond over 12 months after transaction date.

(v) Contingent consideration of 0.5% NSR royalty for future production beyond current life of mine and existing exploration tenements.

(vi) 12 year option to form a new 50% joint venture in tenement MIN5146 with Kaiser Operations Pty Ltd.

Acquisition related costs

Acquisition related costs totalling $2,205,551 were incurred during financial year 2025.

Impact of acquisition on the Group's result

Included in the net profit before tax is $28,803,826 profit before tax attributable to Henty Gold Pty Ltd for the period. Revenue for the period was $89,081,061 from 15,578 ounces of gold sold, with 15,060 ounces of gold produced.

	Consolidated 31 December 2025 $
Consideration transferred	
Cash and cash equivalents	**21,643,145**
Issue of Kaiser Reef Limited shares	**20,170,479**
Deferred consideration 3,000 ozs of Gold	**9,129,314**
Repayment of rehabilitation loan	**4,100,000**
Total consideration	**55,042,938**
Goodwill arising on acquisition	
Consideration transferred	**55,042,938**
Less: Fair value of identifiable net assets acquired	**(55,042,938)**
Total goodwill arising on acquisition	**-**
Consideration paid in cash	**21,643,147**
Less: Cash and cash equivalents balance acquired	**(4,800,162)**
Net cash out flow on acquisition of Unity Mining Pty Ltd and Henty Gold Pty Ltd	**16,842,985**

The assets and liabilities recognised as a result of the acquisition are as follows:

	Fair value $
Assets	
Current assets	
Cash and cash equivalents	**4,800,162**
Trade and other receivables	**367,929**
Inventories	**8,908,057**
Total current assets	**14,076,148**
Non-current assets	
Trade and other receivables	**4,164,588**
Property, plant and equipment	**12,482,151**
Mine properties	**44,107,368**
Total non-current assets	**60,754,107**
Total assets	**74,830,255**
Liabilities	
Current liabilities	
Trade payables and accruals	**(9,053,975)**
Interest Bearing Borrowings	**(406,140)**
Provisions	**(4,112,109)**
Total current liabilities	**(13,572,224)**
Non-current liabilities	
Interest Bearing Borrowings	**(630,978)**
Provision	**(454,315)**
Rehabilitation provision	**(5,129,800)**
Total non-current liabilities	**(6,215,093)**
Total liabilities	**(19,787,317)**
Net identifiable assets acquired	**55,042,938**
Net assets acquired	**55,042,938**

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10 Events occurring after the balance date

The Directors are not aware of any matter or circumstance that has arisen since the end of the financial half year that, in their opinion, has significantly affected or may significantly affect in future years the Company's or the Group's operations, the results of those operations or the state of affairs except as described in this note.

11 Contingencies

The Directors are not aware of any contingencies for the period ended 31 December 2025 except for the provisional acquisition accounting disclosed in note 9.

12 Basis of preparation

Significant accounting policies

These financial statements for the interim half-year reporting period ended 31 December 2025 have 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'.

These financial statements do 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 requirements of the Corporations Act 2001.

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

Critical accounting judgement and estimates

The preparation of the half year financial report requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing this consolidated half year financial report, the significant estimates and judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the most recent annual financial report.

Going Concern

This report is prepared on a going concern basis, which assumes the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business.

For the year ended 31 December 2025 the Group recorded net cash inflows from operating activities of $31,513,826 (2024: net cash outflow from operating activities of $2,538,053) and a closing cash balance of $28,936,843 (2024: closing cash balance of $6,200,301), plus additional $14,173,068 in term deposit held to maturity (2024: $nil).

The Group has forecasted positive cash flow from operating activities in the next 12 months. The Directors have assessed the cash flow requirements for the 12-month period from the date of approval of the financial statements and its impact on the Group and believe there will be sufficient funds to meet the Group's working capital requirements.

Directors' declaration

In the Directors' opinion:

(a) the financial statements and notes set out on pages 7 to 17 are in accordance with the *Corporations Act 2001,* including:

  i) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*; and

  ii) giving a true and fair view of the Group's financial position as at 31 December 2025 and of its performance for the six month period ended on that date; 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.

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

Signed in accordance with a resolution of the Directors:



Brad Valiukas
Managing Director

Perth
13 March 2026

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Kaiser Reef Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Kaiser Reef Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2025, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, material accounting policy information and other explanatory information, 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 the Group does not comply 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 financial performance for the half-year ended on that date; and
ii. 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 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 the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

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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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 financial 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.

BDO Audit Pty Ltd

BDO

Wai Aw
Director

Melbourne, 13 March 2026

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Corporate Directory

BOARD OF DIRECTORS

S Formica	Non-Executive Chairman
B Valiukas	Managing Director
S Howe	Executive Director
C Dingley	Non-Executive Director

JOINT COMPANY SECRETARY
A Tabakovic
S Brockhurst

PRINCIPAL PLACE OF BUSINESS
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Shares in Kaiser Reef Limited are quoted on the Australian Securities Exchange
Ticker Symbol: KAU

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Perth WA 6000

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Additional information for public listed companies

Schedule of Tenements as at 31 December 2025

Project	Tenement Number	Location of Tenement	Beneficial interest held at start of the period	Beneficial interest held at end of the period
Stuart Town	EL8491*	New South Wales	100%	100%
Stuart Town	EL8952*	New South Wales	100%	100%
Macquarie North	EL9623*	New South Wales	100%	100%
Macquarie North	EL9624*	New South Wales	100%	100%
Hill End	EL9757*	New South Wales	100%	100%
A1	MIN5294	Victoria	100%	100%
Maldon	MIN5146	Victoria	100%	100%
Maldon	EL8215	Victoria	100%	100%
Maldon	MIN5528	Victoria	100%	100%
Maldon	EL7029	Victoria	100%	100%
Henty	ML 7M/1991	Tasmania	100%	100%
Henty	ML 5M/2002	Tasmania	100%	100%
Henty	ML 7M/2006	Tasmania	100%	100%
Henty	EL28/2001	Tasmania	100%	100%
Henty	EL8/2009	Tasmania	100%	100%

Notes:

*NSW Tenements are subject to divestment – refer ASX announcement 25 June 2024

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