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CYGNUS METALS

Consolidated Interim Financial Statements

For the three and nine months ended 30 September 2025 and 2024

(Unaudited)

(Stated in Australian Dollars)

ABN: 80 609 094 653

To the Shareholders of Cygnus Metals Limited.
For the three and nine months ended 30 September 2025 and 2024:

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying unaudited consolidated interim financial statements of Cygnus Metals Limited (the "Company") and its subsidiaries (together, the "Group") were prepared by management in accordance with AASB 134 Interim Financial Reporting and the *Corporations Act 2001* (Cth).

The unaudited consolidated interim financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the annual consolidated financial statements of the Group for the year ended 31 December 2024 and any public announcements made by the Group during the period in accordance with the continuous disclosure requirements of the *Corporations Act 2001* (Cth) and the ASX Listing Rules.

The accounting policies adopted in the preparation of the unaudited consolidated interim financial statements are consistent with those applied in preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024.

Only changes in accounting policies have been disclosed in these unaudited consolidated interim financial statements. Management acknowledges responsibility for the preparation and presentation of the unaudited consolidated interim financial statements, including responsibility for significant accounting judgments and estimates and the choice of accounting principles and methods that are appropriate to the Group's circumstances.

Management has established processes, which are in place to provide them sufficient knowledge to support management representations that they have exercised reasonable diligence that (i) the unaudited consolidated interim financial statements do not contain any untrue statement of material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it is made, as of the date of and for the periods presented by the unaudited consolidated interim financial statements and (ii) the unaudited consolidated interim financial statements fairly present in all material respects the financial position, results of operations and cash flows of the Group, as of the date of and for the periods presented by the unaudited consolidated interim financial statements.

The Board of Directors are responsible for reviewing and approving the unaudited consolidated interim financial statements together with other financial information of the Group and for ensuring that management fulfils its financial reporting responsibilities.

An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the financial reporting process and the unaudited consolidated interim financial statements together with other financial information of the Group. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the unaudited consolidated interim financial statements together with other financial information of the Group for issuance to the shareholders.

Management recognizes its responsibility for conducting the Group's affairs in compliance with established financial standards, and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

These unaudited consolidated interim financial statements are authorised for issue by the Board of Directors on 11 November 2025.

They are signed on the Group's behalf by:



Ernest Mast
Managing Director and President



David Southam
Executive Chair

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Consolidated Statement of Profit or Loss & Other Comprehensive Income

For the three and nine months ended 30 September 2025 and 2024

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		For the three months ended 30 September		For the nine months ended 30 September	
		2025 \$	2024 \$	2025 \$	2024 \$
	Notes				
OTHER INCOME		-	599,247	585,824	1,937,567
		-	599,247	585,824	1,937,567
EXPENSES					
Audit and accounting		6,695	15,327	54,582	91,683
Care and maintenance expense		45,253	-	338,888	-
Compliance expenses		35,033	39,498	247,771	59,213
Consultants and contractors		346,788	126,159	969,539	354,758
Corporate costs		249,602	98,316	806,637	270,839
Depreciation – Property, plant and equipment		33,729	10,042	100,428	32,064
Employee benefits expense		221,324	190,608	910,770	532,882
Exploration written off		-	140,930	-	489,127
Exploration expensed		42,015	14,377	229,934	337,159
Interest expense/(credit)		7,035	(5,598)	22,866	45,982
Office rent & outgoings		17,827	31,832	63,214	104,352
Payroll Tax expense		2,445	6,934	4,071	98,231
Share-based payments	8(c)	533,304	340,270	969,296	1,676,463
Site administration expense		221,323	-	655,972	-
Travel and accommodation		61,400	31,895	202,520	104,369
Foreign exchange losses/(gains)		7,682	1,164	9,414	(50,467)
		1,831,455	1,041,750	5,585,902	4,146,652
Loss from operating activities		1,831,455	442,503	5,000,078	2,209,085
Finance income		158,646	47,996	327,048	179,910
Loss before income tax		1,672,809	394,508	4,673,030	2,029,176
Deferred tax expense		-	318,466	-	1,030,421
Loss after income tax for the year attributable to equity holders of the Company		1,672,809	712,973	4,673,030	3,059,596
Other comprehensive loss					
<i>Items that may be reclassified subsequently to profit or loss:</i>					
Exchange differences on translation of foreign operations		380,015	(120,760)	280,030	(9,542)
<i>Items that will not be reclassified subsequently to profit or loss:</i>					
Changes in fair value of financial assets		(97,054)	15,046	(359,893)	108,137
Total comprehensive loss for the year, net of tax attributable to equity holders of the Company		1,955,770	607,260	4,593,167	3,158,192
Loss per share attributable to equity holders of the Company					
Basic and diluted loss per share (cents per share)	9	(0.16)	(0.20)	(0.51)	(0.98)

The above Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Notes to the Consolidated Financial Statements.

Consolidated Statement of Financial Position

As at 30 September 2025 and 31 December 2024

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	Notes	30 September 2025 \$	31 December 2024 \$
ASSETS			
Current assets			
Cash and cash equivalents		18,272,580	14,869,835
Other receivables	3	1,244,963	1,255,260
Total current assets		19,517,543	16,125,095
Non-current assets			
Exploration and evaluation assets	4	70,377,843	61,309,265
Property, plant and equipment	5	1,250,456	1,362,577
Investments		438,408	78,515
Total non-current assets		72,066,707	62,750,357
TOTAL ASSETS		91,584,250	78,875,452
LIABILITIES			
Current liabilities			
Trade and other payables		2,356,912	3,458,792
Provisions		241,772	141,111
Total current liabilities		2,598,684	3,599,903
Non-current liabilities			
Deferred tax liabilities		3,808,192	3,808,192
Total non-current liabilities		3,808,192	3,808,192
TOTAL LIABILITIES		6,406,876	7,408,095
NET ASSETS		85,177,374	71,467,357
EQUITY			
Contributed equity	6	110,301,681	92,739,029
Reserves	7	11,249,560	10,435,742
Accumulated losses		(36,373,867)	(31,707,414)
TOTAL EQUITY		85,177,374	71,467,357

The above Consolidated Statement of Financial Position should be read in conjunction with the Notes to the Consolidated Financial Statements.

