



## SOR Annual Report 2025

Perth, Australia—29th August 2025—ASX-listed Strategic Elements Ltd (ASX: SOR) is pleased to release its Annual Report for 2025. Please see report below:

| Venture / Area                                     | FY25 Highlights                                                                                                                                                                                                                                                                                                                                                                                                   |
|----------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Stealth Technologies – EdgeIQ &amp; AxV</b>     | <ul style="list-style-type: none"><li>· Advanced AxV Platform into EdgeIQ mining solution</li><li>· MoU with Australian miner to EdgeIQ</li><li>· Designed pilot programs to validate use cases and generate near-term revenue</li><li>· Strengthened autonomous/AI systems for mining.</li><li>· AxV opportunities in autonomous systems, vision, mapping for defence sector</li></ul>                           |
| <b>Australian Advanced Materials – Energy Ink™</b> | <ul style="list-style-type: none"><li>· Single-layer design ^40% energy density</li><li>· First watt-level demo: 64-cell array &gt;1 Wh</li><li>· Commercial printing facility trial underway</li><li>· Scaling reproducible fabrication</li><li>· Prepping for international collaboration</li></ul>                                                                                                             |
| <b>Cognition Engines – AI</b>                      | <ul style="list-style-type: none"><li>· Exploring enabling technologies for AI adoption</li><li>· Scouting phase with research groups, SMEs, and government programs.</li><li>· One of the world's fastest-growing sectors.</li></ul>                                                                                                                                                                             |
| <b>Strategic Outlook</b>                           | <ul style="list-style-type: none"><li>· Active pipeline expansion across Australian innovation</li><li>· AI, drones, nanotech, advanced materials, energy, automation, robotics, sensors, cybersecurity etc.</li><li>· Measured, high-risk/high-reward approach – winning competitive Federal funding and R&amp;D rebates reduces shareholder cash exposure while targeting breakthrough opportunities.</li></ul> |

Highlights graphic from page 4 of Annual Report

### About Strategic Elements

ASX-listed Strategic Elements Ltd (SOR) Strategic Elements operates as a venture builder, generating high-risk, high-reward projects by sourcing and combining teams of leading scientists and innovators. The Company is registered by the Australian Federal Government as a Pooled Development Fund (PDF), a program designed to stimulate investment in early-stage Australian SMEs by providing eligible shareholders with tax-free capital gains and dividends\*. With its focus on patient capital and small-company innovation, the PDF framework positions Strategic Elements to pursue breakthrough innovation with longer development horizons and higher risk profiles.

More Information Charles Murphy, Managing Director

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This announcement was authorised for release by the Strategic Elements' Board of Directors.

#### Risks and Forward-Looking Statement

*The Company's future success depends on its venture companies' successful development. The Company has had initial success with developing the Energy Ink™ technology. However, given the nature of early-stage technology, it is susceptible to risks associated with early-stage R&D, such as the uncertainty of material science development, advanced technologies, intellectual property risks, materials engineering challenges, competition, fabrication challenges, access to required laboratory equipment and problems scaling up lab-based methods. There can be no guarantee that the assumptions and contingencies on which any forward-looking statements, opinions and development timeline estimates contained in materials published by the Company are based will ultimately prove to be valid or accurate. The forward-looking statements, opinions and estimates depend on various factors, including known and unknown risks, many of which are outside the control of the Company. Actual performance of The Company may materially differ from forecast performance. \*The information above is of a general nature only and may vary depending on individual circumstances. Shareholders and prospective shareholders should obtain their own taxation advice rather than relying on this summary.*

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# 2025 Annual Report

**Strategic Elements Limited**  
ABN 47 122 437 503



**STRATEGIC**  
ELEMENTS

# Table of Contents

CORPORATE INFORMATION \_\_\_\_\_ 3

DIRECTORS' REPORT \_\_\_\_\_ 4

REMUNERATION REPORT (Audited) \_\_\_\_\_ 13

AUDITOR'S INDEPENDENCE DECLARATION \_\_\_\_\_ 23

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME \_\_\_\_ 24

CONSOLIDATED STATEMENT OF FINANCIAL POSITION \_\_\_\_\_ 25

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY \_\_\_\_\_ 26

CONSOLIDATED STATEMENT OF CASH FLOWS \_\_\_\_\_ 27

DIRECTORS' DECLARATION \_\_\_\_\_ 61

INDEPENDENT AUDITOR'S REPORT \_\_\_\_\_ 62

ADDITIONAL SECURITIES EXCHANGE INFORMATION \_\_\_\_\_ 65

# Corporate Information

**Strategic Elements Limited**

ABN 47 122 437 503

**Directors**

Charles Murphy  
Matthew Howard  
Elliot Nicholls

**Company Secretary**

Matthew Howard

**Registered office**

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**Solicitors**

Lavan  
Level 20, 1 William Street  
Perth WA 6000

**Auditors**

Nexia Perth Audit Services Pty Ltd  
Level 4, 88 William Street  
Perth WA 6000

**Securities Exchange Listing**

ASX Limited  
ASX Code: SOR

**Share Register**

Automic Group  
Level 5, 191 St George's Terrace  
Perth WA 6000  
Tel: 1300 288 664  
[www.automicgroup.com.au](http://www.automicgroup.com.au)

Your directors present their report and the financial statements for Strategic Elements Limited (the “Company” or “Strategic Elements”) and its controlled entities (the “Group”) for the year ended 30 June 2025.

Strategic Elements Pooled Development Fund

Strategic Elements operates as a venture builder, generating high-risk, high-reward projects by sourcing and combining teams of leading scientists and innovators. The Company is registered by the Australian Federal Government as a Pooled Development Fund (PDF), a program designed to stimulate investment in early-stage Australian SMEs by providing eligible shareholders with tax-free capital gains and dividends\*. With its focus on patient capital and small-company innovation, the PDF framework positions Strategic Elements to pursue breakthrough innovation with longer development horizons and higher risk profiles.

Current Activities and Expansion

In addition to advancing its two core ventures — Stealth Technologies (EdgeIQ) and Australian Advanced Materials (Energy Ink™) — Strategic Elements is actively scouting new opportunities across Australia’s innovation ecosystem. As part of this expansion, Cognition Engines is being developed to explore opportunities in artificial intelligence, positioning the Company to participate in some of the world’s fastest-growing sectors alongside its current ventures in energy harvesting and mining automation.

| Venture / Area                              | FY25 Highlights                                                                                                                                                                                                                                                                                                                                                                                             |
|---------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Stealth Technologies - EdgeIQ & AxV         | <ul style="list-style-type: none"><li>Advanced AxV Platform into EdgeIQ mining solution</li><li>MoU with Australian miner to EdgeIQ</li><li>Designed pilot programs to validate use cases and generate near-term revenue</li><li>Strengthened autonomous/AI systems for mining.</li><li>AxV opportunities in autonomous systems, vision, mapping for defence sector</li></ul>                               |
| Australian Advanced Materials - Energy Ink™ | <ul style="list-style-type: none"><li>Single-layer design ^40% energy density</li><li>First watt-level demo: 64-cell array &gt;1 Wh</li><li>Commercial printing facility trial underway</li><li>Scaling reproducible fabrication</li><li>Prepping for international collaboration</li></ul>                                                                                                                 |
| Cognition Engines - AI                      | <ul style="list-style-type: none"><li>Exploring enabling technologies for AI adoption</li><li>Scouting phase with research groups, SMEs, and government programs.</li><li>One of the world’s fastest-growing sectors.</li></ul>                                                                                                                                                                             |
| Strategic Outlook                           | <ul style="list-style-type: none"><li>Active pipeline expansion across Australian innovation</li><li>AI, drones, nanotech, advanced materials, energy, automation, robotics, sensors, cybersecurity etc.</li><li>Measured, high-risk/high-reward approach — winning competitive Federal funding and R&amp;D rebates reduces shareholder cash exposure while targeting breakthrough opportunities.</li></ul> |

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## Stealth Technologies Pty Ltd (Stealth) (100%)

### About Stealth Technologies

Stealth Technologies Pty Ltd (Stealth), a wholly owned venture of Strategic Elements, is a Western Australian-based company advancing automation and artificial intelligence solutions. Its core technology, the **AxV Platform**, combines autonomous vehicles, computer vision, robotics, and AI into an integrated hardware and software system.

Stealth previously partnered with Honeywell to develop Automated Security Vehicle (**ASV**) solutions. This included deployment of a fully autonomous ASV at the Eastern Goldfields Regional Prison in Kalgoorlie. This project showcased Stealth's ability to deliver autonomous systems in demanding environments and laid the foundation for the evolution of **EdgeIQ**, the Company's specialised solution for mining.

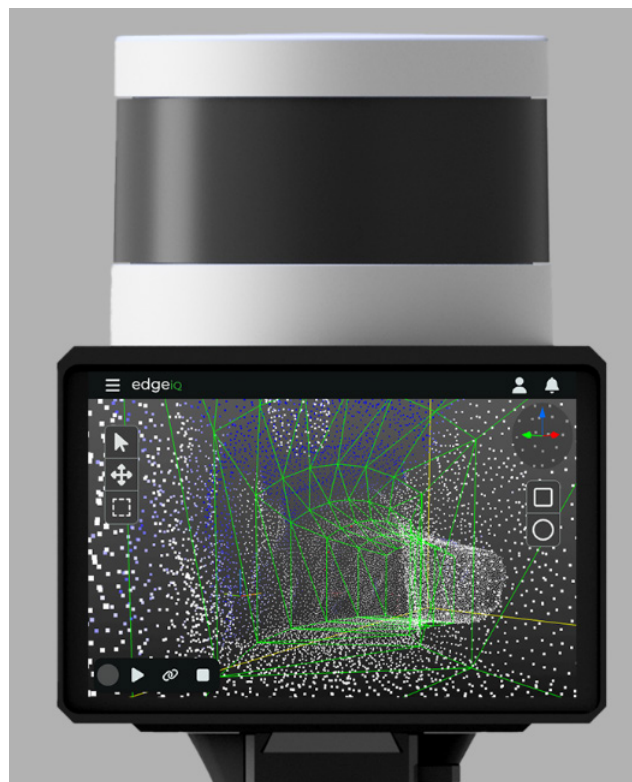
### Stealth EdgeIQ – Pathway to Commercialisation

EdgeIQ is the practical evolution of Stealth's AxV Platform into mining. It combines autonomous systems and AI to solve long-standing inefficiencies in underground mining operations, potentially enabling operators to unlock significant value by reducing delays, accelerating production, and improving overall productivity.

Stealth is advancing commercialisation through a **pilot-first model** with Australian mining companies. Pilots are designed to:

- Generate near-term revenue.
- Validate performance in operating environments.
- Provide a low-risk entry point for miners ahead of broader adoption.

Underground mining is a multi-billion-dollar industry in Australia, providing a large domestic base for pilot programs and early commercialisation. A successful pilot provides validation for multi-site adoption domestically, with natural expansion pathways into the multi-billion-dollar underground mining sector in the US, Canada and globally.



### Stealth FY25 Achievements & Outlook

During FY25, Stealth advanced the transition of its AxV platform into the mining sector through the development of EdgeIQ. Key progress included:

- **Securing a framework agreement (MoU)** with an Australian mining company to collaborate on projects targeting underground efficiency.
- **Designing pilot programs** with Australian miners to apply EdgeIQ to critical use cases.
- **Positioning for near-term revenue** by establishing pilot-first pathways – the standard adoption model in mining technology.
- **Strengthening technical capability** by adapting core autonomous and AI systems into specialised modules for mining operations.
- **Expanding engagement pipeline** with multiple Australian operators to broaden potential deployment opportunities.

### Stealth Outlook – AxV Defence and National Security

Stealth has collaborated with the **Defence Science and Technology Group (DSTG)**, the University of Western Australia, the WA Defence Science Centre, and Planck AeroSystems (now part of AeroVironment, Inc., whose technologies are deployed by the US Department of Defense). This work demonstrated the potential of pairing autonomous ground vehicles with drones to monitor hazardous CBRN zones while keeping personnel safe. The program aligned with **Defence STaR Shot** priorities in Integrated ISR and Trusted Autonomous Systems. **Defence and national security applications**, including drone teaming, remains an important potential opportunity for the AxV platform.



## Australian Advanced Materials (AAM) (100%)

### About Energy Ink™

Australian Advanced Materials (AAM), a wholly owned venture of Strategic Elements, is developing **Energy Ink™**, a next-generation printable power source that harvests energy from moisture in the air. The Company is advancing the Energy Ink™ technology through two innovation streams:

- **Disposable Energy Ink™** – low-cost, scalable power for shorter-duration applications.
- **High-Power Energy Ink™** – higher energy density for larger-scale demonstrators.

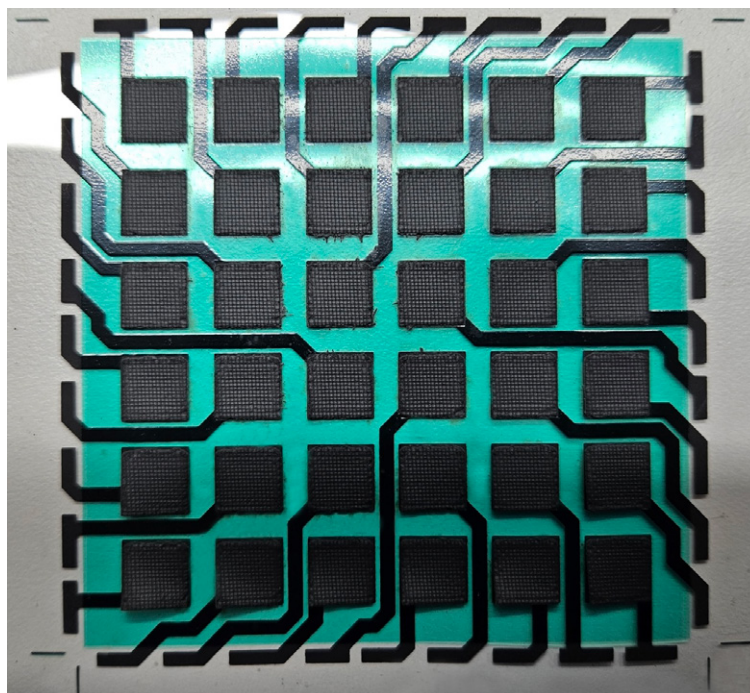
Energy Ink™ is supported by collaborations with UNSW and has secured more than \$5 million in competitive, peer-reviewed funding from the Australian Research Council. This Federal support provides independent validation of the technology's importance, delivers non-dilutive funding that preserves SOR's cash resources, and gives AAM access to over \$100 million of specialised research institution infrastructure – significantly strengthening the Company's ability to progress development and attract high-quality partners.