Consolidated Statement of Changes in Equity

For the nine months ended 30 September 2025 and 2024

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	Notes	Share Capital \$	Share-based Payment Reserve \$	Investment Revaluation Reserve \$	Foreign Currency Translation Reserve \$	Accumulated Losses \$	Total Equity \$
Balance at 31 December 2024		92,739,029	10,795,229	(376,315)	16,828	(31,707,414)	71,467,357
Loss for the year		-	-	-	-	(4,666,453)	(4,666,453)
Other comprehensive loss:							
Exchange differences on foreign operations		-	-	-	(286,607)	-	(286,607)
Fair value adjustment of financial assets		-	-	359,893	-	-	359,893
Total comprehensive loss		-	-	359,893	(286,607)	(4,666,453)	(4,593,167)
Transactions with owners:							
Issue of shares - Placement		18,300,000	-	-	-	-	18,300,000
Issue of shares - Exercise of rights		228,764	(228,764)	-	-	-	-
Issue of shares – Project acquisitions		145,100	-	-	-	-	145,100
Share issue costs		(1,111,212)	-	-	-	-	(1,111,212)
Share-based payments		-	969,296	-	-	-	969,296
Balance at 30 September 2025		110,301,681	11,535,761	(16,422)	(269,779)	(36,373,867)	85,177,374

	Notes	Share Capital \$	Share-based Payment Reserve \$	Investment Revaluation Reserve \$	Foreign Currency Translation Reserve \$	Accumulated Losses \$	Total Equity \$
Balance at 31 December 2023		47,607,870	8,145,918	(253,132)	(113,473)	(28,409,787)	26,977,396
Loss for the year		-	-	-	-	(3,059,596)	(3,059,596)
Other comprehensive loss:							
Exchange differences on foreign operations		-	-	-	(9,542)	-	(9,542)
Fair value adjustment of financial assets		-	-	(108,137)	-	-	(108,137)
Total comprehensive loss		-	-	(108,137)	(9,542)	(3,059,596)	(2,961,001)
Transactions with owners:							
Issue of Shares - Placement		2,996,000	-	-	-	-	2,996,000
Issue of shares – Project acquisitions		154,800	-	-	-	-	154,800
Share issue costs		(179,119)	-	-	-	-	(179,119)
Share-based payments		-	1,676,463	-	-	-	1,676,463
Balance at 30 September 2024		50,579,551	9,822,381	(144,995)	(123,015)	(31,469,383)	28,664,539

The above Consolidated Statement of Changes in Equity should be read in conjunction with the Notes to the Consolidated Financial Statements.

Consolidated Statement of Cash Flows

For the nine months ended 30 September 2025 and 2024

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	30 September 2025 \$	30 September 2024 \$
Operating activities		
Payments to suppliers and employees	(3,182,090)	(1,626,319)
Payments for exploration expenditure	(140,189)	(353,531)
Care and maintenance costs	(994,859)	-
Interest received	327,048	143,247
Interest payments - operations	(22,588)	-
Government grants and tax incentives received	-	46,216
Net refundable sales taxes	220,360	42,195
Net cash used in operating activities	(3,792,318)	(1,748,192)
Investing activities		
Payments for acquisition of mining tenements	(167,000)	(165,240)
Payments for the acquisition of entities	(898,265)	-
Payments for capitalised exploration expenditure	(9,790,479)	(6,608,782)
Purchase of property plant and equipment	(24,409)	(7,662)
Government grants and tax incentives received	884,625	-
Interest payments - capitalised	-	(40,384)
Proceeds from the sale of property, plant and equipment	500	-
Net cash used in investing activities	(9,995,029)	(6,822,068)
Financing activities		
Proceeds from shares issued	18,300,000	3,000,000
Share issue costs	(1,111,212)	(179,119)
Net cash provided by financing activities	17,188,788	2,820,881
Net change in cash and cash equivalents	3,401,440	(5,749,379)
Effect of movement in exchange rates on cash held	(21,128)	(39,844)
Cash and cash equivalents, beginning of period	14,892,268	9,316,782
Cash and cash equivalents, end of year	18,272,580	3,527,559

The above Consolidated Statement of Cash Flows should be read in conjunction with the Notes to the Consolidated Financial Statements.

Notes to the Consolidated Financial Statements

For the periods ended 30 September 2025 and 2024

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1. Nature of Business

Cygnus Metals Limited (the "Company" or "Cygnus"), was incorporated under the laws of Australia on 3 November 2015. Through its 100% owned subsidiary, CBay Minerals Inc. ("CBay") Cygnus owns an interest in mineral properties located in Chibougamau, Quebec, for the purposes of exploration and evaluation. Directly and through its 100% owned subsidiary, Avenir Metals (Canada) Limited ("Avenir") Cygnus owns an interest in mineral properties located in James Bay, Quebec, for the purposes of exploration and evaluation. Through its Australian subsidiaries, Cygnus also indirectly owns an interest in mineral properties located in Western Australia, for the purposes of exploration and evaluation.

The Company's head office is located at Level 2, 8 Richardson Street, West Perth, Western Australia 6005.

The Company's ordinary shares are dual-listed on the Australian Securities Exchange ("ASX") and the TSX Venture Exchange ("TSXV"), trading under the symbols "CY5" and "CYG" respectively. The Company also commenced trading on the OTCQB® Venture Market, a U.S. marketplace operated by OTC Markets Group Inc, under the ticker code "CYGGF" on 14 February 2025.

Going Concern

The financial report has been prepared on the going concern basis, which contemplates the continuity of normal business activities and the realisation of assets and settlement of liabilities in the normal course of business. The Company, being in the exploration stage, is subject to risks and challenges similar to companies in a comparable stage of development. These risks include the challenges of securing adequate capital for exploration, development and operational risks inherent in the mining industry, global economic and metal price volatility and there is no assurance management will be successful in its endeavours.