### AAM FY25 Achievements - High-Power Energy Ink™

AAM is also developing a High-Power Energy Ink™ to deliver greater energy density and output for larger-scale applications. The program has already achieved a key milestone with the first watt-level demonstrator and continues to progress toward more scalable, higher-output prototypes. Progress during FY25 included:

- **~40% increase in energy density** – a new single-layer design reached 21.5 mWh/cm<sup>2</sup> vs. 15.3 mWh/cm<sup>2</sup> in earlier multilayer cells.
- **First watt-level output** – a 64-cell array successfully delivered over 1 Wh of energy across 3.5 days, marking the first time Energy Ink™ has produced power at this scale and highlighting longer term potential for integration into larger device classes.
- **Fabrication learnings** – although the prototype used non-scalable pick-and-place assembly, it generated insights that will guide development of future manufacturable designs.

The high-power ink is still in early development and has significant hurdles to overcome in duration, automated fabrication and economic scalability.



## AAM FY25 Achievements & Outlook - Disposable Energy Ink™

In Q2 2025, AAM commenced specialised **fabrication trials to reproduce large numbers** of Energy Ink™ prototype cells across multiple sheets using automated screen-printing equipment in a commercial facility. This represents a scale that could not be achieved in the UNSW laboratory. Demonstrating reproducibility at this level is a **foundational requirement** before international collaborations and pilot programs can begin. Key advances involve:

- **Ink formulation for commercial printing processes** – ensuring compatibility with global printed electronics workflows.
- **Reproducing large numbers of cells** – moving beyond laboratory hand-fabrication to consistent, reproducible output.
- **Fabricating multiple-cell sheets** – enabling larger demonstrator devices.
- **Connecting cells into arrays** – linking many cells together for higher combined output and system-level validation.

**Achieving reproducible large-number fabrication** of prototype cells using commercial printing systems provides a **critical bridge from research to commercialisation**.

**Results from the current fabrication trials are expected in Q3 2025.**

Following this milestone, AAM aims to engage with international printed electronics centres and potential end-users – the established pathway through which new materials advance into prototypes, demonstrators, and ultimately commercial deployment with corporate partners.

## Cognition Engines Pty Ltd (100%)

Cognition Engines is being developed as Strategic Elements' entity for advancing opportunities in artificial intelligence. The venture is not pursuing hardware infrastructure or competing in the global race to build large language models. Instead, the focus is on enabling technologies that support practical adoption of AI – areas such as data pipelines, privacy and compliance, model optimisation and evaluation, deployment and monitoring, and algorithmic approaches inspired by cognitive science.

These supporting systems are essential to achieving reliable, efficient, and secure AI outcomes. Positioned within Australia's research and innovation ecosystem, Cognition Engines will collaborate with universities, SMEs, and government programs to review and progress new AI opportunities under the Strategic Elements venture builder model.

Cognition Engines provides SOR with a pathway into artificial intelligence – one of the fastest-growing global innovation sectors, where company valuations and market opportunities provide large scale opportunities.

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## Strategic Outlook and Future Pipeline

Strategic Elements is actively sourcing and shaping new opportunities where breakthrough science can be combined with strong commercial pathways. Operating as a Pooled Development Fund, the Company benefits from Australia's globally recognised deep-tech ecosystem – spanning universities, government research institutes, SMEs, and Federal funding programs.

### Snapshot:

- **Autonomous systems & drone teaming** – trusted autonomy is a major Defence Science & Technology priority.
- **AI for ISR (Intelligence, Surveillance, Reconnaissance)** – pattern detection, anomaly spotting in high-risk zones.
- **Human-machine teaming** in contested environments.
- **Mining Technology & Robotics** – leveraging Australia's mining sector to advance automation, robotics, and AI.
- **Energy Storage & Advanced Materials** – next-generation battery alternatives, critical minerals, and Federal funding support.
- **Space & Remote Operations** – robotics and autonomy for extreme and isolated environments

Priority areas include those where Australia already holds global advantage and government support is aligned – such as mining technology, energy storage, defence, agriculture, climate-tech, and space. These areas represent large global markets and align closely with SOR's venture builder model of creating high-risk, high-reward opportunities.

## Australian Innovation Ecosystem

Australia's strong network of government programs, research institutes, and SMEs provides unique advantages for Strategic Elements' venture builder model:

- Government support – Competitive Federal and State programs help offset the cost of advancing breakthrough innovation.
- Research partnerships – Universities and national research organisations provide access to world-class scientists, expertise, and more than \$100m in specialised infrastructure.
- Collaborations and pilots – Partnering with Australian companies accelerates commercialisation and provides early customer and industry engagement.

This ecosystem enables Strategic Elements to back ventures that are both high-risk and high-reward, while reducing shareholder cash exposure and positioning projects for future global partnerships.

## Maria Resources & Strategic Materials (100%)

Maria Resources Pty Ltd (Maria) is applying innovative scientific geological models for critical metals to unexplored terrains. Collaborating with Dr Franco Pirajno, formerly with Anglo-American Corp for 19 years and Exploration Manager in Southwest Pacific. Strategic Materials Pty Ltd holds the historic Golden Blocks Mines goldfield in New Zealand and is seeking to apply modern technology to a historic goldfield. Spending on these projects has been paused pending further review.

## Corporate

On 10 July 2024 the Company issued 21,875,000 shares at an issue price of \$0.04 per share raising \$875,000 before issue costs. Each share issued includes a free attaching option exercisable at \$0.06 per option with an expiry date of 16 August 2027. The purpose of the funds raised is to progress current investees and new investment opportunities.

Also, on 16 August 2024 3,500,000 options over ordinary shares were issued to a consultant to the Company for advisory services rendered in connection with potential technology investments of the Company on the same terms as those above. The fair value of the options is \$68,124.

At the annual general meeting of the Company held on 13 November 2024, shareholders approved the issue of up to a total of 18,000,000 shares to potentially be issued in lieu of cash payments over a 3 year period commencing 25 October 2024. The price at which those shares will be issued will be based on the VWAP for a 5 day period leading up to the issue date. This will be a cost effective way for the Company to remunerate Directors which will allow the Company to preserve its cash and spend a greater proportion of its cash reserves on its operations. On 17 June 2025 5,090,623 shares were issued in lieu of \$162,900 owed in respect of directors fees.

Also, at the annual general meeting of the Company, shareholders approved the issue of 6,500,000 performance rights ("PRs") to directors of the Company under the Company Employee Securities Incentive Plan. The vesting of the PRs is dependent on the achievement of the following performance hurdle; "transfer energy ink technology to a commercial production facility and manufacture a minimum volume of 1,000 prototype energy ink cells." The PRs have a vesting period of 3 years from the date of shareholder approval (see Note 4 in the notes to the financial statements for further details). A further 3,250,000 PRs were granted to other staff/consultants on the same terms as those granted to Directors. The share based expense recognised during the year was \$70,530 (2024: \$17,277).

At the Annual General Meeting held at Subiaco Meeting Room, Level 1, Suite 9/110 Hay Street, Subiaco WA on 13 November 2024 all resolutions contained in the Notice of meeting were passed by shareholders by way of poll.

### Operating result for the year

The Group's loss for the year ended 30 June 2025 was \$2,560,294 (year ended 30 June 2024: \$2,587,214).

### Review of financial position

At 30 June 2025, the Group had \$4,216,388 in cash and term deposit balances (30 June 2024: \$5,756,686).

### Significant changes in the state of affairs

In the opinion of the directors there were no significant changes in the state of affairs of the consolidated entity that occurred during the year.

### Significant events after reporting date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in future financial years.

### Likely developments and expected results

Disclosure of information regarding likely developments in the operations of the Group in future financial years and the expected results of those operations has been made in the Review of Operations above.

### Environmental legislation

With respect to its environmental obligations regarding its exploration activities the Group endeavours to ensure that it complies with all regulations when carrying out any exploration and evaluation activities and is not aware of any environmental legislation breach at this time.

### Indemnification and insurance of Directors and Officers

The Company has entered into Director and Officer Protection Deeds ("Deed") with each Director and the Company Secretary ("Officers"). Under the Deed, the Company indemnifies the relevant Officer to the maximum extent permitted by law against legal proceedings and any damage or loss incurred in connection with the Officer being an officer of the Company. The Company has paid insurance premiums to insure the Officers against liability arising from any claim against the Officers in their capacity as officers of the Company.

### Indemnification of Auditors

To the extent permitted by law, the Group has agreed to indemnify its auditors, Nexia Perth Audit Services Pty Ltd, as part of the terms of its audit engagement agreement, against claims by third parties arising from the audit (for an unspecified amount). No payment has been made to indemnify Nexia Perth Audit Services Pty Ltd during or since the financial year.

### Dividends

No dividends have been paid or declared during or subsequent to the financial year end.

### Proceedings on behalf of the company

No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the company, or to intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or part of those proceedings.

### Rounding of amounts

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

## Directors

Directors were in office for this entire year. The names of directors who held office during or since the end of the financial year and until the date of this report are as follows. Names, qualifications, experience and interests in the shares and options of the Company and related bodies corporate:

### **Charles Murphy – Managing Director and Chairman**

Mr Murphy led the Company's registration as a Pooled Development Fund and has significant experience in business development, strategic partnerships, IP management, grant funding, transaction structuring and funding for emerging companies. Mr Murphy has a Master's Degree in Business Administration (MBA). Mr Murphy is not currently a director of any other Australian listed company and has not held any other directorships in listed companies during the last 3 years. Mr Murphy was appointed to the board in October 2006 and as acting Chairman from September 2015. Number of fully paid ordinary shares: 12,715,930. Performance rights: 4,500,000.

### **Matthew Howard – Executive Director and Company Secretary**

Mr Howard has consulted to some of the largest financial institutions including Goldman Sachs, JB Were, Macquarie Bank, ANZ Bank and National Australia Bank. He has helped close numerous large technology transactions with some of the largest US technology companies including Oracle, Sybase and BEA Systems. Mr Howard has a combined Business and Information Technology Bachelor Degree, a Masters Degree in Applied Finance and a postgraduate qualification in Corporate Governance. Mr Howard is not currently a director of any other Australian listed company and has not held any other directorships in listed companies during the last 3 years. Mr Howard was appointed to the board in December 2008. Number of fully paid ordinary shares: 8,787,822. Performance rights: 3,500,000.

### **Elliot Nicholls – Executive Director**

Mr Nicholls has worked in corporate advisory focusing on financial analysis and business model development. Mr Nicholls has a Bachelor of Electronic Engineering with First Class Honours and a Bachelor of Commerce (Finance) from The University of Western Australia. Mr Nicholls is not currently a director of any other Australian listed company and has not held any other directorships in listed companies during the last 3 years. Mr Nicholls was appointed to the board in January 2009. Number of fully paid ordinary shares: 8,977,678. Performance rights: 4,500,000.

### **Principal activities, Unissued Shares, Dividends**

The Company is a registered Pooled Development Fund (PDF).

There are 25,375,000 unissued ordinary shares under options and 15,750,000 Performance Rights issued to Directors/employees/consultants of the Company as at the date of this report. No dividends have been paid or declared since the start of the financial year and the directors do not recommend the payment of a dividend in respect of the financial year.

## Remuneration Report (Audited)

This report outlines the remuneration arrangements in place for the key management personnel ("KMP") of the Company for the financial year ended 30 June 2025. The information provided in this remuneration report has been audited as required by Section 308 (3C) of the Corporations Act 2001.

The remuneration report details the remuneration arrangements for KMP who are defined as those persons having authority and responsibility for planning, directing and controlling the major activities of the Company and the Group, directly or indirectly, including any director (whether executive or otherwise) of the Company.

### Key Management Personnel

Charles Murphy (Managing Director and Chairman)

Matthew Howard (Executive Director)

Elliot Nicholls (Executive Director)

### Remuneration philosophy

The performance of the Company depends upon the quality of the directors and executives. The philosophy of the Company in determining remuneration levels is to:

- set competitive remuneration packages to attract and retain high calibre employees;
- link executive rewards to shareholder value creation; and
- establish appropriate, demanding performance hurdles for variable executive remuneration.

### Remuneration Committee

The Board as a whole is responsible for the remuneration arrangements for directors and executives of the Company and considers it more appropriate to set aside time at Board meetings each year to specifically address matters that would ordinarily fall to a remuneration committee.

### Remuneration structure

In accordance with best practice corporate governance, the structure of non-executive director and executive remuneration is separate and distinct.

### Non-executive director remuneration

The Board seeks to set aggregate remuneration at a level that provides the Company with the ability to attract and retain directors of the highest calibre, whilst incurring a cost that is acceptable to shareholders.

The ASX Listing Rules specify that the aggregate remuneration of non-executive directors shall be determined from time to time by a general meeting. The maximum aggregate payable to non-executive directors approved by shareholders is \$100,000 per annum.

### Director and executive remuneration

Remuneration consists of fixed remuneration and, where used, variable remuneration (comprising short-term and long-term incentive schemes).

### Principles used to determine the nature and amount of remuneration

The Group's executive reward framework is designed to ensure remuneration is competitive, reasonable, transparent and aligned with shareholder interests. The Board of Directors is responsible for determining and reviewing remuneration arrangements for directors and executives.

### Executive remuneration

Executive remuneration has both fixed and variable components. The framework includes:

- Base pay
- Share-based payments
- Other remuneration such as superannuation and long service leave

### Fixed remuneration

Fixed remuneration is reviewed annually by the Board, taking into account relevant comparative data. The Board has access to external, independent advice where necessary. During the year ended 30 June 2025, the Group did not engage any remuneration consultants. The fixed remuneration component of the most highly remunerated directors and executives is detailed in Table 1 of this report.

### Long-term incentives (LTI)

Long-term incentives may include share-based payments such as performance rights or options (subject to shareholder approval).

### Group performance and link to remuneration

Executive remuneration is linked to Group performance. For the CEO, this includes actions that enhance shareholder wealth, such as the identification, analysis, acquisition and development of projects.

### Voting and comments at the Annual General Meeting (AGM)

At the AGM held on 13 November 2024, 99.05% of votes cast supported adoption of the Remuneration Report for the year ended 30 June 2024. No specific feedback on remuneration practices was received.

### Employee Securities Incentive Plan

Under the terms of the Company's Employee Securities Incentive Plan (Plan), the Board may offer shares, options or performance rights to Eligible Persons or Directors of the Company, or any subsidiary based on a number of criteria including contribution to the Company, period of employment, potential contribution to the Company in future and other factors the Board considers relevant. Details of the Plan can be found in the Company's Notice of Meeting for 2023.

The Company does not have a policy for key management personnel to hedge their equity positions against future losses.