As disclosed in the financial report, the Group achieved a loss from continuing operations of \$4,666,453 and net operating cash outflows of \$3,792,318 for the nine months ended 30 September 2025. As at 30 September 2025, the Company had cash of \$18,272,580 and a net current asset position of \$16,918,859.

The ability of the Group to continue as a going concern is principally dependent upon the following conditions:

- the ability of the Company to successfully raise capital, as and when necessary; and
- the ability to complete the successful development and commercialisation of its projects.

These conditions give rise to material uncertainty which may cast significant doubt over the Group's ability to continue as a going concern.

The Directors believe that the going concern basis of preparation is appropriate due to being satisfied that there is a reasonable basis to conclude that the Group can raise additional capital as and when required as the Group has potential options available to manage liquidity, including one or a combination of, a placement of shares, option conversion, entitlement offer or a change in the Company's expenditure profile.

Should the Group be unable to continue as a going concern, it may be required to realise its assets and extinguish its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial report.

This financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or the amounts or classification of liabilities and appropriate disclosures that may be necessary should the Group be unable to continue as a going concern.

Notes to the Consolidated Financial Statements

For the periods ended 30 September 2025 and 2024

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2. Summary of Material Accounting Policies

The material accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to the periods presented, unless otherwise stated. These financial statements cover Cygnus Metals Limited as a consolidated, for-profit entity consisting of Cygnus Metals Limited and its subsidiaries ("the consolidated entity" or "the Group").

(a) Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards, other authoritative pronouncements and the *Corporations Act 2001* (Cth).

(i) Compliance with IFRS

The financial statements of Cygnus Metals Limited also comply with International Financial Reporting Standards ("IFRS") including International Accounting Standard 34 *Interim Financial Reporting*, and International Accounting Standards as issued by the International Accounting Standards Board ("IASB") and Interpretations (collectively, "IFRS Accounting Standards").

(ii) Historical cost convention

These financial statements have been prepared under the historical cost convention except for investments held at fair value through other comprehensive income.

Principles of consolidation

The consolidated financial statements comprise the financial statements of the Group. The financial statements of subsidiaries are prepared for the same reporting period as the parent entity, using consistent accounting policies.

Changes in the Group's interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions.

New and amended accounting standards and interpretations issued but not yet effective

Certain new and amended accounting standards and interpretations have been published that are not mandatory for 30 September 2025 reporting periods and have not been early adopted by the Company.

The Group has assessed these new and amended standards and has determined that they do not have a material impact on the current reporting period and are not expected to have a material impact on the Company when adopted in future reporting periods.

2. Critical Accounting Estimates and Judgements

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

In preparing this financial report, the significant judgements and estimates made by management in applying the Company's accounting policies and the key sources of estimation uncertainty are detailed below.

Critical Estimates

Exploration and Evaluation Expenditure – Impairment

Determining the recoverability of exploration and evaluation expenditure capitalised in accordance with the Group's accounting policy requires estimates and assumptions as to future events and circumstances. In particular, whether successful development and commercial exploitation, or alternatively sale, of the respective areas of interest will be achieved. Critical to this assessment is estimates and assumptions as to the presence of mineral reserves, timing of expected cash flows, exchange rates, commodity prices and future capital requirements.

Notes to the Consolidated Financial Statements

For the periods ended 30 September 2025 and 2024

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2. Critical Accounting Estimates and Judgements (continued)

Changes in these estimates and assumptions as new information about the presence or recoverability of a mineral reserve becomes available, may impact the assessment of the recoverable amount of exploration and evaluation assets. If, after having capitalised the expenditure a judgement is made that recovery of the expenditure is unlikely, an impairment loss is recorded in the statement profit or loss and other comprehensive income.

Share-Based Payments

Share-based compensation benefits are provided to employees via the Cygnus Employee Securities Incentive Plan.

Performance rights are issued for nil consideration and the term of the performance rights is determined by the Board in its absolute discretion but will ordinarily have a three-year term up to a maximum of five years. Performance rights are subject to lapsing if performance conditions are not met by the relevant measurement date or expiry date (if no other measurement date is specified) or if employment is terminated. The fair value of performance rights has been calculated at the grant date and allocated to each reporting period evenly over the period from grant date to vesting date. The value disclosed is the portion of fair value of the rights allocated to this reporting period.

The valuation models used to fair value options and performance rights take into account the exercise price (where applicable), the term to expiry, the vesting period, the impact of dilution, the non-tradeable nature of the options or performance rights, the share price at grant date and assumptions on the expected price volatility of the underlying share, the expected dividend yield and the risk free interest rate for the term of the options and performance rights. Expected share price volatility was determined with reference to actual share price volatility over the historic term of the Company's share price at grant date commensurate with the length of the related option or performance right's future vesting period.

Additionally, assumptions are made about the number of options and performance rights that are expected to vest, which could change from period to period. A change in any, or a combination, of these assumptions used in the valuation model could have a material impact on the total valuation of the options and performance rights.

Critical Judgments

Exploration and Evaluation Expenditure

The entity carries exploration and evaluation expenditure as assets for expenditure accumulated on areas of interest where it is considered likely to be recoverable. The Group judges this to be the case where the Group has right of tenure over an area of interest, has substantive expenditure budgeted for the area of interest and the exploration activities have not yet resulted in sufficient information that would indicate the amounts are not recoverable up to the asset carrying value.

3. Other receivables

	30 Sep 2025 \$	31 Dec 2024 \$
Other receivables ¹	818,808	903,513
Security deposits	127,000	149,433
Prepayments	299,155	202,314 ²
Total other receivables	1,244,963	1,255,260

Note:

1 - Relates to GST/QST receivables and amounts owing from the recharged of shared administration costs.