### Executive Service Agreements

The Company has entered into Executive Service agreements with Mr Murphy and Mr Nicholls. Mr Howard is employed as a staff member of the Company. Details are provided below:

- **Mr Charles Murphy (Managing Director and Acting Chairman)**
  - Under the agreement the Company will pay up to a maximum of \$300,000 per annum (exclusive of GST) in return for executive services and will provide reimbursement for all reasonable travel, accommodation and general expenses. Mr Murphy received \$25,000 in Director Fees.
  - Termination by the Company is no less than a 3 month notice period by either party or by paying the aggregate of amounts which, but for such termination, would otherwise have been paid. In addition to this a 3 month termination payment will be paid.
- **Mr Matthew Howard (Director)**
  - Mr Howard is employed as a full-time staff member. Under the Executive Services Agreement, the Company will pay up to a maximum of \$212,000 (including superannuation) in return for executive services and will provide reimbursement for all reasonable travel, accommodation and general expenses. Mr Howard received \$25,000 in Director Fees. During the year Mr Howard changed to employee status on the same terms.
  - Termination by the Company is no less than a 3 month notice period by either party or by paying the aggregate of amounts which, but for such termination, would otherwise have been paid. In addition to this a 3 month termination payment will be paid.
- **Mr Elliot Nicholls (Director)**
  - Under the agreement the Company will pay up to a maximum of \$300,000 per annum (exclusive of GST), in return for executive services and will provide reimbursement for all reasonable travel, accommodation and general expenses. Mr Nicholls received \$25,000 in Director Fees.
  - Termination by the Company is no less than a 3 month notice period by either party or by paying the aggregate of amounts which, but for such termination, would otherwise have been paid.

**Table 1: Remuneration of key management personnel (KMP) for the year ended 30 June 2025 and the year ended 30 June 2024:**

|                                  |             | Short-term benefits |               | Post-employment benefits | Equity Expense                    |                             | Total          | Performance Related |
|----------------------------------|-------------|---------------------|---------------|--------------------------|-----------------------------------|-----------------------------|----------------|---------------------|
|                                  |             | Fixed               | Director Fees | Superannuation           | Expensed Performance Rights Value | Shares in lieu <sup>1</sup> |                |                     |
|                                  |             | \$                  | \$            | \$                       | \$                                | \$                          | \$             | %                   |
| <b>Executive directors</b>       |             |                     |               |                          |                                   |                             |                |                     |
| <b>Charles Murphy</b>            | 2025        | 282,000             | 25,000        | -                        | 16,699                            | 65,068                      | 388,767        | 4.30                |
|                                  | 2024        | 282,000             | 25,000        | -                        | 21,562                            | -                           | 328,562        | 6.56                |
| <b>Matthew Howard</b>            | 2025        | 193,700             | 25,000        | 18,300                   | 10,019                            | 48,916                      | 295,935        | 3.39                |
|                                  | 2024        | 212,000             | 25,000        | -                        | 21,562                            | -                           | 258,562        | 8.34                |
| <b>Elliot Nicholls</b>           | 2025        | 212,000             | 25,000        | -                        | 16,699                            | 48,916                      | 302,615        | 5.52                |
|                                  | 2024        | 212,000             | 25,000        | -                        | 21,652                            | -                           | 258,562        | 8.34                |
| <b>Total executive directors</b> | <b>2025</b> | <b>687,700</b>      | <b>75,000</b> | <b>18,300</b>            | <b>43,417</b>                     | <b>162,900</b>              | <b>987,317</b> | <b>4.40</b>         |
|                                  | <b>2024</b> | <b>706,000</b>      | <b>75,000</b> | <b>-</b>                 | <b>64,686</b>                     | <b>-</b>                    | <b>845,686</b> | <b>7.65</b>         |

<sup>1</sup>The amounts in the 'Shares in lieu' column represent accrued remuneration from prior years. On 17 June 2025, the Directors elected to receive these amounts as shares, to allow the Company to preserve its cash and spend a greater portion of its cash reserves on its operations.

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## Share-based payments

### Performance Rights

On 13 November 2024 shareholders approved the issue of 6,500,000 Performance Rights (PRs) under the terms of the Company Employee Securities Incentive Plan to Directors of the Company as follows:

| Issued to       | Number PRs granted | Grant date | Expiry date | Probability | Fair value per PR at grant date |
|-----------------|--------------------|------------|-------------|-------------|---------------------------------|
| Charles Murphy  | 2,500,000          | 2,000,000  | 25/10/2027  | 60%         | \$0.053                         |
| Matthew Howard  | 1,500,000          | 2,000,000  | 25/10/2027  | 60%         | \$0.053                         |
| Elliot Nicholls | 2,500,000          | 2,000,000  | 25/10/2027  | 60%         | \$0.053                         |

#### *Vesting conditions for the above PR's*

The vesting of the Director PRs above is dependent on the transfer of the ink technology to a commercial production facility and manufacture of a volume of 1,000 prototype Energy ink cells. The Directors are required to have continuous employment with the Company.

Refer to Note 11: Share-based payments in the Notes to the Consolidated Financial Statements for details of PRs granted during the year.

The share-based payments expense recognised for the year for Director PRs was \$43,417 (2024: \$64,686).

No Performance Rights converted to shares during the year (2024: none).

No Performance Rights vested or expired during the year (2024: 2,000,000).

### Performance Rights holdings of Key Management Personnel

| 30 June 2025     | Balance at beginning of year | Granted as remuneration | Converted during the year | Balance at end of year | Vested | Not vested |
|------------------|------------------------------|-------------------------|---------------------------|------------------------|--------|------------|
|                  | No.                          | No.                     | No.                       | No.                    | No.    | No.        |
| <b>Directors</b> |                              |                         |                           |                        |        |            |
| Charles Murphy   | 2,000,000                    | 2,500,000               | -                         | 4,500,000              | -      | 4,500,000  |
| Matthew Howard   | 2,000,000                    | 1,500,000               | -                         | 3,500,000              | -      | 3,500,000  |
| Elliot Nicholls  | 2,000,000                    | 2,500,000               | -                         | 4,500,000              | -      | 4,500,000  |
| Total            | 6,000,000                    | 6,500,000               | -                         | 12,500,000             | -      | 12,500,000 |

## Performance Rights

| 30 June 2024     | Balance at beginning of year | Granted as remuneration | Converted during the year | Balance at end of year | Vested | Not vested |
|------------------|------------------------------|-------------------------|---------------------------|------------------------|--------|------------|
|                  | No.                          | No.                     | No.                       | No.                    | No.    | No.        |
| <b>Directors</b> |                              |                         |                           |                        |        |            |
| Charles Murphy   | -                            | 2,000,000               | -                         | 2,000,000              | -      | 2,000,000  |
| Matthew Howard   | -                            | 2,000,000               | -                         | 2,000,000              | -      | 2,000,000  |
| Elliot Nicholls  | -                            | 2,000,000               | -                         | 2,000,000              | -      | 2,000,000  |
| Total            | -                            | 6,000,000               | -                         | 6,000,000              | -      | 6,000,000  |

## Ordinary shares

During the year 5,090,623 shares were issued to directors in lieu of fees accrued to 31 December 2024 of \$162,900 (2024: nil).

There were no other transactions with KMP during the year.

## Additional information

The factors that are considered to affect total shareholders return ('TSR') are summarised below:

|                                            | 2025   | 2024   | 2023   | 2022   | 2021   |
|--------------------------------------------|--------|--------|--------|--------|--------|
|                                            | \$000' | \$000' | \$000' | \$000' | \$000' |
| Revenue & other income                     | 760    | 456    | 743    | 656    | 245    |
| Loss after income tax                      | 2,560  | 2,587  | 2,462  | 3,466  | 2,548  |
| Share price at financial year end (\$)     | 0.032  | 0.043  | 0.105  | 0.135  | 0.240  |
| Total dividends declared (cents per share) | n/a    | n/a    | n/a    | n/a    | n/a    |
| Basic losses per share (cents per share)   | 0.55   | 0.58   | 0.60   | 0.89   | 0.96   |
| Diluted losses per share (cents per share) | 0.55   | 0.58   | 0.60   | 0.89   | 0.96   |

----- END OF REMUNERATION REPORT -----

Directors' meetings

The number of meetings of directors held during the year and the number of meetings attended by each director were as follows:

| Director        | Board Meetings                        |                             |
|-----------------|---------------------------------------|-----------------------------|
|                 | Number of meetings eligible to attend | Number of meetings attended |
| Charles Murphy  | 11                                    | 11                          |
| Matthew Howard  | 11                                    | 11                          |
| Elliot Nicholls | 11                                    | 11                          |

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## Risk Statement

### Research and Development

The Company's future success is partially dependent on the successful research and development of the Energy Ink™ technology in Australian Advanced Materials ("AAM"), research and development in Stealth Technologies ("Stealth"). AAM and Stealth represent the most developed portfolio companies within the Group.

AAM has had initial success with the development of Energy Ink™ technology but given Energy Ink™ is still an early-stage technology, is it susceptible to risks associated with early-stage R&D such as the uncertainty of material science development. Some potential risks may include:

- lack of research institute capability;
- material engineering challenges;
- competition from other research groups;
- fabrication and deposition challenges;
- access to correct laboratory equipment; and
- problems scaling up lab based methods.

To mitigate against some of these manageable risks, the Company has formed an extensive relationship with a leading Australian Materials Science research institution and utilises local and overseas capability where required.

Stealth is developing hardware and software for commercial purposes. Software and hardware development is subject to risks associated with technology development such as failure in technology components, intellectual property management, technology partners, commercial partners and customers. There can be no assurance that Stealth will successfully develop and manufacture new products or that new products will be accepted in the marketplace. If Stealth does not successfully develop new products, the business, operating results and financial condition of the Group may be adversely affected. To mitigate against some of these risks, Stealth retains capable staff and consultants, has a limited number of key technology partnerships and direct engagements with strategic customers to trial Stealth solutions as part of the commercialisation pathway. Cognition Engines is at an early stage and currently has no significant undertaking.

### Intellectual Property

Securing rights in technology and patents is an integral part of securing potential product value in the outcomes of materials research and development. The Company's success depends, in part, on its ability to obtain patents, maintain trade secret protection and operate without infringing the proprietary rights of third parties. The Company manages these risks by filing patents frequently, managing publication requests from researchers, engaging key IP specialists in Australia and overseas, ensuring IP is protected through agreements and monitoring background art in the development area.

### Pooled Development Fund Registration

The ongoing registration of the Company and the tax concessions afforded to shareholders is a factor of the Company remaining compliant with the Pooled Development Funds Act 1992 and the Australian Government keeping the program operational, although it is closed for new registrations. There is a risk that the Company may lose its status as a Pooled Development Fund if it fails to comply with these requirements or the legislative framework underpinning the tax concessional status of Pooled Development Funds changes. This may be detrimental to shareholders or Pooled Development Funds generally, including the Company. At the date of this Annual Report, the Company remains a registered and compliant Pooled

Development Fund and is unaware of any information that would affect the Company's current registration as Pooled Development Fund.

Updates from AusIndustry on the Pooled Development Fund program can be found at

- <https://business.gov.au/grants-and-programs/pooled-development-funds>

### Reliance on Key Personnel

The Company is reliant on key staff and personnel engaged to conduct research and development of the Energy Ink™ technology at UNSW. Loss of such personnel may have a material adverse impact on the performance of research and development program within AAM. The loss of key personnel or the inability to attract suitably qualified additional personnel could have an adverse effect on the Company's performance. To mitigate this risk, the Company offers competitive remuneration packages to key employees and utilises multi-year research contracts for key researchers.

### Business strategy

There is a risk that management of the Group will not be able to implement and execute on its business strategy. The capacity of management to properly implement and manage the strategic direction of the Company may be impacted by operational and market matters outside of their control. This may affect the Group's operating and financial performance.

### Mineral Exploration Activities

Strategic Materials and Maria Resources conduct mineral exploration. The companies hold exploration permits (the Projects) subject to the respective mineral programs for New Zealand and Western Australia. The Projects are conceptual in nature and are exposed to the typical risks associated with mineral exploration such as failure to identify economic mineralisation and issues with landowners, local government authorities, federal authorities and traditional owners. The Group maintains compliance with current mineral permits by developing strong technical work programmes that are adequately funded and involving technical experts such as geophysicists and experienced geologists. Where applicable, the Group engages with landowners, traditional owners and other key stakeholders at an early stage with the assistance of consultants.

### Liquidity and future capital requirements

The Group has no material operating revenue and is unlikely to generate any material operating revenue in the foreseeable future. Exploration, research, project development and evaluation costs will continue to use funds from the Group's current cash reserves.

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The Group has in place a planning and budgeting process to help determine the funds required to meet its operating and growth objectives. The Group prepares cash forecasts and maintains cash balances to meet short and long-term cash requirements. The Group's objective is to raise sufficient funds from equity and/or debt to finance its activities until its operations become profitable.

The Group's ability to continue its activities over time may depend in part on its ability to raise additional funds. The future capital requirements of the Group will depend on many factors including its ability to develop and grow its investments. The Group believes its available cash following the placement will be adequate to fund its business objectives in the short term, however, the Group may require further funding in the future. In the event further funding is required to maintain operations, any additional equity financing may be dilutive to Shareholders or may be undertaken at lower prices than the then market price.

Although the Directors believe that additional capital can be obtained, no assurances can be made that appropriate capital or funding, if and when needed, will be available on terms favourable to the Group or at all. If the Group is unable to obtain additional funding as needed, it may be required to reduce the scope of its activities, the Group may also not be able to take advantage of opportunities or respond to competitive

pressures. An inability to obtain additional funding could also result in delays or reductions in further exploration, research, project development and evaluation activities which could have a material adverse effect on the Group's ability to continue as a going concern.

### Cyber Risk

The Group's operations are, and will continue to be reliant on various computer systems, data repositories and interfaces with networks and other systems. Failures or breaches of these systems (including by way of virus and hacking attacks) have the potential to materially and negatively impact the Group's operations. Whilst the Group has barriers, continuity plans and assesses technology risk, there are inherent limits to such plans and systems. An example of this would include a global outage of a technology provider. Further, the Group has no control over the cyber security plans and systems of third parties with which it may interface or upon whose services the Group's operations are reliant.

### Forward-looking Statements

There can be no guarantee that the assumptions and contingencies on which any forward-looking statements, opinions and development timeline estimates contained in materials published by the Group are based will ultimately prove to be valid or accurate. The forward-looking statements, opinions and estimates depend on various factors, including known and unknown risks, many of which are outside the control of The Group. Actual performance of The Group may materially differ from forecast performance.