2 – Includes \$96,566 recognised upon completion of Doré asset acquisition

All amounts are short-term. The carrying values of trade and other receivables are considered to be a reasonable approximation of fair value.

Notes to the Consolidated Financial Statements

For the periods ended 30 September 2025 and 2024

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4. Exploration and evaluation assets

	2025 \$	2024 \$
Opening balance – 1 January	61,309,265	23,926,379
Expenditure incurred – Australian tenements	380,335	395,775
Expenditure incurred – Canadian tenements	9,259,229	4,544,612
Project acquisition costs capitalised during the period	313,639	320,040
Expenditure written off	-	(348,197)
Government grants received	(884,625)	(68,534)
Closing balance – 30 September	70,377,843	28,770,075

Project earn-in and acquisition milestones

The following outlines the remaining terms of existing project option earn-in or acquisition agreements that the Group was a party to prior to the commencement of the current reporting period.

Pontax Lithium Project (CY5 51%)

On 9 April 2025, the Company issued 300,000 fully paid ordinary shares to Stria Lithium Inc (“Stria”) as consideration for a 2-year extension to the two-stage earn-in for the Pontax Lithium Project in James Bay, Quebec. The shares were subject to a four-month voluntary escrow period. The extension to the second stage of the earn-in means that Cygnus has until October 2027 to spend an additional C\$2 million on exploration at the project and make a cash payment to Stria of C\$3 million, enhancing the likelihood of successful exploration outcomes at Pontax. Cygnus currently has a 51% interest in the project and will earn an additional 19% upon completion of the second stage of the earn-in, bringing its total interest to 70%.

Pontax Extension Lithium Project (Canadian Mining House)

In order to complete the acquisition of the project claims, the Company must also incur total expenditure of C\$1,000,000 (C\$250,000 on or before 18 November 2023 (completed in 2022), and C\$1,000,000 on or before 18 November 2026), issue a further 486,600 shares and pay a further C\$30,000 in cash.

Beryl Lake Lithium Project

On 28 March 2023, Cygnus entered into an Option Agreement with Canadian Mining House, Anna Rosa Giglio and Steve Labranche. On 20 May 2024, Cygnus issued 900,000 shares for Stage 2 consideration (12 months from the Beryl Approval Date). On 19 May 2025, Cygnus issued a further 900,000 shares for Stage 3 consideration (24 months from the Beryl Approval Date). Cygnus must also spend C\$1,000,000 in the first 36 months of the Beryl Approval Date, which may be settled through cash payment in the event that the Company does not meet this condition.

Sakami Lithium Project

On 28 March 2023, Cygnus entered into an Option Agreement with Canadian Mining House, Anna Rosa Giglio and Steve Labranche. On 20 May 2024, Cygnus issued 900,000 shares for Stage 2 consideration (12 months from the Sakami Approval Date). On 19 May 2025, Cygnus issued 900,000 shares for Stage 3 consideration (24 months from the Sakami Approval Date). Cygnus must also spend C\$1,000,000 in the first 36 months of the Sakami Approval Date, which may be settled through cash payment in the event that the Company does not meet this condition.

Notes to the Consolidated Financial Statements

For the periods ended 30 September 2025 and 2024

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5. Property, plant and equipment

	30 Sep 2025 \$	31 Dec 2024 \$
Assets at cost	1,878,188	355,282
Asset acquisition	-	1,264,172
Accumulated depreciation	(627,732)	(256,877)
Carrying value	1,250,456	1,362,577

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current year, is as follows:

	IT equipment \$	Plant and equipment \$	Motor vehicles \$	Leasehold improvement s \$	Total \$
Balance at 31 December 2024	5,775	1,264,172	9	92,621	1,362,577
Additions	28,616	-	-	-	28,616
Disposals	-	-	-	-	-
Depreciation expense	(11,400)	(106,342)	(9)	(22,986)	(140,737)
Balance at 30 September 2025	22,991	1,157,830	-	69,635	1,250,456

6. Share capital and other contributed equity

The share capital of Cygnus consists only of fully paid ordinary shares; the shares do not have a par value. All shares are equally eligible to receive dividends and the repayment of capital and represent one vote at the shareholder meetings of the Company.

Details of movements in issued capital:

	Notes	Date	Shares	Issue Price \$	Total \$
Opening balance at 31 December 2023			291,559,139		47,607,870
Shares issued – Beryl Lake Project		17/05/2024	900,000	0.086	77,400
Shares issued – Sakami Project		17/05/2024	900,000	0.086	77,400
Share placement – Tranche 1		19/07/2024	72,685,715	0.035	2,544,000
Exercise of Share Rights		22/07/2024	325,750	-	38,209
Shares issued – Auclair Project		16/08/2024	500,000	0.052	28,500
Share placement – Tranche 2		11/09/2024	12,914,286	0.035	452,000
Share issue costs			-	-	(179,120)
Closing balance at 30 September 2024			379,784,890		50,646,259
Opening balance at 31 December 2024			848,319,650		92,739,029
Exercise of Share Rights	1	6/02/2025	912,021	-	75,426
Issue of Shares	2	9/04/2025	300,000	0.105	31,500
Shares issued – Beryl Lake Project	3	19/05/2025	1,000,000	0.071	71,000
Shares issued – Sakami Project	3	19/05/2025	600,000	0.071	42,600
Exercise of performance rights		26/06/2025	306,129	-	140,895
Exercise of share rights	1	26/06/2025	196,471	-	12,443
Share placement – Tranche 1		27/06/2025	211,627,907	0.086	18,200,000
Share placement – Tranche 2		27/08/2025	1,162,790	0.086	100,000
Less share issue costs			-	-	(1,111,212)
Closing balance at 30 September 2025			1,064,424,968		111,301,681

Notes to the Consolidated Financial Statements

For the periods ended 30 September 2025 and 2024

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Notes:

- Shares issued to directors and employees upon the exercise of vested Share Rights issued as remuneration in relation to 2024.
- Shares issued to Stria Lithium Inc. ("Stria") in exchange for a two-year extension to the Company's two-stage earn-in with Stria for the Pontax Lithium Project in James Bay, Quebec. These Shares are subject to voluntary escrow for a period of 4 months from issue.
- 1,600,000 shares issued to project vendors as part consideration for the acquisition of the Sakami Project (stage 3) and Beryl property (stage 3), as announced on 28 March 2023, at the Company's election. The Company also paid CAD\$150,000 in cash to the project vendors as part consideration.

7. Reserves

	30 Sept 2025	31 Dec 2024
	\$	\$
Share-based payment reserve	11,535,761	10,795,229
Investment revaluation reserve	(16,422)	(376,315)
Foreign currency translation reserve	(269,779)	16,828
Total reserves	11,249,560	10,435,742

8. Share-based payments

(a) Share options

The share-based payment reserve records items recognised on valuation of director, employee and contractor share options and performance rights. Information relating to options issued, exercised and lapsed during the current and comparative financial year and outstanding at the end of the current and comparative reporting periods, is set out below.

Grant Date	Expiry date	Exercise price	Opening balance 1 Jan 2025	Issued	Exercised	Lapsed	Closing balance 30 Sep 2025	Vested and exercisable at end of the period
23/12/2021	21/01/2025	\$0.1600	3,500,000	-	-	(3,500,000)	-	-
21/10/2022	21/10/2025	\$0.2500	1,500,000	-	-	-	1,500,000	1,500,000
21/10/2022	21/10/2025	\$0.5000	1,500,000	-	-	-	1,500,000	1,500,000
21/10/2022	21/10/2025	\$0.7500	1,500,000	-	-	-	1,500,000	1,500,000
21/10/2022	21/10/2025	\$1.0000	1,500,000	-	-	-	1,500,000	1,500,000
31/12/2024	30/04/2025	\$0.4046 ¹	1,257,001	-	-	(1,257,001)	-	-
31/12/2024	5/06/2025	\$0.1150 ¹	43,912	-	-	(43,912)	-	-
31/12/2024	6/06/2025	\$0.1150 ¹	123,504	-	-	(123,504)	-	-
31/12/2024	1/09/2025	\$0.5885 ¹	54,891	-	-	(54,891)	-	-
31/12/2024	16/02/2026	\$0.1748 ¹	365,940	-	-	-	365,940	365,940
31/12/2024	22/04/2026	\$0.6743 ¹	1,920,264	-	-	(123,504)	1,796,760	1,796,760
31/12/2024	19/08/2026	\$0.4843 ¹	82,336	-	-	-	82,336	82,336
31/12/2024	26/09/2026	\$0.0644 ¹	43,912	-	-	-	43,912	43,912
31/12/2024	17/01/2027	\$0.4291 ¹	123,504	-	-	(123,504)	-	-
31/12/2024	15/05/2027	\$0.3617 ¹	1,225,898	-	-	(201,267)	1,024,631	1,024,631
31/12/2024	13/06/2027	\$0.3372 ¹	109,782	-	-	-	109,782	109,782
31/12/2024	19/08/2027	\$0.2514 ¹	1,829,700	-	-	-	1,829,700	1,829,700
31/12/2024	12/05/2028	\$0.1226 ¹	1,482,056	-	-	(201,267)	1,280,789	1,280,789
31/12/2024	19/04/2029	\$0.0614 ¹	7,410,283	-	-	(503,167)	6,907,116	6,907,116
31/12/2024	16/09/2029	\$0.0644 ¹	137,227	-	-	-	137,227	137,227
			25,710,210	-	-	(6,132,017)	19,578,193	19,578,193
Weighted average exercise price:			\$0.14	-	-	\$0.23	\$0.33	\$0.33
Weighted average remaining contractual life:								1.81 years

Note:

1 – Converted from a Canadian Dollar exercise price at the closing rate on 31 December 2024 of CAD:AUD = 0.891533

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8. Share-based payments (continued)

Grant Date	Expiry date	Exercise price	Opening balance 1 Jan 2024	Issued	Exercised	Lapsed	Closing balance 31 Dec 2024	Vested and exercisable at end of the period
07/11/2021	15/11/2024	\$0.1600	5,000,000	-	-	(5,000,000)	-	-
23/12/2021	21/01/2025	\$0.1600	3,500,000	-	-	-	3,500,000	3,500,000
21/10/2022	21/10/2025	\$0.2500	1,500,000	-	-	-	1,500,000	1,500,000
21/10/2022	21/10/2025	\$0.5000	1,500,000	-	-	-	1,500,000	1,500,000
21/10/2022	21/10/2025	\$0.7500	1,500,000	-	-	-	1,500,000	1,500,000
21/10/2022	21/10/2025	\$1.0000	1,500,000	-	-	-	1,500,000	1,500,000
31/12/2024	30/04/2025	\$0.4046 ¹	-	1,257,001	-	-	1,257,001	1,257,001
31/12/2024	5/06/2025	\$0.1150 ¹	-	43,912	-	-	43,912	43,912
31/12/2024	6/06/2025	\$0.1150 ¹	-	123,504	-	-	123,504	123,504
31/12/2024	1/09/2025	\$0.5885 ¹	-	54,891	-	-	54,891	54,891
31/12/2024	16/02/2026	\$0.1748 ¹	-	365,940	-	-	365,940	365,940
31/12/2024	22/04/2026	\$0.6743 ¹	-	1,920,264	-	-	1,920,264	1,920,264
31/12/2024	19/08/2026	\$0.4843 ¹	-	82,336	-	-	82,336	82,336
31/12/2024	26/09/2026	\$0.0644 ¹	-	43,912	-	-	43,912	43,912
31/12/2024	17/01/2027	\$0.4291 ¹	-	123,504	-	-	123,504	123,504
31/12/2024	15/05/2027	\$0.3617 ¹	-	1,225,898	-	-	1,225,898	1,225,898
31/12/2024	13/06/2027	\$0.3372 ¹	-	109,782	-	-	109,782	109,782
31/12/2024	19/08/2027	\$0.2514 ¹	-	1,829,700	-	-	1,829,700	1,829,700
31/12/2024	12/05/2028	\$0.1226 ¹	-	1,482,056	-	-	1,482,056	1,482,056
31/12/2024	19/04/2029	\$0.0614 ¹	-	7,410,283	-	-	7,410,283	7,410,283
31/12/2024	16/09/2029	\$0.0644 ¹	-	137,227	-	-	137,227	137,227
			14,500,000	16,210,210	-	(5,000,000)	25,710,210	25,710,210
Weighted average exercise price:			\$0.30	\$0.22	-	\$0.16	\$0.14	\$0.14
Weighted average remaining contractual life:								1.64 years