### Auditor Independence and Non-Audit Services

Section 307C of the Corporations Act 2001 requires our auditors, Nexia Perth Audit Services Pty Ltd (Nexia Perth), to provide the directors of the Company with an Independence Declaration in relation to the audit of the financial report. This Independence Declaration is set out on page 21 and forms part of this directors' report for the year ended 30 June 2024.

### Non-Audit Services

The directors are satisfied that the provision of non-audit services is compatible with the general standard of independence for auditors imposed by the Corporations Act 2001. The directors are of the opinion that the services do not compromise the auditor's independence as all non-audit services have been reviewed to ensure that they do not impact the integrity and objectivity of the auditor and none of the services undermine the general principles relating to auditor independence as set out in Code of Conduct APES110 Code of Ethics for Professional Accountants issued by the Accounting Professional & Ethical Standards Board.

Nexia Perth received, or were due to receive, the following amounts for the provision of services not related to the audit of the financial report:

Audit of Australian Financial Services Licence (AFSL) – \$3,740 (2024: \$3,400)

Taxation services – \$9,240 (2024: \$6,600)

Signed in accordance with a resolution of the directors.



Charles Murphy  
Managing Director  
Perth WA  
29th August 2025

To the Board of Directors of Strategic Elements Limited

### **Auditor's Independence Declaration under section 307C of the *Corporations Act 2001***

As lead auditor for the audit of the financial statements of Strategic Elements Limited for the year ended 30 June 2025, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (a) the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) any applicable code of professional conduct in relation to the audit.

Yours sincerely

NPAS

**Nexia Perth Audit Services Pty Ltd**



**Justin Mulhair**  
**Director**

Perth, Western Australia  
29 August 2025

### **Advisory. Tax. Audit.**

ACN 145 447 105

Nexia Perth Audit Services Pty Ltd (ABN 27 145 447 105) is a firm of Chartered Accountants. It is affiliated with, but independent from Nexia Australia Pty Ltd. Nexia Australia Pty Ltd is a member of Nexia International, a leading, global network of independent accounting and consulting firms. For more information please see [www.nexia.com.au/legal](http://www.nexia.com.au/legal). Neither Nexia International nor Nexia Australia Pty Ltd provide services to clients.

Liability limited under a scheme approved under Professional Standards Legislation.

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2025**

|                                                         |              | <b>CONSOLIDATED</b> |                    |
|---------------------------------------------------------|--------------|---------------------|--------------------|
|                                                         |              | <b>2025</b>         | <b>2024</b>        |
| <b>Continuing operations</b>                            | <b>Notes</b> | <b>\$</b>           | <b>\$</b>          |
| Other income                                            | 3(a)         | 760,005             | 455,937            |
| Depreciation                                            | 3(b)         | (24,496)            | (25,124)           |
| Insurances                                              |              | (143,728)           | (111,849)          |
| Marketing                                               |              | (19,649)            | (61,306)           |
| Professional fees                                       |              | (205,104)           | (153,554)          |
| Project development expenditure                         |              | (972,026)           | (980,621)          |
| Regulatory & compliance                                 |              | (129,807)           | (122,492)          |
| Remuneration                                            |              | (943,900)           | (781,000)          |
| Other employees' costs                                  |              | (694,775)           | (713,246)          |
| Rent & outgoings                                        |              | (82,776)            | (55,165)           |
| Share-based payments                                    | 11           | (70,530)            | (17,277)           |
| Other expenses                                          |              | (203,232)           | (280,585)          |
| <b>Operating loss</b>                                   |              | <b>(2,730,018)</b>  | <b>(2,846,282)</b> |
| Foreign exchange losses                                 |              | (623)               | (4,080)            |
| Interest received                                       | 3(c)         | 175,189             | 269,643            |
| Interest expense                                        | 3(c)         | (4,842)             | (6,495)            |
|                                                         |              | 169,724             | 259,068            |
| <b>Loss before income tax</b>                           |              | <b>(2,560,294)</b>  | <b>(2,587,214)</b> |
| Income tax expense                                      | 4            | -                   | -                  |
| <b>Loss for the year</b>                                |              | <b>(2,560,294)</b>  | <b>(2,587,214)</b> |
| Other comprehensive income                              |              |                     |                    |
| Items that will never be reclassified to profit or loss |              | -                   | -                  |
| Items that are or may be reclassified to profit or loss |              | -                   | -                  |
| Total other comprehensive income                        |              | -                   | -                  |
| <b>Total comprehensive loss</b>                         |              | <b>(2,560,294)</b>  | <b>(2,587,214)</b> |
| Basic and diluted loss per share (cents per share)      | 5            | (0.55)              | (0.58)             |

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

# CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2025

|                                      |       | CONSOLIDATED     |                  |
|--------------------------------------|-------|------------------|------------------|
|                                      |       | 2025             | 2024             |
|                                      | Notes | \$               | \$               |
| <b>Assets</b>                        |       |                  |                  |
| <b>Current assets</b>                |       |                  |                  |
| Cash and cash equivalents            | 6     | 4,090,092        | 5,635,577        |
| Trade and other receivables          | 7     | 70,477           | 83,883           |
| Term deposit investments             | 8     | 126,296          | 121,109          |
| Other current assets                 | 9     | 100,389          | 115,676          |
| <b>Total current assets</b>          |       | <b>4,387,254</b> | <b>5,956,245</b> |
| <b>Non-current assets</b>            |       |                  |                  |
| Property, plant and equipment        | 10    | 35,306           | 46,845           |
| <b>Total non-current assets</b>      |       | <b>35,306</b>    | <b>46,845</b>    |
| <b>Total assets</b>                  |       | <b>4,422,560</b> | <b>6,003,090</b> |
| <b>Liabilities</b>                   |       |                  |                  |
| <b>Current liabilities</b>           |       |                  |                  |
| Trade and other payables             | 12    | 387,221          | 489,192          |
| Provisions                           | 13    | 137,083          | 102,644          |
| <b>Total current liabilities</b>     |       | <b>524,304</b>   | <b>591,836</b>   |
| <b>Non-current liabilities</b>       |       |                  |                  |
| Provisions                           | 13    | 6,081            | 29,896           |
| <b>Total non-current liabilities</b> |       | <b>6,081</b>     | <b>29,896</b>    |
| <b>Total liabilities</b>             |       | <b>530,385</b>   | <b>621,732</b>   |
| <b>Net assets</b>                    |       | <b>3,892,175</b> | <b>5,381,358</b> |
| <b>Equity</b>                        |       |                  |                  |
| Issued capital                       | 15    | 31,070,848       | 30,070,267       |
| Share-based payments reserve         | 16    | 135,216          | 64,686           |
| Accumulated losses                   | 17    | (27,313,889)     | (24,753,595)     |
| <b>Total equity</b>                  |       | <b>3,892,175</b> | <b>5,381,358</b> |

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

# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2025

|                                                       | Issued<br>capital | Accumulated<br>losses | Share-<br>based<br>payments<br>reserve | Total            |
|-------------------------------------------------------|-------------------|-----------------------|----------------------------------------|------------------|
|                                                       | \$                | \$                    | \$                                     | \$               |
| <b>Consolidated</b>                                   |                   |                       |                                        |                  |
| Balance at 1 July 2023                                | 30,070,267        | (22,166,381)          | 47,409                                 | 7,951,295        |
| Loss for the year                                     | -                 | (2,587,214)           | -                                      | (2,587,214)      |
| Total comprehensive loss for the year                 | -                 | (2,587,214)           | -                                      | (2,587,214)      |
| Expiry of options                                     | -                 | -                     | (47,409)                               | (47,409)         |
| Share-based payments                                  | -                 | -                     | 64,686                                 | 64,686           |
| <b>Balance at 30 June 2024</b>                        | <b>30,070,267</b> | <b>(24,753,595)</b>   | <b>64,686</b>                          | <b>5,381,358</b> |
| Balance at 1 July 2024                                | 30,070,267        | (24,753,595)          | 64,686                                 | 5,381,358        |
| Loss for the year                                     | -                 | (2,560,294)           | -                                      | (2,560,294)      |
| Total comprehensive loss for the year                 | -                 | (2,560,294)           | -                                      | (2,560,294)      |
| Issue of shares for cash                              | 875,000           | -                     | -                                      | 875,000          |
| Issue of shares in lieu of directors fees             | 162,900           | -                     | -                                      | 162,900          |
| Share-based payments - options                        | -                 | -                     | 68,124                                 | 68,124           |
| Share-based payments - PRs                            | -                 | -                     | 67,092                                 | 67,092           |
| Adjustment to fair value of PRs granted in prior year | -                 | -                     | (64,686)                               | (64,686)         |
| Share issue costs                                     | (37,319)          | -                     | -                                      | (37,319)         |
| <b>Balance at 30 June 2025</b>                        | <b>31,070,848</b> | <b>(27,313,889)</b>   | <b>135,216</b>                         | <b>3,892,175</b> |

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

# CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2025

|                                                     |       | CONSOLIDATED            |                         |
|-----------------------------------------------------|-------|-------------------------|-------------------------|
|                                                     |       | 2025                    | 2024                    |
|                                                     | Notes | \$                      | \$                      |
| <b>Cash flows used in operating activities</b>      |       |                         |                         |
| Receipts from customers                             |       | -                       | 40,000                  |
| Receipts from Government Grants/Incentives          |       | 707,556                 | 431,486                 |
| Payments to suppliers                               |       | (686,518)               | (645,809)               |
| Payments to directors & employees                   |       | (1,489,100)             | (1,374,544)             |
| Payments for project development                    |       | (1,016,165)             | (876,945)               |
| Payments for leases                                 |       | (54,281)                | (48,847)                |
| Interest received                                   |       | 174,659                 | 271,963                 |
| Interest paid                                       |       | (6,360)                 | 7,944)                  |
| <b>Net cash used in operating activities</b>        | 6     | <u>(2,370,209)</u>      | <u>(2,210,640)</u>      |
| <b>Cash flows used in investing activities</b>      |       |                         |                         |
| Payments for property, plant and equipment          |       | <u>(12,957)</u>         | <u>(26,740)</u>         |
| <b>Net cash used in investing activities</b>        |       | <u>(12,957)</u>         | <u>(26,740)</u>         |
| <b>Cash flows from financing activities</b>         |       |                         |                         |
| Proceeds from the issue of shares                   |       | 875,000                 | -                       |
| Payments for costs of issue of shares               |       | <u>(37,319)</u>         | <u>-</u>                |
| <b>Net cash from investing activities</b>           |       | <u>837,681</u>          | <u>-</u>                |
| Net decrease in cash and cash equivalents           |       | (1,545,485)             | (2,237,380)             |
| Cash and cash equivalents at beginning of the year  |       | <u>5,635,577</u>        | <u>7,872,957</u>        |
| <b>Cash and cash equivalents at end of the year</b> | 6     | <u><b>4,090,092</b></u> | <u><b>5,635,577</b></u> |

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

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 1. MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies that are material to Strategic Elements Limited are set out below. The accounting policies adopted are consistent with those of the previous year, unless otherwise stated.

#### **New or amended Accounting Standards and Interpretations issued but not yet effective**

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ("AASB") that are mandatory for the current reporting period.

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the Group for the annual reporting period ended 30 June 2025. The Group has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

#### **Basis of preparation**

The Company is a listed Pooled Development Fund (PDF), incorporated in Australia and operating in Australia and New Zealand. The Company's principal activity is a Pooled Development Fund.

The financial report is a general-purpose financial report, which has been prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standards issued by the Australian Accounting Standards Board.

The financial report complies with International Financial Reporting Standards and interpretations adopted by the International Accounting Standards Board.

The accounting policies detailed below have been consistently applied to all of the years presented. The consolidated financial statements of the Company as at and for the year ended 30 June 2025 comprise the Company and its subsidiaries (together referred to as the "Group" or the "consolidated entity" and individually as "Group entities"). The financial report was authorised for issue on 28<sup>th</sup> August 2025.

The financial report has also been prepared on a historical cost basis. Cost is based on the fair values of the consideration given in exchange for assets.

The financial report is presented in Australian dollars which is the consolidated entity's functional currency.

#### **Going Concern**

The consolidated financial statements have been prepared on a going concern basis which contemplates the continuity of normal business activities and the realisation of assets and the payment of liabilities in the ordinary course of business.

The Group has incurred a net loss after tax for the year ended 30 June 2025 of \$2,560,294 (30 June 2024: \$2,587,214), a net cash outflow from operations of \$2,370,209 and net cash used in investing activities of \$12,957. As at 30 June 2025, the Group had net equity of \$3,892,175 and cash of \$4,090,092.

The Directors have prepared forecasts in respect of future trading. Achievement of such forecasts would allow the Group to manage within its current funding facilities for the foreseeable future. In developing these forecasts, the Directors have made assumptions and performed sensitivity analysis on variables such as revenues and employee costs based upon their view of the current and future economic conditions that will prevail over the forecast period of 12 months from the date of signing these financial statements. The Directors

have also made assumptions regarding future funding comprising the ability to issue shares for cash in accordance with the *Corporations Act 2001*.

The Directors therefore continue to adopt the going concern basis of accounting in preparing the financial statements.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 1. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

#### Critical accounting estimates and judgements

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the consolidated entity's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 2.

#### Principles of consolidation

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of the Company as at 30 June 2025 and the results of all subsidiaries for the year then ended.

The financial statements of the subsidiaries are prepared for the same reporting period as the Company, using consistent accounting policies. In preparing the consolidated financial statements, all intercompany balances and transactions, income and expenses and profit and losses resulting from intra-group transactions have been eliminated in full.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group and cease to be consolidated from the date on which control is transferred out of the Group. Control exists where the Company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing when the Group controls another entity.

#### Revenue and other income

##### *Research and development refund*

R&D refunds are a cash receipt under the R&D tax incentive recognised on receipt of funds from the Australian Taxation Office for research and development expenditure incurred in the previous financial year. They are presented in the statement of profit and loss and other comprehensive income as other income.

##### *Other income*

Interest income is recognised on a time proportionate basis that takes into account the effective yield on the financial asset.

#### Income tax

The income tax expense or benefit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences between the tax bases of assets and liabilities and their carrying amounts in the financial statements, and to unused tax losses.

Deferred tax is accounted for using the balance sheet liability method in respect of all temporary differences at the balance date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 1. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

#### Income tax (continued)

Deferred tax liabilities are recognised for all taxable temporary differences except:

- when the deferred tax liability arises from the initial recognition of goodwill or of an asset or liability in a transaction that is not a business combination and that, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; or
- when the taxable temporary difference is associated with investments in subsidiaries, associates or interests in joint ventures, and the timing of the reversal of the temporary difference can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, carry-forward of unused tax assets and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and the carry-forward of unused tax credits and unused tax losses can be utilised, except:

- when the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; or
- when the deductible temporary difference is associated with investments in subsidiaries, associates or interests in joint ventures, in which case a deferred tax asset is only recognised to the extent that it is probable that the temporary difference will reverse in the foreseeable future and taxable profit will be available against which the temporary difference can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Income taxes relating to items recognised directly in equity are recognised in equity and not in profit or loss. Deferred tax assets and deferred tax liabilities are offset only if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and liabilities relate to the same taxable entity and the same taxation authority.

#### Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST except:

- when the GST incurred on a purchase of goods and services is not recoverable from the taxation authority, in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable; and
- receivables and payables, which are stated with the amount of GST included.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 1. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

#### Goods and services tax (GST) (continued)

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statement of financial position.

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

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the taxation authority.

#### Cash and cash equivalents

Cash includes cash on hand and at call and deposits with banks or financial institutions and investments in money market instruments which are readily convertible to cash and used in the cash management function on a day to day basis, net of bank overdraft.

#### Project development expenditure

Project development costs, excluding the costs of acquiring tenements and permits, are expensed as incurred.

##### *Exploration and evaluation*

Acquisition costs will be assessed on a case by case basis and, if appropriate, they will be capitalised. These acquisition costs are carried forward only if the rights to tenure of the area of interest are current and either:

- They are expected to be recouped through successful development and exploitation of the area of interest, or
- The activities in the area of interest at the reporting date have not reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves, and active and significant operations in, or in relation to, the area of interest, are continuing.

Accumulated acquisition costs in relation to an abandoned area are written off in full against profit/(loss) in the year in which the decision to abandon the area is made.

The carrying values of acquisition costs are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

##### *Research and development*

Expenditure during the research phase of a project is recognised as an expense when incurred. Development costs are capitalised only when technical feasibility studies identify that the project will deliver future economic benefits and these benefits can be measured reliably.

Development costs have a finite life and are amortised on a systematic basis matched to the future economic benefits over the useful life of the project.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 1. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

#### Project development expenditure (cont'd)

##### Impairment of assets

At each reporting date, the Group reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of profit or loss and other comprehensive income.

Where it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

##### Trade and other payables

Trade payables and other payables are carried at amortised cost using the effective interest method and represent liabilities for goods and services provided to the Group prior to the end of the financial year that are unpaid and arise when the Group becomes obliged to make future payments in respect of the purchase of these goods and services. Trade and other payables are presented as current liabilities unless payment is not due within 12 months.

##### Issued capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds. Incremental costs directly attributable to the issue of new shares or options for the acquisition of a new business are not included in the cost of acquisition as part of the purchase consideration.

##### *Equity settled transactions:*

The Group may provide benefits to Directors and employees in the form of share-based payments, whereby services are rendered in exchange for shares or rights over shares (equity-settled transactions).

The cost of these equity-settled transactions with employees is measured by reference to the fair value of the equity instruments at the date at which they are granted. The fair value of options granted is determined using an appropriate valuation model, further details of which are given in Note 11.

In valuing equity-settled transactions, no account is taken of any performance conditions, other than conditions linked to the price of the shares of Strategic Elements Limited (market conditions), if applicable.

The cost of equity-settled transactions is recognised, together with a corresponding increase in equity, over the period in which the performance and/or service conditions are fulfilled, ending on the date on which the relevant employees become fully entitled to the award (the vesting period).

The cumulative expense recognised for equity-settled transactions at each balance date until vesting date reflects (i) the extent to which the vesting period has expired and (ii) the Company's best estimate of the number of equity instruments that will ultimately vest. No adjustment is made for the likelihood of market performance conditions being met as the effect of these conditions is included in the determination of fair value at grant date. The statement of profit or loss and other comprehensive income charge or credit for a period represents the movement in cumulative expense recognised as at the beginning and end of that period.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 1. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

#### Share-based payment transactions

No expense is recognised for awards that do not ultimately vest, except for awards where vesting is only conditional upon a market condition.

If the terms of an equity-settled award are modified, as a minimum an expense is recognised as if the terms had not been modified. In addition, an expense is recognised for any modification that increases the total fair value of the share-based payment arrangement, or is otherwise beneficial to the employee, as measured at the date of modification.

If an equity-settled award is cancelled, it is treated as if it had vested on the date of cancellation, and any expense not yet recognised for the award is recognised immediately. However, if a new award is substituted for the cancelled award and designated as a replacement award on the date that it is granted, the cancelled and new award are treated as if they were a modification of the original award, as described in the previous paragraph.

The dilutive effect, if any, of outstanding options is reflected as additional share dilution in the computation of loss per share (see Note 5).

#### Property, plant and equipment

Plant and equipment is stated at cost less accumulated depreciation and any accumulated impairment losses. Such cost includes the cost of replacing parts that are eligible for capitalisation when the cost of replacing the parts is incurred. Similarly, when each major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement only if it is eligible for capitalisation.

Depreciation is calculated on a straight line basis over the estimated useful life of the assets as follows:

Office equipment – 2.5 to 15 years

Computer equipment – 2.5 to 4 years

The assets' residual values, useful lives and amortisation methods are reviewed, and adjusted if appropriate, at each financial year end.

#### (i) Impairment

The carrying values of plant and equipment are reviewed for impairment at each reporting date, with recoverable amount being estimated when events or changes in circumstances indicate that the carrying value may be impaired.

The recoverable amount of plant and equipment is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

For an asset that does not generate largely independent cash inflows, recoverable amount is determined for the cash-generating unit to which the asset belongs, unless the asset's value in use can be estimated to be close to its fair value.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 1. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

#### Property, plant and equipment (continued)

An impairment exists when the carrying value of an asset or cash-generating unit exceeds its estimated recoverable amount. The asset or cash-generating unit is then written down to its recoverable amount.

For plant and equipment, impairment losses are recognised in the statement of profit or loss and other comprehensive income in the other expenses line item.

#### (ii) De-recognition and disposal

An item of property, plant and equipment is derecognised upon disposal or when no further future economic benefits are expected from its use or disposal.

Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit or loss and other comprehensive income in the year the asset is derecognised.

#### Employee benefits

#### (i) Wages, salaries, annual leave and sick leave

Liabilities for wages and salaries, including non-monetary benefits, and annual leave expected to be settled within 12 months of the reporting date are recognised in other payables in respect of employees' services up to the reporting date. They are measured at the amounts expected to be paid when the liabilities are settled. Liabilities for non-accumulating sick leave are recognised when the leave is taken and are measured at the rates paid or payable.

#### (ii) Long service leave

The liability for long service leave is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures, and period of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currencies that match, as closely as possible, the estimated future cash outflows.

#### Trade and other receivables

Trade receivables are measured on initial recognition at fair value and are subsequently measured at amortised cost using the effective interest rate method, less any allowance for expected credit losses. Trade receivables are generally due for settlement within periods ranging from 15 days to 30 days.

Impairment of trade receivables is continually reviewed and those that are considered to be uncollectible are written off by reducing the carrying amount directly. An impairment loss is recognised when there is objective evidence that the Group will not be able to collect all amounts due according to the original contractual terms. Factors considered by the Group in making this determination include known significant financial difficulties of the debtor, review of financial information and significant delinquency in making contractual payments to the Group. The impairment allowance is set equal to the difference between the carrying amount of the receivable and the present value of estimated future cash flows, discounted at the original effective interest rate. Where receivables are short-term discounting is not applied in determining the allowance.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 1. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

#### Earnings per share

Basic earnings per share is calculated as net profit/loss, adjusted to exclude any costs of servicing equity (other than dividends) and preference share dividends, divided by the weighted average number of ordinary shares, adjusted for any bonus element.

Diluted earnings per share is calculated as net profit/loss, adjusted for:

- costs of servicing equity (other than dividends) and preference share dividends;
- the after tax effect of dividends and interest associated with dilutive potential ordinary shares that have been recognised as expenses; and
- other non-discretionary changes in revenues or expenses during the period that would result from the dilution of potential ordinary shares, divided by the weighted average number of ordinary shares and dilutive potential ordinary shares, adjusted for any bonus element.

#### Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Directors of Strategic Elements Limited.

#### Parent entity financial information

The financial information for the parent entity, Strategic Elements Limited, disclosed in Note 22 has been prepared on the same basis as the consolidated financial statements, except as set out below.

##### *(i) Investments in subsidiaries, associates and joint venture entities*

Investments in subsidiaries, associates and joint venture entities are accounted for at cost in the financial statements of Strategic Elements Limited. Dividends received from associates are recognised in the parent entity's profit or loss, rather than being deducted from the carrying amount of these investments.

##### *(ii) Share-based payments*

The grant by the Company of options over its equity instruments to the employees of subsidiary undertakings in the Group is treated as a capital contribution to that subsidiary undertaking. The fair value of employee services received, measured by reference to the grant date fair value, is recognised over the vesting period as an increase to investment in subsidiary undertakings, with a corresponding credit to equity.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 2. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

#### *Share-based payment transactions:*

The Company 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 using an appropriate valuation model and is based on the assumptions detailed in Note 11.

#### *Lease term*

The lease term is a significant component in the measurement of both the right-of-use asset and lease liability. Judgement is exercised in determining whether there is reasonable certainty that an option to extend the lease or purchase the underlying asset will be exercised, or an option to terminate the lease will not be exercised, when ascertaining the periods to be included in the lease term. In determining the lease term, all facts and circumstances that create an economical incentive to exercise an extension option, or not to exercise a termination option, are considered at the lease commencement date. Factors considered may include the importance of the asset to the consolidated entity's operations; comparison of terms and conditions to prevailing market rates; incurrence of significant penalties; existence of significant leasehold improvements; and the costs and disruption to replace the asset. The consolidated entity reassesses whether it is reasonably certain to exercise an extension option, or not exercise a termination option, if there is a significant event or significant change in circumstances.

#### *Recognition of deferred tax assets*

Deferred tax assets are recognised for deductible temporary differences only if the consolidated entity considers it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

#### *Research and development*

Management is required to assess if the conduct of activities to develop or improve a product or service, or a process or technique meet the criteria for research or development in order to determine if an application for a tax refund on certain categories of expenses can be made by the Group.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 3. REVENUE AND EXPENSES

|     |                                    | CONSOLIDATED   |                |
|-----|------------------------------------|----------------|----------------|
|     |                                    | 2025           | 2024           |
|     |                                    | \$             | \$             |
| (a) | <b>Other income</b>                |                |                |
|     | Research & development tax offset  | 707,556        | 431,486        |
|     | Refunds of rent and rates          | 52,449         | 24,451         |
|     |                                    | <u>760,005</u> | <u>455,937</u> |
| (b) | <b>Expenses</b>                    |                |                |
|     | Depreciation of non-current assets | 24,496         | 25,124         |

|     |                                       | CONSOLIDATED   |                |
|-----|---------------------------------------|----------------|----------------|
|     |                                       | 2025           | 2024           |
|     |                                       | \$             | \$             |
| (c) | <b>Finance Costs</b>                  |                |                |
|     | Bank interest received and receivable | 175,189        | 269,643        |
|     | Bank interest paid and payable        | (4,842)        | (6,495)        |
|     |                                       | <u>170,347</u> | <u>263,148</u> |

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 4. INCOME TAX

|                                                                                     | CONSOLIDATED |             |
|-------------------------------------------------------------------------------------|--------------|-------------|
|                                                                                     | 2025         | 2024        |
|                                                                                     | \$           | \$          |
| Reconciliation of tax expense to statutory tax:                                     |              |             |
| Loss for the year                                                                   | (2,560,294)  | (2,587,214) |
| Tax benefit at the applicable tax rate of 25.00% (2024: 25.00%)                     | (640,074)    | (646,804)   |
| s.40-880 expenses                                                                   | (22,244)     | (21,224)    |
| Permanent differences                                                               | 58,382       | 20,491      |
| Change in temporary differences                                                     | (5,759)      | (36,789)    |
| Underprovision/(overprovision) of prior year tax losses                             | 477,514      | (164,975)   |
| Unrecognised tax losses                                                             | 132,181      | 849,301     |
| Tax expense reported in statement of profit and loss and other comprehensive income | -            | -           |
| <b>Unrecognised deferred tax assets:</b>                                            |              |             |
| Carried forward tax losses                                                          | 4,037,658    | 4,317,973   |
| Temporary differences                                                               | (5,759)      | (36,789)    |
| <b>Components of deferred tax</b>                                                   |              |             |
| Accrued income                                                                      | 1,224        | 1,923       |
| Prepayments                                                                         | (13,319)     | (9,724)     |
| Accruals                                                                            | 18,021       | (28,443)    |
| Provisions                                                                          | (11,685)     | (541)       |
| Tax Losses                                                                          | 3,946,187    | 4,317,973   |
| Unrecognised deferred tax assets                                                    | (3,940,428)  | (4,281,184) |
|                                                                                     | -            | -           |

The potential deferred tax benefit of tax losses has not been recognised as an asset because recovery of tax losses is not considered probable in the context of AASB 112 *Income taxes*. The benefit of these tax losses will only be realised if:

- The Group entities derive future assessable income of a nature and of an amount sufficient to enable the benefit from the deduction for the losses to be realised.
- The Group entities comply with the conditions for deductibility imposed by the law; and
- No changes in tax legislation adversely affect the Group entities in realising the benefit from the deduction for the loss.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 5. LOSS PER SHARE

|                                                 | CONSOLIDATED    |                 |
|-------------------------------------------------|-----------------|-----------------|
|                                                 | 2025            | 2024            |
|                                                 | Cents per share | Cents per share |
| Basic loss per share from continuing operations | (0.55)          | (0.58)          |

#### *Basic loss per share*

The loss and weighted average number of ordinary shares used in the calculation of basic loss per share is as follows:

|                                                       |             |             |
|-------------------------------------------------------|-------------|-------------|
| - Loss (\$)                                           | (2,560,294) | (2,587,214) |
| - Weighted average number of ordinary shares (number) | 468,464,310 | 446,933,437 |

#### *Diluted loss per share*

Diluted loss per share has not been calculated as the result is anti-dilutive in nature.

### NOTE 6. CASH AND CASH EQUIVALENTS

|                          | CONSOLIDATED     |                  |
|--------------------------|------------------|------------------|
|                          | 2025             | 2024             |
|                          | \$               | \$               |
| Cash at bank and on hand | 4,116,784        | 5,664,044        |
| Credit card              | (26,692)         | (28,467)         |
|                          | <u>4,090,092</u> | <u>5,635,577</u> |

Cash at bank earns interest at floating rates based on daily bank deposit rates.

Credit card is paid on the due date incurring no interest charge.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 6. CASH AND CASH EQUIVALENTS (CONTINUED)

Cash and cash equivalents as shown in the statement of cash flows is reconciled to the related item in the statement of financial position as noted above.