Note:

1 – Converted from a Canadian Dollar exercise price at the closing rate on 31 December 2024 of CAD:AUD = 0.891533

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8. Share-based payments (continued)

(b) Share rights

Information relating to share rights issued and converted during and outstanding at the end of the current and comparative reporting periods, is set out below.

Issue Date	Expiry date	Opening balance 1 Jan 2025	Issued as remuneration	Converted	Closing balance 30 Sep 2025	Vested and convertible at end of the period	Value of rights expensed during the period \$
9/07/24	31/07/29	2,395,018	-	(375,890)	2,019,128	2,019,128	-
30/10/24	31/07/29	1,118,422	-	(392,040)	726,382	726,382	-
10/01/25	31/07/29	-	741,587	(340,562)	401,025	401,025	-
		3,513,440	741,587	(1,108,492)	3,146,535	3,146,535	-

Issue Date	Expiry date	Opening balance 1 Jan 2024	Issued as remuneration	Converted	Closing balance 31 Dec 2024	Vested and convertible at end of the period	Value of rights expensed during the period \$
9/07/24	31/07/29	-	2,720,768	(325,750)	2,395,018	2,395,018	95,083
30/10/24	31/07/29	-	1,459,153	(340,731)	1,118,422	1,118,422	83,409
		-	4,179,921	(666,481)	3,513,440	3,513,440	178,492

(c) Performance rights

Information relating to performance rights issued and cancelled and outstanding at the end of the current and comparative reporting periods, is set out below.

Tranche	Grant Date	Vesting date	Expiry date	Opening balance 1 Jan 2025	Issued	Exercised	Closing balance 30 Sep 2025	Vested and exercisable at end of the period	Value of rights expensed during the period \$
A	15/08/22	29/08/23	21/10/27	1,500,000	-	-	1,500,000	1,500,000	-
B	15/08/22	29/08/23	21/10/27	1,500,000	-	-	1,500,000	1,500,000	-
H	16/11/22	15/06/24	30/07/25	250,000	-	(250,000)	-	-	-
M	31/01/23	01/11/24	13/02/28	5,000,000	-	-	5,000,000	5,000,000	-
P	31/01/23	13/02/28	13/02/28	4,000,000	-	-	4,000,000	-	-
Q	31/01/23	13/02/28	13/02/28	2,500,000	-	-	2,500,000	-	177,540
R	31/01/23	13/02/28	13/02/28	2,500,000	-	-	2,500,000	-	173,054
V	26/03/23	13/02/28	13/02/28	400,000	-	-	400,000	-	10,541
W	26/03/23	05/04/25	03/04/28	300,000	-	-	300,000	300,000	8,306
X	02/03/23	24/02/24	04/05/28	50,000	-	(50,000)	-	-	-
Y	02/03/23	24/02/25	04/05/28	50,000	-	(50,000)	-	-	1,328
Z	02/03/23	24/02/26	04/05/28	50,000	-	-	50,000	-	4,383
A4	28/08/23	31/12/25	05/09/28	1,059,603	-	-	1,059,603	-	53,930
A5	28/08/23	31/12/25	05/09/28	1,059,603	-	-	1,059,603	-	-
A6	28/08/23	31/12/25	05/09/28	1,059,603	-	-	1,059,603	-	58,551
A7	14/05/25	10/07/28	31/05/30	-	22,266,660	-	22,266,660	-	131,406
A8	14/05/25	10/07/28	31/05/30	-	22,266,666	-	22,266,666	-	131,406
A9	14/05/25	10/07/28	31/05/30	-	22,266,674	-	22,266,674	-	109,408
				21,278,809	66,800,000	(350,000)	87,728,809	8,300,000	859,853

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8. Share-based payments (continued)

The following table illustrates the inputs used to calculate the fair value of performance rights issued during the current reporting period:

Tranche	A7	A8	A9
Grant date	14/05/2025	14/05/2025	14/05/2025
Expiry date	30/05/2030	30/05/2030	30/05/2030
Days to expiry	1,704	1,704	1,704
Number issued	22,226,660	22,226,666	22,226,674
Volatility	-	-	100%
Risk-free interest rate	-	-	3.613%
Share price at grant date	\$0.076	\$0.076	\$0.076
Valuation per right	\$0.076	\$0.076	\$0.0622
Valuation per class of rights	\$1,663,466	\$1,663,467	\$1,384,987
Method of settlement	Shares	Shares	Shares

Movements in performance rights in the comparative period:

Tranche	Grant Date	Vesting date	Expiry date	Opening balance 1 Jan 2024	Exercised	Closing balance 31 Dec 2024	Vested and exercisable at end of the period	Value of rights expensed during the year \$
A	15/08/22	29/08/23	21/10/27	1,500,000	-	1,500,000	1,500,000	-
B	15/08/22	29/08/23	21/10/27	1,500,000	-	1,500,000	1,500,000	-
H	16/11/22	15/06/24	30/07/25	250,000	-	250,000	250,000	35,094
I	16/11/22	30/11/24	30/11/26	100,000	(100,000)	-	-	21,809
M	31/01/23	01/11/24	13/02/28	5,000,000	-	5,000,000	5,000,000	1,220,096
P	31/01/23	13/02/28	13/02/28	4,000,000	-	4,000,000	-	-
Q	31/01/23	13/02/28	13/02/28	2,500,000	-	2,500,000	-	238,020
R	31/01/23	13/02/28	13/02/28	2,500,000	-	2,500,000	-	232,007
V	26/03/23	13/02/28	13/02/28	400,000	-	400,000	-	14,131
W	26/03/23	05/04/25	03/04/28	300,000	-	300,000	-	32,687
X	02/03/23	24/02/24	04/05/28	50,000	-	50,000	50,000	2,681
Y	02/03/23	24/02/25	04/05/28	50,000	-	50,000	-	8,834
Z	02/03/23	24/02/26	04/05/28	50,000	-	50,000	-	5,876
A4	28/08/23	31/12/25	05/09/28	1,059,603	-	1,059,603	-	72,302
A5	28/08/23	31/12/25	05/09/28	1,059,603	-	1,059,603	-	-
A6	28/08/23	31/12/25	05/09/28	1,059,603	-	1,059,603	-	78,496
				21,378,809	(100,000)	21,278,809	8,300,000	1,962,033

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8. Share-based payments (continued)

The terms of performance rights on issue during the current reporting period include:

Tranche	Vesting conditions
A	The Company reporting a JORC compliant Inferred Mineral Resource of 5MT at a minimum grade of 0.8% Li ₂ O on or before 21 October 2026.
B	The Company reporting a JORC compliant Inferred Mineral Resource of 10MT at a minimum grade of 0.8% Li ₂ O on or before 21 October 2026.
H	Remaining an officeholder, employee or consultant of the Company (or a wholly owned subsidiary) at all times up to and including 15 June 2024.
M	2 years' continuous employment with the Company from the date of appointment (ie. up to and including 1 November 2024).
P	The Company reporting a JORC compliant Inferred Mineral Resource of 20MT at a minimum grade of 0.8% Li ₂ O on or before 13 February 2028.
Q,V	The Company achieving a market capitalisation of at least \$150,000,000 over a period of not less than 10 consecutive trading days on which trades in the Company's shares actually occur.
R	The Company's share price having a 10-day VWAP of at least \$1.00 or a market capitalisation of at least \$250,000,000 over a period of not less than 10 consecutive trading days on which trades in the Company's shares actually occur.
W	Remaining engaged by the Company as a Director for a continuous period of 24 months from the date of appointment (ie. up to and including 3 April 2025).
X	Remaining an officeholder, employee or consultant of the Company (or a wholly owned subsidiary) at all times up to and including 24 February 2024.
Y	Remaining an officeholder, employee or consultant of the Company (or a wholly owned subsidiary) at all times up to and including 24 February 2025.
Z	Remaining an officeholder, employee or consultant of the Company (or a wholly owned subsidiary) at all times up to and including 24 February 2026.
A4	The Company's TSR exceeds the median TSR of the Peer Group for the Performance Period. The proportion to vest will be calculated as: - If TSR >50th percentile – 100% vesting - If TSR between 25th and 50th percentile – 50% vesting - If TSR <25th percentile – 0% vesting
A5	The Company reporting the discovery or acquisition of a JORC compliant Inferred Mineral Resource of 5MT on any project (excluding the Pontax Project) at a minimum grade of 0.8% Li ₂ O on or before 31 December 2025.
A6	Continuous employment with the Company up to and including 31 December 2025.
A7	The Company reporting drill results (not infill) at Chibougamau with 3 intercepts of at least 3% CuEq over 5m.
A8	The Company reporting that at least 50% of the Chibougamau Inferred MRE has been converted to Indicated.
A9	The Company achieving a 20-Day VWAP of A\$0.1815 or more.

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9. Loss per share

Both the basic and diluted loss per share have been calculated using the loss attributable to shareholders of the Company as the numerator (i.e. no adjustments to loss were necessary in either the current or comparative reporting periods).

	Three months ended 30 Sep	
	2025	2024
Net loss attributable to ordinary equity holders of the Company	\$1,672,809	\$712,973
Weighted average number of ordinary shares outstanding during the year used in calculating basic and diluted loss per share	1,063,696,627	354,861,679
Basic and diluted loss per share (cents per share)	(0.16)	(0.20)

	Nine months ended 30 Sep	
	2025	2024
Net loss attributable to ordinary equity holders of the Company	\$4,666,453	\$3,059,596
Weighted average number of ordinary shares outstanding during the year used in calculating basic and diluted loss per share	924,328,005	312,956,689
Basic and diluted loss per share (cents per share)	(0.50)	(0.98)

As at 30 September 2025, the Group had 19,578,193 unlisted share options exercisable (31 December 2024: 25,710,210), 3,146,535 share rights (31 December 2024: 3,513,440) and 87,728,809 performance rights (31 December 2024: 21,278,809), which are not included in diluted loss per share since they are antidilutive for the periods presented.

10. Related party transactions

The Company's related parties include key management personnel (KMP) and entities over which they have control or significant influence as described below.

KMP remuneration

	Three months ended 30 Sep		Nine months ended 30 Sep	
	2025 \$	2024 \$	2025 \$	2024 \$
Short-term employee benefits	328,503	161,152	923,974	502,597
Post-employment benefits	9,450	8,914	27,278	32,308
Share-based payments	386,273	460,121	669,814	1,527,169
Totals	724,226	630,188	1,621,066	2,062,074

No KMP have entered into a material contract with the Company since the end of the previous financial year and there were no material contracts involving directors' interests existing at the end of the current period.

The following transactions and arrangements with Director related parties occurred during the current and comparative reporting periods:

Andean Silver Limited, a company of which David Southam and Ray Shorrocks are directors, recharged shared office and travel costs to the Company during the three and nine months ended 30 September 2025 totalling \$7,581 and \$20,918 (twelve months ended 31 December 2024: \$25,112). \$2,707 was owing to Andean Silver Limited by the Company at 30 September 2025 (31 December 2024: Nil).

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10. Related party transactions (continued)

Terms and conditions of transactions with related parties

Transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. The value of these related party transactions are considered minor and save Cygnus Metals significant costs should these services had been sourced directly. Outstanding balances at year-end are unsecured and interest-free and settlement occurs in cash and are presented as part of trade payables. There have been no bank guarantees provided for any related party payables. Amounts shown are net of GST paid or payable.

11. Financial risk management

Credit risk

The carrying amount of the Group's financial assets represents the Group's maximum credit exposure. The Group's maximum exposure to credit risk at the reporting date was:

	30 Sep 2025	31 Dec 2024
	\$	\$
Cash and cash equivalents	18,272,580	14,869,835
Trade and other receivables	1,244,963	1,255,260

The Group's cash and cash equivalents and term deposits at call are held with bank and financial institution counterparties, which are rated at least AA-, based on rating agency S&P Global Ratings.

For trade receivables, the Group applies a simplified approach in calculating Expected Credit Losses ("ECLs"). Therefore, the Group does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Group has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

As at 30 September 2025, no receivables were more than 30 days past due (31 December 2024: Nil). No receivables are considered to have a material credit risk.

Liquidity risk

Liquidity risk arises from the possibility that the Group might encounter difficulty in settling its debts or otherwise meeting its obligations related to financial liabilities.

The Group manages liquidity risk by monitoring forecast cash flows, only investing surplus cash with major financial institutions; and comparing the maturity profile of financial liabilities with the realisation profile of financial assets.

The Board meets on a regular basis to analyse financial risk exposure and evaluate treasury management strategies in the context of the most recent economic conditions and forecasts. The Board's overall risk management strategy seeks to assist the Group in managing its cash flows. Financial liabilities are expected to be settled on the following basis:

	30 Sep 2025	31 Dec 2024
	\$	\$
Not later than 45 days	2,356,912	2,801,771
Greater than 45 days and less than 12 months	-	657,021
Total	2,356,912	3,458,792

Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates and interest rates will affect the Group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

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11. Financial risk management (continued)

Foreign exchange rate risk

The Group is exposed to foreign exchange rate risk arising from equity investments listed on the TSXV, although given the size of these investments the directors do not anticipate that significant fluctuations in related foreign currencies would result in a material change to the valuation of these assets at the end of the current reporting period.

The Group is also exposed to foreign exchange rate risk arising from cash and deposits held in Canadian dollars. At the reporting date the sensitivity for the Group's foreign exchange exposures was:

	Carrying Amount 30 Sep 2025 \$	Carrying Amount 31 Dec 2024 \$
Cash on deposit – CAD\$1,568,622 (2024: CAD\$2,453,742)	1,701,163	2,752,272
Listed investments – CAD\$404,250 (2024: CAD\$70,000)	438,408	78,515
Totals	2,139,571	2,830,787

A change of 10% in CAD:AUD foreign exchange rates at the end of the reporting period would have increased/(decreased) profit and loss and equity by the amounts shown below.

The analysis assumes that all other variables remain constant. This analysis is performed on the same basis for the comparative period:

10% increase	213,957	283,079
10% decrease	(213,957)	(283,079)

Capital management policies and procedures

The Board policy is to maintain a capital base to maintain investor, creditor and market confidence and to sustain future development of the business. Capital consists of ordinary shares and retained earnings (or accumulated losses). The Board of Directors manages the capital of the Group to ensure that the Group can fund its operations and continue as a going concern.

There are no externally imposed capital requirements.

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12. Contractual obligations and contingent assets and liabilities

Promissory Notes

In 2019, Doré Copper Mining Corp. ("Doré") issued promissory notes to Ocean Partners Investments Limited ("OPIL"), a related party, in the aggregate amount of CAD\$7,500,000, plus accrued interest. These promissory notes are considered a financial liability under IFRS 9 and were initially measured at fair value with subsequent measurement at amortized cost. The obligations of the Corporation under the promissory notes are guaranteed by Doré's wholly owned subsidiary CBay Minerals Inc. ("CBay") with such guarantee secured against the property and assets of CBay. Each of the promissory notes bear interest at a rate of 6% per annum, with CAD\$1,000,000 maturing on the commencement of commercial production, CAD\$2,000,000 maturing on the first anniversary of the commencement of commercial production, CAD\$2,000,000 maturing on the second anniversary of the commencement of commercial production, and CAD\$2,500,000 maturing on the third anniversary of the commencement of commercial production. The settlement of the obligation, both principal and interest, is dependent upon the timing of commencement of commercial production. Given the lack of certainty at this time as to whether Cygnus will reach the operational and economic milestones needed to achieve commercial production, and the estimated timeline to do so, the notes currently have nominal or no fair value.

On 10 October 2024, Cygnus and OPIL executed a Limited Waiver waiving the accrual of interest on the promissory notes for the period commencing on 1 October 2024 and ending on 31 December 2026. Interest accrued to 1 October 2024 totalled CAD\$2,456,875.

Cygnus will reassess the amount, timing and probability of future cash flows at each reporting date to determine any required adjustments to the amortized cost balance of \$Nil. As at 30 September 2025, no adjustments had been made.

Rehabilitation Liability

As at the reporting date, the Company does not have a present obligation to incur rehabilitation costs related to its mining operations. However, the Company will be required to recognise a rehabilitation liability in the future upon the submission and approval of a mine closure plan. Until such a plan is submitted and approval is obtained, any obligation for rehabilitation costs remains contingent. Once the mine closure plan is submitted and approved, the Company will become legally obligated to undertake the rehabilitation activities associated with its mining operations. The timing and amount of the rehabilitation liability are dependent on the scope and approval of the mine closure plan and any associated regulatory requirements.

13. Post reporting date events

There have not been any events that have arisen between 30 September 2025 and the date of this report or any other item, transaction or event of a material and unusual nature likely, in the opinion of the directors, to materially affect the operations of the Group, the results of those operations or the state of affairs of the Group, in subsequent financial years.