#### Reconciliation of loss for the year to net cash flows from operating activities:

|                                                     | CONSOLIDATED |             |
|-----------------------------------------------------|--------------|-------------|
|                                                     | 2025         | 2024        |
|                                                     | \$           | \$          |
| Loss from ordinary activities after income tax      | (2,560,294)  | (2,587,214) |
| Depreciation                                        | 24,496       | 25,124      |
| Directors' fees settled through issue of shares     | 162,900      | -           |
| Share-based payments                                | 70,530       | 17,277      |
| Changes in working capital:                         |              |             |
| (Increase)/decrease in other receivables            | 13,405       | 27,760      |
| (Increase)/decrease in term deposit investment      | (5,187)      | -           |
| (Increase)/decrease in other assets                 | 15,287       | 14,547      |
| (Decrease)/increase in trade creditors and accruals | (101,970)    | 244,880     |
| (Decrease)/increase in provisions                   | 10,624       | 46,986      |
| Cash flows from operations                          | (2,370,209)  | (2,210,640) |

### NOTE 7. TRADE AND OTHER RECEIVABLES

|                     | CONSOLIDATED |        |
|---------------------|--------------|--------|
|                     | 2025         | 2024   |
|                     | \$           | \$     |
| Interest receivable | 11,791       | 16,449 |
| GST recoverable     | 58,686       | 67,434 |
|                     | 70,477       | 83,883 |

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025****NOTE 8. TERM DEPOSIT INVESTMENT**

|              | <b>CONSOLIDATED</b> |             |
|--------------|---------------------|-------------|
|              | <b>2025</b>         | <b>2024</b> |
|              | <b>\$</b>           | <b>\$</b>   |
| Term deposit | 126,296             | 121,109     |

The term deposit investments of \$82,165 and \$44,131 mature on 2 April 2026 and 14 May 2026 respectively and attract an interest rate of 3.60% and 4.10% respectively.

**NOTE 9. OTHER CURRENT ASSETS**

|             | <b>CONSOLIDATED</b> |             |
|-------------|---------------------|-------------|
|             | <b>2025</b>         | <b>2024</b> |
|             | <b>\$</b>           | <b>\$</b>   |
| Prepayments | 100,389             | 115,676     |

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 10. PROPERTY, PLANT AND EQUIPMENT

|                                                | Research<br>equipment<br>\$ | Office<br>equipment<br>\$ | Computer<br>equipment<br>\$ | Total<br>\$ |
|------------------------------------------------|-----------------------------|---------------------------|-----------------------------|-------------|
| <b>Consolidated</b>                            |                             |                           |                             |             |
| <b>At 30 June 2025</b>                         |                             |                           |                             |             |
| Cost                                           | 58,331                      | 38,308                    | 63,679                      | 160,318     |
| Accumulated depreciation                       | (44,350)                    | (32,676)                  | (47,986)                    | (125,012)   |
| At 30 June 2025*                               | 13,981                      | 5,632                     | 15,693                      | 35,306      |
| <b>At 30 June 2024</b>                         |                             |                           |                             |             |
| Cost                                           | 58,331                      | 38,308                    | 50,722                      | 147,361     |
| Accumulated depreciation                       | (32,221)                    | (29,280)                  | (39,015)                    | (100,516)   |
| At 30 June 2024                                | 26,110                      | 9,028                     | 11,707                      | 46,845      |
| <b>Consolidated</b>                            |                             |                           |                             |             |
| <b>Year ended 30 June 2025</b>                 |                             |                           |                             |             |
| At 1 July 2024 net of accumulated depreciation | 26,110                      | 9,028                     | 11,707                      | 46,845      |
| Additions                                      | -                           | -                         | 12,957                      | 12,957      |
| Depreciation charge for the year               | (12,129)                    | (3,396)                   | (8,971)                     | (24,496)    |
| At 30 June 2025                                | 13,981                      | 5,632                     | 15,693                      | 35,306      |
| <b>Year ended 30 June 2024</b>                 |                             |                           |                             |             |
| At 1 July 2023                                 | 16,718                      | 12,450                    | 16,061                      | 45,229      |
| Additions                                      | 20,041                      | -                         | 6,699                       | 26,740      |
| Depreciation charge for the year               | (10,649)                    | (3,422)                   | (11,053)                    | (25,124)    |
| At 30 June 2024                                | 26,110                      | 9,028                     | 11,707                      | 46,845      |

\*Assets with an original cost of \$8,739 and a book value of zero were written off at 30 June 2025 as they were no longer in use.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 11. SHARE-BASED PAYMENTS

|                                          | CONSOLIDATED  |               |
|------------------------------------------|---------------|---------------|
|                                          | 2025          | 2024          |
|                                          | \$            | \$            |
| Options over shares granted              | 68,124        | -             |
| Performance rights granted               | 67,092        | 64,686        |
| Performance rights fair value adjustment | (64,686)      | -             |
| Performance rights expired               | -             | (47,409)      |
|                                          | <u>70,530</u> | <u>17,277</u> |

#### *Options over ordinary shares*

On 2 August 2024 the Company granted 3,500,000 options over ordinary shares for services rendered. The options which are unlisted were issued on 16 August 2024 with an exercise price of \$0.06 and an expiry date of 16 August 2027. The fair value of the options is \$68,124.

No options were exercised during the year (2024: nil). No options lapsed during the year (2024: nil).

The inputs to the options valuation were:

|                                 | Consultant<br>options |
|---------------------------------|-----------------------|
| Risk free rate (%)              | 3.67                  |
| Expected life of rights (years) | 3.00                  |
| Volatility (%)                  | 74.08                 |
| Grant date share price (cents)  | 4.50                  |

The valuation of options granted was determined using the Black-Scholes model. The expected life of the options is based on historical data and is not necessarily indicative of exercise patterns that may occur. The expected volatility reflects the assumption that the historical volatility is indicative of future trends, which may also not necessarily be the actual outcome. No other features of options granted were incorporated into the measurement of fair value.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 11. SHARE-BASED PAYMENTS

The movement in Options on issue was as follows:

|                                      | 2025<br>Number | 2024<br>Number |
|--------------------------------------|----------------|----------------|
| <i>Movements in options on issue</i> |                |                |
| At beginning of the year             | -              | -              |
| Granted during the year              | 3,500,000      | -              |
| Outstanding at the end of the year   | 3,500,000      | -              |

#### Performance rights

On 28 November 2023 shareholders approved the issue of 6,000,000 Performance Rights ("PRs"). Full details of these PRs have been disclosed in the 30 June 2024 annual financial report. The directors revised their estimated likelihood of the milestones being achieved from 40% to 0%.

The total credit expense recognised in the -year for these share-based payments is \$64,686 (2024: nil).

On 13 November 2024 shareholders approved the issue of 9,750,000 Performance Rights ("PRs") under the terms of the Company Employee Securities Incentive Plan, with a fair value of \$516,750, to Directors and staff/consultants of the Company.

The total expense recognised in the year for these share-based payments is \$67,092.

9,750,000 of the PRs that were issued during the-year are as follows:

| Issued to             | Number<br>issued |
|-----------------------|------------------|
| Charles Murphy        | 2,500,000        |
| Matthew Howard        | 1,500,000        |
| Elliot Nicholls       | 2,500,000        |
| Consultants and staff | 3,250,000        |

#### Vesting conditions for the above PR's

Out of the 9,750,000, the vesting of the 8,300,000 of the PRs above is dependent on the transfer of the ink technology to a commercial production facility and manufacture of a volume of 1,000 prototype Energy ink cells. The Directors are required to have continuous employment with the Company.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 11. SHARE-BASED PAYMENTS (CONTINUED)

The inputs to 8,300,000 of these PRs valuation were:

|                                                 |            |
|-------------------------------------------------|------------|
| Performance period starts                       | 13/11/2024 |
| Performance period ends                         | 12/11/2027 |
| Probability used for valuation calculations (%) | 60         |
| Expected life of rights (years)                 | 3          |
| Grant date share price (cents)                  | 5.30       |

1,300,000 of the PRs that were issued during the year are as follows:

| <b>Issued to</b>     | <b>Number issued</b> |
|----------------------|----------------------|
| Consultant and Staff | 1,300,000            |

#### *Vesting conditions for the above PR's*

The vesting of the 1,300,000 of the PRs granted is dependent on the signing of an operational revenue generating trial where the underground miner relies solely on the technology for positioning.

The inputs to 1,300,000 of these PRs valuation were:

|                                                 |            |
|-------------------------------------------------|------------|
| Performance period starts                       | 13/11/2024 |
| Performance period ends                         | 12/11/2027 |
| Probability used for valuation calculations (%) | 50         |
| Expected life of rights (years)                 | 3          |
| Grant date share price (cents)                  | 5.30       |

150,000 of the PRs that were issued during the year are as follows:

| <b>Issued to</b> | <b>Number issued</b> |
|------------------|----------------------|
| Employees        | 150,000              |

#### *Vesting conditions for the above PR's*

The vesting of the 150,000 PRs granted is dependent upon continuous employment with the Company during the performance period.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 11. SHARE-BASED PAYMENTS (CONTINUED)

The inputs to 150,000 of these PRs valuation were:

|                                 |            |
|---------------------------------|------------|
| Performance period starts       | 13/11/2024 |
| Performance period ends         | 12/11/2025 |
| Expected life of rights (years) | 1          |
| Grant date share price (cents)  | 5.30       |

The movement in PRs on issue was as follows:

|                                                 | 2025<br>Number | 2024<br>Number |
|-------------------------------------------------|----------------|----------------|
| <i>Movements in performance rights on issue</i> |                |                |
| At beginning of the year                        | 6,000,000      | 2,000,000      |
| Granted during the year                         | 9,750,000      | 6,000,000      |
| Expired during the year                         | -              | (2,000,000)    |
| Vested at the end of the year                   | -              | -              |
| Outstanding at the end of the year              | 15,750,000     | 6,000,000      |

The share-based payment expense (benefit) in PRs and options on issue was as follows:

|                                              | 2025<br>\$ | 2024<br>\$ |
|----------------------------------------------|------------|------------|
| <i>Share-based payment expense (benefit)</i> |            |            |
| 6,000,000 performance rights*                | (64,686)   | 64,686     |
| 9,750,000 performance rights                 | 67,092     | -          |
| 2,000,000 performance rights                 | -          | (47,409)   |
| 3,500,000 options                            | 68,124     | -          |
| Total share-based payment expense (benefit)  | 70,530     | 17,277     |

\*resulting from the re-estimate by management of the reassessment of probability of satisfaction of performance rights' vesting hurdles.

### NOTE 12. TRADE AND OTHER PAYABLES

|                    | CONSOLIDATED |            |
|--------------------|--------------|------------|
|                    | 2025<br>\$   | 2024<br>\$ |
| Trade payables (i) | 215,882      | 368,235    |
| Accrued expenses   | 171,339      | 120,957    |
|                    | 387,221      | 489,192    |

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 12. TRADE AND OTHER PAYABLES (CONTINUED)

- (i) Trade payables are non-interest bearing and are normally settled on 30 day terms with the exception of insurance premiums of \$40,248 (2024: \$34,174) which are payable in monthly instalments at a flat interest rate of 6.20%. The final instalment is due 31 December 2025.

### NOTE 13. PROVISIONS

|                                  | CONSOLIDATED  |               |
|----------------------------------|---------------|---------------|
|                                  | 2025          | 2024          |
|                                  | \$            | \$            |
| <b>Current</b>                   |               |               |
| Provision for annual leave       | 85,796        | 83,375        |
| Provision for long service leave | 51,287        | 19,269        |
|                                  | <hr/> 137,083 | <hr/> 102,644 |
| <b>Non-current</b>               |               |               |
| Provision for long service leave | 6,081         | 29,896        |
|                                  | <hr/> 143,164 | <hr/> 132,540 |

### NOTE 14. REMUNERATION OF AUDITORS

|                                                          | CONSOLIDATED |              |
|----------------------------------------------------------|--------------|--------------|
|                                                          | 2025         | 2024         |
|                                                          | \$           | \$           |
| Amounts received & receivable by the auditor:            |              |              |
| Nexia Perth Audit Services Pty Ltd                       |              |              |
| - audit and review of the financial reports of the Group | 46,850       | 40,930       |
| - tax services (tax return preparation)                  | 9,240        | 6,600        |
| - other assurance services                               | 3,740        | 3,400        |
|                                                          | <hr/> 59,830 | <hr/> 50,930 |

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 15. ISSUED CAPITAL

|                                       | 2025       | 2024       |
|---------------------------------------|------------|------------|
|                                       | \$         | \$         |
| <b>Issued capital</b>                 |            |            |
| Ordinary shares issued and fully paid | 31,070,848 | 30,070,267 |

Issued capital as per ASIC register at 30 June 2025 is \$30,954,316.

Ordinary shares entitle the holder to participate in dividends and in the proceeds and winding up of the Company in proportion to the number of and amounts paid on the shares held.

Fully paid ordinary shares carry one vote per share and the right to dividends.

|                                             | 2025             |            | 2024             |            |
|---------------------------------------------|------------------|------------|------------------|------------|
|                                             | Number of shares | \$         | Number of shares | \$         |
| <b>Movement in ordinary shares on issue</b> |                  |            |                  |            |
| At beginning of year                        | 446,933,437      | 30,070,267 | 446,933,437      | 30,070,267 |
| Shares issued for cash                      | 21,875,000       | 875,000    | -                | -          |
| Shares issued in lieu of directors fees     | 5,090,623        | 162,900    | -                | -          |
| Share issue costs                           | -                | (37,319)   | -                | -          |
| At end of year                              | 473,899,060      | 31,070,848 | 446,933,437      | 30,070,267 |

### NOTE 16. RESERVES

|                                                             | CONSOLIDATED |          |
|-------------------------------------------------------------|--------------|----------|
|                                                             | 2025         | 2024     |
|                                                             | \$           | \$       |
| <b>Share-based payment reserve</b>                          |              |          |
| Balance at beginning of year                                | 64,686       | 47,409   |
| Options granted during the year                             | 68,124       | -        |
| Performance rights issued/on issue during the year          | 67,092       | 64,686   |
| Performance rights adjustment to fair value during the year | (64,686)     | -        |
| Performance rights expired during the year                  | -            | (47,409) |
| Balance at end of financial year                            | 135,216      | 64,686   |

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 16. RESERVES (CONTINUED)

The share-based payments reserve is used to record the value of options and performance rights (PRs) granted as share-based payments as part of total remuneration. Refer to Note 11 for further information on these options and performance rights.

### NOTE 17. ACCUMULATED LOSSES

|                                 | CONSOLIDATED |              |
|---------------------------------|--------------|--------------|
|                                 | 2025         | 2024         |
|                                 | \$           | \$           |
| Movement in accumulated losses: |              |              |
| Balance at beginning of year    | (24,753,595) | (22,166,381) |
| Loss for the year               | (2,560,294)  | (2,587,214)  |
| Balance at end of year          | (27,313,889) | (24,753,595) |

### NOTE 18. FINANCIAL INSTRUMENTS

The Group's principal financial instruments comprise cash, term deposit investments, trade payables and trade receivables. These financial instruments arise directly from the Group's operations.

The main risks arising from the Group's financial instruments are cash flow interest rate risk, liquidity risk, foreign exchange risk and credit risk. The Board reviews and agrees policies for managing each of these risks and they are summarised below.

Details of the significant accounting policies and methods adopted, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised, in respect of each class of financial asset, financial liability and equity instrument are disclosed in Note 1 to the financial statements.

|                                                | CONSOLIDATED |           |
|------------------------------------------------|--------------|-----------|
|                                                | 2025         | 2024      |
|                                                | \$           | \$        |
| <b>(a) Categories of financial instruments</b> |              |           |
| <b>Financial assets</b>                        |              |           |
| Cash and cash equivalents                      | 4,090,902    | 5,635,577 |
| Trade and other receivables                    | 11,791       | 16,449    |
| Term deposit investments                       | 126,296      | 121,109   |
|                                                | 4,228,989    | 5,773,135 |
| <b>Financial liabilities</b>                   |              |           |
| Trade and other payables                       | 349,135      | 476,053   |

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 18. FINANCIAL INSTRUMENTS (CONTINUED)

#### (b) Interest rate risk

The Group is exposed to interest rate risk due to variable interest being earned on its assets held in cash and cash equivalents.

#### Profile

At the reporting date the interest rate profile of the Group's interest-bearing financial instruments was:

|                                  | CONSOLIDATED    |               |                 |               |
|----------------------------------|-----------------|---------------|-----------------|---------------|
|                                  | 2025            |               | 2024            |               |
|                                  | Carrying amount | Interest rate | Carrying amount | Interest rate |
|                                  | \$              | %             | \$              | %             |
| <b>Variable rate instruments</b> |                 |               |                 |               |
| Cash and bank balances           | 4,090,902       | 3.69          | 5,635,577       | 4.22          |
| <b>Fixed rate instruments</b>    |                 |               |                 |               |
| Term deposit investments         | 126,296         | 3.77          | 121,109         | 4.54          |

#### Cash flow sensitivity analysis for variable rate instruments

A change of 100 basis points ("bp") would have increased/(decreased) equity and profit or loss by the amounts shown below. This analysis assumes that all other variables remain constant. The analysis is performed on the same basis for 2024.

|                                   | Equity         |                | Profit or loss |                |
|-----------------------------------|----------------|----------------|----------------|----------------|
|                                   | 100bp increase | 100bp decrease | 100bp increase | 100bp decrease |
| <b>30 June 2025: Consolidated</b> |                |                |                |                |
| Variable rate instruments         | 40,909         | (40,909)       | 40,909         | (40,909)       |
| <b>30 June 2024: Consolidated</b> |                |                |                |                |
| Variable rate instruments         | 56,536         | (56,536)       | 56,536         | (56,536)       |

Funds that are not required in the short term are placed on deposit for a period of no more than 6 months at a fixed interest rate. The Group's exposure to interest rate risk and the effective interest rate by maturity is set out above.

The Group also has insurance premiums of \$40,248 (2024: \$34,174) which are payable in monthly instalments at a flat interest rate of 7%. The final instalment is due 31 December 2025.

#### (c) Net fair values

The net fair value of cash and cash equivalents and non-interest bearing monetary financial assets and liabilities approximates their carrying value.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 18. FINANCIAL INSTRUMENTS (CONTINUED)

#### (d) Credit risk

There are no significant concentrations of credit risk within the Group, apart from its cash balances with its bank. Cash balances are maintained with reputable institutions.

With respect to credit risk arising from the other financial assets of the Group, which comprise cash and cash equivalents and trade receivables, the Group's exposure to credit risk arises from default of the counter party, with a maximum exposure equal to the carrying amount of these instruments.

There is no requirement for collateral.

#### (e) Liquidity risk

The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of cash reserves.

The following table details the Group's expected contractual maturity for its financial liabilities:

| <b>30 June 2025:<br/>Consolidated</b> | <b>Less than 1<br/>month</b> | <b>1 to 3<br/>months</b> | <b>3 months to<br/>1 year</b> | <b>1 to 5 years</b> | <b>Total</b> |
|---------------------------------------|------------------------------|--------------------------|-------------------------------|---------------------|--------------|
| <i>Financial liabilities</i>          | \$                           | \$                       | \$                            | \$                  | \$           |
| Non-interest bearing                  | 308,887                      | -                        | -                             | -                   | 308,887      |
| Interest bearing                      | 6,708                        | 13,416                   | 20,124                        | -                   | 40,248       |
|                                       | 315,595                      | 13,416                   | 20,124                        | -                   | 349,135      |

| <b>30 June 2024:<br/>Consolidated</b> | <b>Less than 1<br/>month</b> | <b>1 to 3<br/>months</b> | <b>3 months to 1<br/>year</b> | <b>1 to 5 years</b> | <b>Total</b> |
|---------------------------------------|------------------------------|--------------------------|-------------------------------|---------------------|--------------|
| <i>Financial liabilities</i>          | \$                           | \$                       | \$                            | \$                  | \$           |
| Non-interest bearing                  | 445,467                      | -                        | -                             | -                   | 445,467      |
| Interest bearing                      | 5,098                        | 10,195                   | 15,293                        | -                   | 30,586       |
|                                       | 450,565                      | 10,195                   | 15,293                        | -                   | 476,053      |

#### (f) Capital Management

The Group's objectives when managing capital are to safeguard its ability to continue as a going concern, so that it may continue to provide returns for shareholders and benefits for other stakeholders. Due to the nature of the Group's activities, being mineral exploration and research and development relating to the energy ink cell technology, it does not have ready access to credit facilities and therefore is not subject to any externally imposed capital requirements, with the primary source of Group funding being equity raisings.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 18. FINANCIAL INSTRUMENTS (CONTINUED)

#### (g) Foreign currency risk management

The Group undertakes certain transactions denominated in foreign currencies, hence exposures to exchange rate fluctuations arise. The Group has no hedging policy in place to manage those risks; however, all foreign exchange purchases are settled promptly.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities at the balance date expressed in Australian dollars are as follows:

|                     | Liabilities |       | Assets |        |
|---------------------|-------------|-------|--------|--------|
|                     | 2025        | 2024  | 2025   | 2024   |
| Consolidated        | \$          | \$    | \$     | \$     |
| New Zealand dollars | 4,727       | 3,157 | 53,864 | 26,852 |

#### Foreign currency sensitivity analysis

The Group is exposed to New Zealand Dollar (NZD) currency fluctuations.

The following table details the Group's sensitivity to a 10% increase and decrease in the Australian dollar against the relevant foreign currency. 10% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the possible change in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 10% change in foreign currency rates. A positive number indicates an increase in profit or loss and other equity where the Australian dollar strengthens against the respective currency. For a weakening of the Australian dollar against the respective currency there would be an equal and opposite impact on the profit or loss and other equity, and the balances below would be negative.

|                    | Increase |       | Decrease |         |
|--------------------|----------|-------|----------|---------|
|                    | 2025     | 2024  | 2025     | 2024    |
|                    | \$       | \$    | \$       | \$      |
| NZD impact         |          |       |          |         |
| Profit or loss (i) | 4,914    | 2,370 | (4,914)  | (2,370) |
| Other equity       | 4,914    | 2,370 | (4,914)  | (2,370) |

- (i) This is attributable to the exposure outstanding on NZD payables and the NZD bank account balance at year end in the Group.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 19. COMMITMENTS

#### a) Project development expenditure commitments

In order to maintain current rights of tenure to mining tenements and permits, the Group has the following discretionary exploration expenditure requirements up until expiry of leases. These obligations, which are subject to renegotiation upon expiry of the leases, are not provided for in the financial statements and are payable.

If the Company decides to relinquish certain leases and/or does not meet these obligations, assets recognised in the statement of financial position may require review to determine the appropriateness of carrying values. The sale, transfer, relinquishment or farm-out of exploration rights to third parties will reduce or extinguish these obligations.

|                                                | CONSOLIDATED   |                  |
|------------------------------------------------|----------------|------------------|
|                                                | 2025           | 2024             |
|                                                | \$             | \$               |
| Within one year                                | 64,500         | 215,000          |
| Later than one year but not later than 5 years | 258,000        | 860,000          |
|                                                | <u>322,500</u> | <u>1,075,000</u> |
| b) Office lease commitments                    |                |                  |
| Within one year                                | 6,920          | 4,515            |
| Later than one year but not later than 5 years | -              | -                |
|                                                | <u>6,920</u>   | <u>4,515</u>     |

### NOTE 20. SEGMENT INFORMATION

The Group is managed primarily on the basis of its exploration projects (resource segment) and research and development of the energy ink cell and robotics and AI solutions (technology segment). Operating segments are therefore determined on the same basis. Reportable segments disclosed are based on aggregating tenements and permits where the tenements and permits are considered to form a single project. This is indicated by:

- having the same ownership structure;
- exploration being focused on the same mineral or type of mineral;
- exploration programs targeting the tenements and permits as a group, indicated by the use of the same exploration team, and shared geological data, knowledge and confidence across the areas; and
- shared mining economic considerations such as mineralisation, metallurgy, marketing, legal, environmental, social and government factors.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 20. SEGMENT INFORMATION (CONTINUED)

#### Basis of accounting for purposes of reporting by operating segments

##### *Accounting policies adopted*

Unless stated otherwise, all amounts reported to the Board of Directors as the chief operating decision maker with respect to operating segments are determined in accordance with accounting policies that are consistent to those adopted in the annual financial statements of the Group.

Where an asset is used across multiple segments, the asset is allocated to the segment that receives the majority of economic value from the asset. In the majority of instances, segment assets are clearly identifiable on the basis of their nature and physical location.

Unless indicated otherwise in the segment assets note, investments in financial assets, deferred tax assets and intangible assets have not been allocated to operating segments.

##### *Segment liabilities*

Liabilities are allocated to segments where there is direct nexus between the incurrence of the liability and the operations of the segment. Tax liabilities are generally considered to relate to the Group as a whole and are not allocated. Segment liabilities include trade and other payables.

##### *Unallocated items*

The following items of revenue, expense, assets and liabilities are not allocated to operating segments as they are not considered part of the core operations of any segment:

- income tax expense;
- deferred tax assets and liabilities; and
- discontinuing operations.

|                                           | Resources | Technology  | Unallocated<br>(Corporate) | Total       |
|-------------------------------------------|-----------|-------------|----------------------------|-------------|
|                                           | \$        | \$          | \$                         | \$          |
| <b>Consolidated</b>                       |           |             |                            |             |
| <b>Year ended 30 June 2025:</b>           |           |             |                            |             |
| Segment revenue & other income            | 78,213    | 681,792     | -                          | 760,005     |
| Segment result                            | (57,756)  | (1,248,405) | (1,254,133)                | (2,560,294) |
| Included within segment revenue & result: |           |             |                            |             |
| R&D tax offset                            | 25,764    | 681,792     | -                          | 707,556     |
| Depreciation                              | -         | (13,796)    | (10,700)                   | (24,496)    |
| Interest income                           | 190       | 4,586       | 170,413                    | 175,189     |
| Segment assets                            | 116,307   | 306,113     | 4,000,140                  | 4,422,560   |
| Segment liabilities                       | 8,211     | 253,434     | 268,740                    | 530,385     |

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

## NOTE 20. SEGMENT INFORMATION (CONTINUED)

|                                           | Resources | Technology  | Unallocated<br>(Corporate) | Total       |
|-------------------------------------------|-----------|-------------|----------------------------|-------------|
| Consolidated                              | \$        | \$          | \$                         | \$          |
| <b>Year ended 30 June 2024:</b>           |           |             |                            |             |
| Segment revenue                           | 40,311    | 464,480     | 289,376                    | 794,167     |
| Segment result                            | 48,642    | (1,697,937) | (937,919)                  | (2,587,214) |
| Included within segment revenue & result: |           |             |                            |             |
| Contract revenue                          | -         | 68,587      | -                          | 68,587      |
| R&D tax offset                            | 39,577    | 391,909     | -                          | 431,486     |
| Depreciation                              | -         | (11,688)    | (13,436)                   | (25,124)    |
| Interest income                           | 733       | 3,985       | 264,925                    | 269,643     |
| Segment assets                            | 129,890   | 184,546     | 5,688,654                  | 6,003,090   |
| Segment liabilities                       | 15,430    | 313,413     | 292,889                    | 621,732     |

## NOTE 21. RELATED PARTY DISCLOSURES

The consolidated financial statements include the financial statements of Strategic Elements Limited and the subsidiaries listed in the following table.

| Name                                  | Country of<br>Incorporation | % Equity Interest |      | Investment \$ |      |
|---------------------------------------|-----------------------------|-------------------|------|---------------|------|
|                                       |                             | 2025              | 2024 | 2025          | 2024 |
| Maria Resources Pty Ltd               | Australia                   | 100               | 100  | 1             | 1    |
| Cognition Engines Pty Ltd             | Australia                   | 100               | 100  | 1             | 1    |
| Strategic Materials Pty Ltd           | Australia                   | 100               | 100  | 1             | 1    |
| Australian Advanced Materials Pty Ltd | Australia                   | 100               | 100  | 1             | 1    |
| Stealth Technologies Pty Ltd          | Australia                   | 100               | 100  | 1             | 1    |

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025****NOTE 21. RELATED PARTY DISCLOSURES (CONTINUED)**

Strategic Elements Limited is the ultimate Australian parent entity and ultimate parent of the Group.

Transactions between related parties are on commercial terms and conditions, no more favourable than those available to other parties unless otherwise stated.

Transactions with related entities:

Director related entities

Remuneration for Directors is paid to entities controlled by the Directors. Please refer to the Remuneration Report in the Directors Report and Note 24 for more detail.

Enbit Pty Ltd ("Enbit"), an entity related to Elliott Nicholls, a Director of the Company for IT services was engaged by the Group during the year. Enbit received a total of \$3,438 plus GST (2024: \$1,200 plus GST). There was an amount of \$495 inc. GST outstanding between Enbit and the consolidated entity at 30 June 2025 (2024: \$nil).

Blooming Investments Pty Ltd, an entity related to Elliott Nicholls, a Director of the Company is lessor for the office premises leased by Stealth Technologies Pty Ltd. The total charged during the year was \$24,049 plus GST (2024: nil). The amount outstanding at 30 June 2025 was \$5,400 plus GST.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 22. PARENT ENTITY INFORMATION

As at, and throughout, the financial year ending 30 June 2025 the parent company of the Group was Strategic Elements Limited.

#### *Financial position of Parent entity at year end*

|                         | 30 June 2025<br>\$ | 30 June 2024<br>\$ |
|-------------------------|--------------------|--------------------|
| <b>Assets</b>           |                    |                    |
| Current assets          | 3,984,592          | 5,672,274          |
| Non-current assets      | 176,323            | 1,974              |
| Total assets            | 4,160,915          | 5,674,248          |
| <b>Liabilities</b>      |                    |                    |
| Current liabilities     | 268,602            | 289,480            |
| Non-current liabilities | 138                | 3,410              |
| Total liabilities       | 268,740            | 292,890            |
| <b>Equity</b>           |                    |                    |
| Issued capital          | 31,070,848         | 30,070,267         |
| Retained earnings       | (27,309,806)       | (24,753,595)       |
| Reserves                |                    |                    |
| Share-based payments    | 131,133            | 64,686             |
| Total equity            | 3,892,175          | 5,381,358          |

#### *Financial performance of Parent entity for the year*

|                            | Year ended<br>30 June 2025<br>\$ | Year ended<br>30 June 2024<br>\$ |
|----------------------------|----------------------------------|----------------------------------|
| Loss for the year          | (2,556,211)                      | (2,587,214)                      |
| Other comprehensive income | -                                | -                                |
| Total comprehensive loss   | (2,556,211)                      | (2,587,214)                      |

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

### NOTE 23. CONTINGENT LIABILITIES

There are no contingent liabilities outstanding at the end of the year.

### NOTE 24. RELATED PARTY TRANSACTIONS

#### (a) Details of Key Management Personnel

##### (i) Directors

|                 |                                       |
|-----------------|---------------------------------------|
| Charles Murphy  | Managing Director and Acting Chairman |
| Matthew Howard  | Executive Director                    |
| Elliot Nicholls | Executive Director                    |

#### (b) Key management personnel compensation

The key management personnel compensation for the year is as follows:

|                          | CONSOLIDATED               |                            |
|--------------------------|----------------------------|----------------------------|
|                          | Year ended<br>30 June 2025 | Year ended<br>30 June 2024 |
|                          | \$                         | \$                         |
| Short term benefits      | 762,700                    | 781,000                    |
| Post-employment benefits | 18,300                     | -                          |
| Equity benefits          | 206,317                    | 64,686                     |
| Total                    | 987,317                    | 845,686                    |

During the year 5,090,623 shares were issued to directors in lieu of fees accrued to 31 December 2024 of \$162,900 (2024: nil).

#### (c) Transactions with related parties

|                                       | CONSOLIDATED               |                            |
|---------------------------------------|----------------------------|----------------------------|
|                                       | Year ended 30<br>June 2025 | Year ended 30<br>June 2024 |
|                                       | \$                         | \$                         |
| Payment for services within the Group | 658,304                    | 712,392                    |

#### *Terms and conditions*

All transactions were made on normal commercial terms and conditions and at market rates.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

## NOTE 24. DIRECTORS' AND EXECUTIVES' DISCLOSURES (CONTINUED)

### (c) Performance Rights holdings of Key Management Personnel

| 30 June 2025     | Balance at beginning of year | Granted as remuneration | Converted during the year | Balance at end of year | Vested   | Not vested        |
|------------------|------------------------------|-------------------------|---------------------------|------------------------|----------|-------------------|
|                  | No.                          | No.                     | No.                       | No.                    | No.      | No.               |
| <b>Directors</b> |                              |                         |                           |                        |          |                   |
| Charles Murphy   | 2,000,000                    | 2,500,000               | -                         | 4,500,000              | -        | 4,500,000         |
| Matthew Howard   | 2,000,000                    | 1,500,000               | -                         | 3,500,000              | -        | 3,500,000         |
| Elliot Nicholls  | 2,000,000                    | 2,500,000               | -                         | 4,500,000              | -        | 4,500,000         |
| <b>Total</b>     | <b>6,000,000</b>             | <b>6,500,000</b>        | <b>-</b>                  | <b>12,500,000</b>      | <b>-</b> | <b>12,500,000</b> |

| 30 June 2024     | Balance at beginning of year | Granted as remuneration | Converted during the year | Balance at end of year | Vested   | Not vested       |
|------------------|------------------------------|-------------------------|---------------------------|------------------------|----------|------------------|
|                  | No.                          | No.                     | No.                       | No.                    | No.      | No.              |
| <b>Directors</b> |                              |                         |                           |                        |          |                  |
| Charles Murphy   | -                            | 2,000,000               | -                         | 2,000,000              | -        | 2,000,000        |
| Matthew Howard   | -                            | 2,000,000               | -                         | 2,000,000              | -        | 2,000,000        |
| Elliot Nicholls  | -                            | 2,000,000               | -                         | 2,000,000              | -        | 2,000,000        |
| <b>Total</b>     | <b>-</b>                     | <b>6,000,000</b>        | <b>-</b>                  | <b>6,000,000</b>       | <b>-</b> | <b>6,000,000</b> |

## NOTE 25. EVENTS SUBSEQUENT TO REPORTING DATE

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in future financial years.

**CONSOLIDATED ENTITY DISCLOSURE STATEMENT**

| Entity name                              | Entity type    | Place formed /           | Ownership interest | Tax residency |
|------------------------------------------|----------------|--------------------------|--------------------|---------------|
|                                          |                | Country of incorporation | %                  |               |
| Strategic Elements Limited               | Body corporate | Australia                | 100%               | Australia     |
| Stealth Technologies Pty Ltd             | Body corporate | Australia                | 100%               | Australia     |
| Strategic Materials Pty Ltd              | Body corporate | Australia                | 100%               | Australia     |
| Maria Resources Pty Ltd                  | Body corporate | Australia                | 100%               | Australia     |
| Cognition Engines Pty Ltd                | Body corporate | Australia                | 100%               | Australia     |
| Australian Advanced<br>Materials Pty Ltd | Body corporate | Australia                | 100%               | Australia     |

## DIRECTORS' DECLARATION

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, the Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements:
- the attached financial statements and notes comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as described in note 1 to the financial statements
- the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 30 June 2025 and of its performance for the financial year ended on that date
- there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable; and
- the information disclosed in the attached consolidated entity disclosure statement is true and correct

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

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

On behalf of the directors



Charles Murphy  
Managing Director  
Perth WA  
29<sup>th</sup> August 2025

## Independent Auditor's Report to the Members of Strategic Elements Limited

### Report on the Audit of the Financial Report

#### Opinion

We have audited the financial report, of Strategic Elements Limited (the "Company") and its subsidiaries (the "Group"), which comprises the consolidated statement of financial position as at 30 June 2025, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, the consolidated entity disclosure statement and the directors' declaration.

In our opinion, the accompanying financial report of the Group is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the Group's financial position as at 30 June 2025 and of its performance for the year then ended; and
- (ii) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

#### Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the "Code") that are relevant to our audit of the 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 in the same terms if given to the directors as at the time of this auditor's report.

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

#### Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

### Advisory. Tax. Audit.

ACN 145 447 105

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| Key audit matter                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | How our audit addressed the key audit matter                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <p><b>Funding and liquidity</b></p> <p>(Refer 'Going Concern' in Note 1 to the Financial Report)</p> <p>The Company is a Pooled Development Fund with investments in exploration and information technology companies. The key activities of its investee companies are to perform research and development in the field of technology and to explore for gold and copper minerals.</p> <p>The investees' activities have not yet advanced to a stage where it is able to generate commercial revenue, accordingly the Group is reliant on funding from external sources, such as capital raisings, to support its operations. We focussed on whether the Group had sufficient cash resources and access to funding to allow the Group to continue as a going concern.</p> <p>The adequacy of funding and liquidity as well as the relevant impact on the going concern assessment is a key audit matter due to the inherent uncertainties associated with the future development of the Group's projects and the level of funding required to support that development.</p> | <p>Our procedures included, amongst others:</p> <ul style="list-style-type: none"> <li>Assessing the Group's working capital position as at 30 June 2025;</li> <li>Vouching the cash and cash equivalents to supporting documentation;</li> <li>Checking the mathematical accuracy of the cashflow forecast prepared by management;</li> <li>Evaluating the reliability and completeness of management's assumptions by comparing them to our understanding of the Group's future plans and operating conditions;</li> <li>Obtaining an understanding of management's cashflow forecast and evaluating the sensitivity of assumptions made by management;</li> <li>Considering events subsequent to year end to determine whether any additional facts or information have become available since the date on which management made its assessment; and</li> <li>Assessing the adequacy of the disclosures included in the financial report.</li> </ul> |

### Other information

The Directors are responsible for the other information. The other information comprises the information in the Group's annual report for the year ended 30 June 2025 but does not include the financial report and the auditor's report thereon. Our opinion on the financial report does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of the other information we are required to report that fact. We have nothing to report in this regard.

### Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of:

- the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001*; and
- the consolidated entity disclosure statement that is true and correct in accordance with the *Corporations Act 2001*, and

for such internal control as the directors determine is necessary to enable the preparation of:

- the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and
- the consolidated entity disclosure statement that is true and correct and is free of misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

### **Auditor's Responsibilities for the Audit of the Financial Report**

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at The Australian Auditing and Assurance Standards Board website at:

[www.auasb.gov.au/admin/file/content102/c3/ar2\\_2020.pdf](http://www.auasb.gov.au/admin/file/content102/c3/ar2_2020.pdf).

This description forms part of our auditor's report.

### **Report on the Remuneration Report**

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

We have audited the Remuneration Report included in pages 13 to 18 of the Directors' Report for the year ended 30 June 2025.

In our opinion, the Remuneration Report of the Group for the year ended 30 June 2025 complies with section 300A of the *Corporations Act 2001*.

#### **Responsibilities**

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

NPAS

**Nexia Perth Audit Services Pty Ltd**



**Justin Mulhair**

Director

Perth, Western Australia  
29 August 2025

# **ADDITIONAL SECURITIES EXCHANGE INFORMATION**

Additional information required by the ASX Limited and not shown elsewhere in this report is as follows. This information is current as at 20 August 2025.

## **1) Substantial shareholders**

The Company has no substantial shareholders.

## **2) Information on equity security classes**

### a) Ordinary Shares

473,899,060 fully paid ordinary shares are held by 8,014 shareholders. All issued shares carry one vote per share and carry the rights to dividends.

The number of shareholders by size of holding:

|                  | Ordinary shares   |                    |
|------------------|-------------------|--------------------|
|                  | Number of holders | Number of shares   |
| 1 - 1,000        | 618               | 383,736            |
| 1,001 - 5,000    | 2,408             | 6,789,247          |
| 5,001 - 10,000   | 1,360             | 11,165,891         |
| 10,001 - 100,000 | 2,903             | 101,868,465        |
| 100,001 and over | 725               | 353,691,721        |
| <b>Totals</b>    | <b>8,014</b>      | <b>473,899,060</b> |

**ADDITIONAL SECURITIES EXCHANGE INFORMATION (CONTINUED)**

## b) Options and Performance Rights on issue:

|                                  | <b>Units</b> | <b>Ordinary shares</b> | <b>Holders</b> |
|----------------------------------|--------------|------------------------|----------------|
| Performance Rights               | 15,750,000   |                        | 8              |
| Options (\$0.06, Exp 16/08/2027) | 25,375,000   |                        | 21             |

## ADDITIONAL SECURITIES EXCHANGE INFORMATION (CONTINUED)

### 3) Top 20 shareholders

The twenty largest holders of quoted equity securities are:

| Rank | Holder Name                                                         | Holding            | % IC           |
|------|---------------------------------------------------------------------|--------------------|----------------|
| 1    | ROBINIA PARTNERS PTY LTD <GIRAFFE CM A/C>                           | 12,175,930         | 2.57%          |
| 2    | HOWARD FAMILY A/C                                                   | 8,787,822          | 1.85%          |
| 3    | EMNET PTY LTD                                                       | 7,377,678          | 1.56%          |
| 4    | MRS WEI PAN                                                         | 7,250,000          | 1.53%          |
| 5    | MR TONY JOHN LAMBERT & MRS SHANE LAMBERT <CAMBRIDGE SUPER FUND A/C> | 6,373,334          | 1.34%          |
| 6    | BNP PARIBAS NOMINEES PTY LTD <IB AU NOMS RETAILCLIENT>              | 5,445,082          | 1.15%          |
| 7    | MR ANTHONY ROBERTS                                                  | 5,064,126          | 1.07%          |
| 8    | STEVEN MURPHY ELECTRICAL CONTRACTORS PTY LTD <SRM SUPER FUND A/C>   | 4,588,657          | 0.97%          |
| 9    | MR ANDREW KANG                                                      | 4,329,149          | 0.91%          |
| 10   | MR DAVID ANTHONY BARNAO                                             | 4,274,450          | 0.90%          |
| 11   | YANBIAN PTY LTD                                                     | 4,186,568          | 0.88%          |
| 12   | CATHARA MANAGEMENT PTY LTD <SAGE HOLDINGS A/C>                      | 3,750,000          | 0.79%          |
| 13   | MR BERTRAND LALANNE                                                 | 3,500,000          | 0.74%          |
| 14   | ATEQ INVESTMENTS PTY LTD                                            | 3,401,714          | 0.72%          |
| 15   | MR DARREN JAMES MONK                                                | 3,397,315          | 0.72%          |
| 16   | MR DIETER KOTTMANN                                                  | 3,000,000          | 0.63%          |
| 16   | DYNAMIC PHOTOGRAPHY PTY LTD                                         | 3,000,000          | 0.63%          |
| 16   | GRANBOROUGH PTY LTD <AJ & J KING S/F A/C>                           | 3,000,000          | 0.63%          |
| 17   | CITICORP NOMINEES PTY LIMITED                                       | 2,547,139          | 0.54%          |
| 18   | FEAR GOD PTY LTD <PEACEFUL TREASURE SF A/C>                         | 2,319,048          | 0.49%          |
| 19   | MR DAVID HAN SHEN LIM                                               | 2,290,849          | 0.48%          |
| 20   | FINCLEAR SERVICES PTY LTD <SUPERHERO SECURITIES A/C>                | 2,217,630          | 0.47%          |
|      | <b>Totals</b>                                                       | <b>102,276,491</b> | <b>21.58%</b>  |
|      | <b>Total Issued Capital</b>                                         | <b>473,899,060</b> | <b>100.00%</b> |

### 4) On-Market Buy Back

At the date of this report, the Company is not involved in an on-market buy back.

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ELEMENTS